

30 June 2022

Enviro's pyrolysis oil approved under REACH - the company is now to execute a MSEK 2 order

Scandinavian Enviro Systems (Enviro) has received approval as an intermediate for its pyrolysis oil according to the EU chemicals regulation, REACH and therefore will now execute the previously announced order for pyrolysis oil worth MSEK 2 to a leading US oil company. The approval that has now been received means that Enviro can sell up to 1,000 tonnes of pyrolysis oil per year. In order to support broad commercialisation of its oil and the company's expansion plan, Enviro will immediately apply for REACH approval for the sale of unlimited volumes.

The approval is an important first step towards the commercialisation of pyrolysis oil since it means that Enviro can begin larger production tests of the oil. The pyrolysis oil order announced earlier this year from a subsidiary of a leading US oil company, worth MSEK 2, was conditional upon approval in accordance with REACH and will therefore now be executed. The oil is scheduled to be delivered in the third quarter of this year and will be used by the customer for production testing.



REACH approval means that the company considers its pyrolysis oil to have achieved "end of waste" criteria, meaning that it is no longer considered to be waste or needs to be handled as waste.

REACH is the European Parliament and Council's regulation concerning the Registration, Evaluation, Authorisation and Restriction of Chemicals. The regulation was introduced in 2007 to better protect human health and the environment from the risks that can arise from chemicals.

Scandinavian Enviro Systems contributes to enhanced environmental and economic sustainability using a patented technology for the recovery of valuable raw materials from scrapped and end-of-life products, including tyres. The production of new tyres using carbon black recovered with Enviro's technology reduces carbon dioxide emissions by up to 93 per cent compared with the use of virgin carbon black. Enviro has its head office in Gothenburg and a plant for the recycling of end-of-life tyres in Åsensbruk. Enviro was founded in 2001 and is listed on Nasdaq First North Growth Market. The largest owner is the French tyre manufacturer Michelin.



This disclosure contains information that Scandinavian Enviro Systems is obliged to make public pursuant to the EU Market Abuse Regulation (EU nr 596/2014). The information was submitted for publication, through the agency of the contact person, on [30 June 2022 at 16:10].

For further information, please contact:

Thomas Sörensson, CEO Enviro, +46 (0)735-10 53 43, thomas.sorensson@envirosystems.se

Urban Folcker, CFO Enviro, +46 (0)760-00 13 11, urban.folcker@envirosystems.se

Alf Blomqvist, Chairman of the Board of Enviro, +46 (0)733 149 700,
alf@blomqvistunlimited.com

Mangold Fondkommission AB, +46 (0)8 503 01 550, ca@mangold.se, is Enviro's Certified Adviser on Nasdaq First North Growth Market Stockholm.

Scandinavian Enviro Systems AB

Herkulesgatan 1K, SE-417 01 Gothenburg

info@envirosystems.se www.envirosystems.se