N.B. This is an unofficial translation of the Swedish version of this document. In the event of any differences between the two versions, the Swedish version shall prevail.

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Terranet AB - Information document regarding rights issue

2025-11-13

Information about the issuer

Terranet AB ("Terranet" or "the Company") is a Swedish public limited company that was formed in Sweden on June 12, 2006, and registered with the Swedish Companies Registration Office on July 4, 2006. The Company is governed by, and its operations are conducted in accordance with, the Swedish Companies Act (2005:551). The Company's corporate identity number is 556707–2128 and the Company's LEI is 549300B4CGWDK6FGRY73. The address of the Company's website is www.terranet.se.

Statement of responsibility by the board of directors

The board of directors of Terranet is solely responsible for the content of this document. To the best of the board's knowledge, the information provided in this document is consistent with the facts and no information that could reasonably affect its meaning has been omitted.

Competent authority

This document is not a prospectus within the meaning of Regulation (EU) 2017/1129 of the European Parliament and of the Council (EU) 2017/1129 of the European Parliament and of the Council of 14 June 2017 on the prospectus to be published when securities are offered to the public or admitted to trading on a regulated market, and repealing Directive 2003/71/EC, as amended (the "Prospectus Regulation"). This document has been prepared in accordance with Article 1.4 db of the Prospectus Regulation and has been drawn up in accordance with the requirements of Annex IX to that Regulation. The Swedish Financial Supervisory Authority, which is the competent national authority, has not approved or reviewed this document. Each investor is urged to make its own assessment of whether it is appropriate to invest in the Company. This document and the offer described herein are governed by Swedish law. Any dispute arising from this document and related legal matters shall be settled exclusively by a Swedish court of law, with the Stockholm District Court as the court of first instance.

Compliance with reporting obligations and published information

The board of directors of Terranet hereby certifies that the Company has continuously complied with its reporting obligations and its obligation to disclose information throughout the period during which the Company's securities have been admitted to trading, including in accordance with Directive 2004/109/EC, where applicable, Regulation (EU) No. 596/2014 and, where applicable, Delegated Regulation (EU) 2017/565. The b

oard of directors hereby confirms that, at the time of the offer, the Company is not delaying the disclosure of inside information in accordance with Regulation (EU) No. 596/2014. The mandatory information disclosed by the issuer in accordance with its ongoing disclosure obligations is available on the Company's website at www.terranet.se.

Summary of the offer

On November 4, 2025, Terranet's board of directors decided, with authorization from the annual general meeting, to carry out a new issue of a maximum of 47,372,258 units containing B shares with preferential rights for existing shareholders (the "Preferential Issue" or "Offer"). The Rights Issue is covered by 100 percent guarantee commitments, corresponding to approximately SEK 18.5 million. For each one (1) share, regardless of share class, owned on the record date of November 12, 2025, the holder will receive one (1) unit right. Thirty-five (35) unit rights entitle the holder to subscribe for one (1) new B share. The subscription price is SEK 0.39 per unit, corresponding to a subscription price of SEK 0.078 per share. The subscription period for the Rights Issue will run from November 14, 2025, to November 28, 2025.

Background and rationale

Terranet is on the verge of a commercial breakthrough. After several years of focused development, the Company delivered its first MVP version (Minimum Viable Product) of its proprietary collision warning system BlincVision - a tested and verified technology that, through laser triangulation, event cameras, and real-time algorithms, can detect, analyze, and react to moving objects up to ten times faster than today's conventional systems. The delivery marks the transition from product development to business development and from vision to commercial reality.

BlincVision forms the basis for a new safety paradigm in how vehicles, robots, and autonomous systems perceive and interact with their surroundings. Interest from industry has increased significantly, and Terranet is now in discussions and conducting tests with several leading players in the automotive industry, industrial automation, autonomous mobility, and defense-related applications.

In 2026, Terranet expects to enter a commercial phase and generate its first revenues through strategic partnerships and collaboration agreements with leading industry partners in sectors relevant to the company. The coming period is expected to be a decisive shift – from a development-driven innovation company to a commercial tech player with a scalable business model, increasing revenues and clear industrial demand.

In parallel, the Company continues to strengthen its technological platform and patent portfolio, while identifying new potential revenue streams outside the automotive industry, including in industrial automation, autonomous mobility, and defense applications.

The capital raising is expected to create the necessary conditions for Terranet to continue its technical validation, accelerate commercialization, and establish revenue streams from 2026 onwards. Given the current market situation and a share price that means that outstanding warrants of series TO9 B are unlikely to be exercised to a sufficient extent, the board of directors considers that the planned issue is crucial to ensure the Company's financial strength and maintain the momentum that has now been built up in the commercialization phase.

Use of issue proceeds

Upon full subscription, the Company will receive net proceeds of approximately SEK 14.5 million after deduction of issue costs of approximately SEK 3.8 million, of which guarantee costs amount to SEK 2.3 million. The net proceeds thus amount to SEK 14.5 million and are intended to be used for the following purposes, in order of priority:

- Business development and marketing, approximately 30 percent.
- Support for customer evaluations, approximately 20 percent.
- Product maintenance and investments, approximately 30 percent.
- Ensuring working capital and flexibility during the transition to the commercial phase, approximately 20 percent.

