

Dear Investor

A year has passed since I accepted the role of CEO at Eternali. At that time, I joined a newly started commodity company with high sustainability and ESG ambitions. My primary mission was to establish a strategy and plan for Eternali's success and quickly execute on this plan for growth.

Eternali has a very clear strategy. To source fast-growing eucalyptus from Brazil and serve the global market for wood fibre. To this, we have determined our core values and mission and the board and management have pointed out a clear direction ahead. I look forward to execute on this strategy and to create value in the green transition, for investors, our employees and for the world.

I feel proud of an eventful 2022 and look forward with excitement to 2023. I am satisfied that the agreement to acquire our first asset Coopmar, where not only the terms of acquisition are favourable, above all offers a turnkey solution for the logistics chain from day one, which means that we can effectively reach out to our market. And together with our customers contribute to the transition for real.



Highlights of 2022:

- The year began by signing a letter of intent with two of Portugal's largest paper manufacturers. A letter of intent relating to the delivery of 2.5 million cubic meters of eucalyptus raw material. The conversations and meetings with these prospective customers have been ongoing since then.
- An ambitious strategy requires a good team. In addition to the Chief Operations Officer on site in Brazil, a Chief Financial Officer and a Chief Sustainability Officer were recruited to Group Management. In addition, the operations in Brazil expanded their organisation with forest engineers, project managers and more. Completely in line with our growth strategy.
- In October, we reached an important milestone. We applied and were accepted as participants in the UN Global Compact. This means that we commit to the Ten Principles for human rights and labor rights, protection of the environment and anti-corruption. A given milestone on an endless journey for a sustainable Eternali.
- At the beginning of December, it was announced that we entered into an agreement for the acquisition of five plantations in the state of Pará, Almeirim.
- During this winter we have finished all the road and bridge maintenance work required for the transport of eucalyptus from the plantation to the port. This means that we can already start delivering eucalyptus to the world market and our prospective customers by spring 2023.

We have secured both raw material supply and customer. Through the upcoming unit issue, we tie the knot by securing the capital for a successful journey; start of deliveries, more acquisitions and an IPO later in 2023. I invite you to come along on our journey.

Andreas Forssell
CEO, Eternali, January 2023

Summary

You are hereby invited to subscribe for units in Skogsaktiebolaget Eternali (publ).

The Board of Directors resolved on January 24, 2023, with authorization from the AGM on May 31, 2022, to issue maximum 429,000 new shares and 429,000 warrants of series T01.

This offer is in form of "units" and each unit consists of one share and one warrant, T01. The subscription price is SEK 14 per unit.

Each warrant, T01, entitles the holder to subscribe for one new share in Eternali to the price of SEK 20 per share during the period of April 3 – December 29, 2023.

The proceeds from the share issue, if fully subscribed, will provide the Company with approximately SEK 6.0 million before transaction costs. Assuming full exercise of warrants, the Company may be added additionally SEK 8.6 million. The Board may decide to increase the number of units by maximum 335,000, should the offer be oversubscribed.

Representatives from the board of directors, management and major shareholders have in advance indicated interest to participate in the share issue to a total amount SEK 1.5 million, corresponding to 25% of the shares offered.

If all shares are subscribed in accordance with this offering, a shareholder that decides not to subscribe in this share issue will be diluted by 3.51%. Assuming full exercise of the warrants, the dilution will be 6.78%.