

Initiator Pharma announces outcome of rights issue

Initiator Pharma A/S (“Initiator” or the “Company”) announces the outcome of the Company’s rights issue of up to 14,039,590 shares (the “Rights Issue”), for which the subscription period ended on 26 June 2025. In the Rights Issue, 6 133 159 shares, corresponding to around 43.7 percent of the Rights Issue were subscribed through subscription rights. Additionally, 277 458 shares, corresponding to around 2.0 percent of the Rights Issue were subscribed without subscription rights. 5 670 164 shares, corresponding to around 40.4 percent of the Rights Issue were subscribed through guarantee undertakings. The Rights Issue will provide the Company with proceeds of approximately SEK 48.3 million before deduction of costs related to the Rights Issue.

On 19 May 2025, Initiator Pharma announced that the Board of Directors had resolved on a rights issue of approximately SEK 56.2 million. The net proceeds from the Rights Issue of approximately SEK 43.3m after transaction costs will fund the continued clinical development of pudafensine in vulvodinia, other activities relating to pudafensine as well as business development activities and general corporate purposes. The proceeds from the Rights Issue are expected to finance Initiator well into 2027

Subscription and allotment

In the Rights Issue, 6 133 159 shares, corresponding to around 43.7 percent of the Rights Issue were subscribed through subscription rights. Additionally, 277 458 shares, corresponding to around 2.0 percent of the Rights Issue were subscribed without subscription rights. In total 6 410 617 shares for approximately SEK 25.6m corresponding to 45.7 percent of the Rights Issue were subscribed through rights and without subscription rights. Hence, underwriting commitments of 5 670 164 shares or SEK 22.7m, corresponding to approximately 40.4 percent of the Rights Issue, will be utilized.

The Rights Issue will provide the Company with proceeds of approximately SEK 48.3 million before deduction of transaction costs of SEK 5.0m (including guarantee compensation of SEK 3.1m)

Allocation of shares has been made in accordance with the principles set out in the memorandum that was published by the Company on 10 June 2025. Settlement notes are expected to be sent out today, 1 July 2025, to those who have been allotted shares without subscription rights. Allotted shares subscribed for without subscription rights shall be paid in accordance with the instructions in the settlement note.

Number of shares and share capital

When the capital increase in respect of the Rights Issue has been registered with the Danish Business Authority, Initiator Pharma’s share capital will have increased by nominally DKK 1 268 481.97. The share capital will increase from DKK 5 896 627,91 to DKK 7 165 109.88. The total number of shares will increase by 12 080 781, from 56 158 361 to 68 239 142. The Rights Issue entails a dilution of approximately 17.7 percent of the votes and capital for shareholders who did not participate in the Rights Issue. The figures do not include any shares issued as compensation for guarantee undertakings.

Trading in BTA

Trading in paid subscribed shares (Sw. BTA) will continue on Nasdaq First North Growth Market until the Rights Issue has been registered with the Danish Business Authority. The registration is expected to take place in early July 2025.

Advisers

Bergs Securities is sole manager and bookrunner and DLA Piper is legal adviser to Initiator.

Important information

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This corporate announcement is not a prospectus in accordance with the definition in Regulation (EU) 2017/1129 (the "Prospectus Regulation") and has not been approved by any regulatory authority in any jurisdiction. No prospectus will be prepared in connection with the Rights Issue. In connection with the Rights Issue, the Company will prepare a disclosure document in accordance with article 1.4 db of the Prospectus Regulation. The disclosure document will be drafted in accordance with Annex IX of the Prospectus Regulation. The Danish Financial Supervisory Authority, which is the competent authority, will not approve nor review the disclosure document. Each investor is advised to make their own assessment of whether it is appropriate to invest in the Company.

The information in this corporate announcement may not be released, distributed or published, directly or indirectly, in or into the United States of America, Australia, Belarus, Canada, Hong Kong, Japan, New Zealand, Russia, Singapore, South Africa, South Korea, Switzerland or any other jurisdiction in which such action would be unlawful or would require registration or any other measures than those required by Danish law. Actions in violation of these restrictions may constitute a violation of applicable securities laws. No pre-emption rights, shares, warrants or other securities in Initiator have been registered, and no shares, warrants or other securities will be registered, under the United States Securities Act of 1933, as amended (the "Securities Act") or the securities legislation of any state or other jurisdiction in the United States of America, and no shares or other securities may be offered, sold or otherwise transferred, directly or indirectly, in or into the United States of America, except under an available exemption from, or in a transaction not subject to, the registration requirements under the Securities Act and in compliance with the securities legislation in the relevant state or any other jurisdiction of the United States of America.

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This corporate announcement may contain forward-looking statements which reflect the Company's current view on future events and financial and operational development. Words such as "intend", "expect", "anticipate", "may", "believe", "plan", "estimate" and other expressions which imply indications or predictions of future development or trends, and which are not based on historical facts, are intended to identify forward-looking statements. Forward-looking statements inherently involve both known and unknown risks and uncertainties as they depend on future events and circumstances. Forward-looking statements do not guarantee future results or development, and the actual outcome could differ materially from the forward-looking statements.

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About Initiator Pharma

Initiator Pharma A/S is a Danish clinical stage emerging pharma company developing innovative drugs that target key unmet medical needs within the central and peripheral nervous system. Initiator Pharma's pipeline consists of two clinical stage assets – pudafensine and IP2018 – and one preclinical asset. With pudafensine the company has reported positive, statistically significant and clinically relevant efficacy data in a Phase IIb clinical trial with patients suffering from ED. With IP2018 the company has reported positive, statistically significant, and dose-dependent clinical observations related to efficacy in psychogenic erectile dysfunction (ED) in a Phase IIa clinical trial of IP2018 in patients with mild to moderate ED.

Initiator Pharma is listed on Nasdaq First North Growth Market (ticker: INIT). Redeye AB is the company's Certified Adviser. For more information, please visit www.initiatorpharma.com.

This information is information that Initiator Pharma is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact persons set out above, at 2025-07-01 08:30 CEST.

Attachments

Initiator Pharma announces outcome of rights issue