The company has received guarantee commitments totaling approximately SEK 18.5 million. The rights issue is thus covered by guarantee commitments to approximately 100 percent. The guarantee commitments entered into are not secured through advance transactions, bank guarantees, blocked funds, pledges, or similar arrangements.

Terms and conditions

November 10, 2025	Last day of trading in the Company's shares including the right to receive unit rights (UR)
November 11, 2025	First trading day in the Company's shares excluding the right to receive UR
November 12, 2025	Record date for receiving UR. Shareholders registered in the share register maintained by Euroclear Sweden AB on this date will receive UR for participation in the Rights Issue.
November 13, 2025	Publication of this information document.
November 14 - November 28, 2025	Subscription period for the Rights Issue.
November 14 - November 25, 2025	Trading of UR on Nasdaq First North Premier Growth Market
November 14 - December 11, 2025	Trading in paid subscribed units (BTU) on Nasdaq First North Premier Growth Market
December 2, 2025	Preliminary date for announcement of the outcome of the Rights Issue

Preemptive rights and unit rights

Anyone who was registered as a shareholder in the Euroclear share register for Terranet on the record date of November 12, 2025, has preferential rights to subscribe for shares in the Rights Issue in relation to their previous shareholdings. In addition, shareholders and other investors are offered the opportunity to register their interest in subscribing for units without preferential rights.

The right to subscribe for new units in the Rights Issue shall be granted to shareholders with preferential rights in relation to the number of shares they previously owned, whereby one (1) existing share, regardless of share class, as of the record date of November 12, 2025, shall entitle the holder to one (1) unit right and thirty-five (35) unit rights shall entitle the holder to subscribe for five (5) new B shares.

Dilution and shareholding after the issue

Shareholders who choose not to participate in the Rights Issue will have their ownership diluted by a maximum of 236,861,290 shares, corresponding to approximately 11.1 percent of the total number of shares after the Rights Issue, but will have the opportunity to compensate for the financial dilution effect by selling their unit rights.

Subscription price

The subscription price per unit is SEK 0.39, corresponding to SEK 0.078 per share. No brokerage fees apply.

Subscription of units

A pre-printed issue statement with an attached bank giro form will be sent to directly registered shareholders and representatives of shareholders who were registered in the share register maintained by Euroclear on the record date. The issue statement shows, among other things, the number of unit rights received and the total number of shares that can be subscribed for in the Rights Issue. No payment slip for registration of unit rights in a VP account will be sent out. If all unit rights according to the issue statement from Euroclear Sweden are to be exercised, the pre-printed payment slip must be used. Directly registered shareholders abroad who cannot use the pre-printed payment slip for payment can pay in SEK in accordance with the following instructions: Mangold Fondkommission AB, Nybrogatan 55, 114 42; IBAN number: SE45 8000 0890 1193 4793 2346; Bank account number: 8901-1,934 793 234-6; SWEDSESS. Payment must be made no later than November 28, 2025. When making payment, the subscriber's name, address, VP/service account number, and the reference from the issue statement must be stated.

If the payment relates to a different number of new units than stated in the issue statement, the application form marked "*Subscription of units based on unit* rights" must be used. The application form referred to above is available on Terranet's website, www.terranet.se, and on Mangold's website, www.mangold.se, and can also be ordered from Mangold during office hours by calling +46 (0) 8-503 01 595. The application form must be received by Mangold (address above) no later than 3:00 p.m. on November 28, 2025.

Applications for subscription of units without unit rights must be made on the application form entitled "Subscription of units without unit rights," which can be obtained from Terranet's website, www.terranet.se.

Subscription for units must take place during the subscription period. The board of Terranet has the right to extend the subscription period. Any extension will be announced in a press release. Subscription for units is irrevocable and the subscriber cannot cancel or modify a subscription for units. In the event that an excessive amount has been paid by a subscriber for new shares, Mangold will ensure that the excess amount is refunded. No interest will be paid on the excess amount.

Nominee-registered shareholders

Shareholders in Terranet whose holdings on the record date are nominee-registered must follow the instructions of their respective nominee for subscription and payment.

Shareholders in certain unauthorized jurisdictions

Shareholders who have their existing shares directly registered in VP/service accounts with registered addresses in the United States, Australia, Hong Kong, Japan, Canada, New Zealand, Switzerland, Singapore, South Africa, South Korea, or any other jurisdiction in which it would not be permitted to participate in the Rights Issue, will not receive any unit rights or be permitted to subscribe for new shares. The unit rights that would otherwise have been delivered to these shareholders will be sold, and the proceeds from the sale, less costs, will be paid to such shareholders. Amounts less than SEK 100 will not be paid out.

Trading in unit rights:

Unit rights received must either be used for subscription by November 28, 2025, or sold by November 25, 2025, on Nasdaq First North Premier Growth Market in order not to expire without value. No compensation will be paid to holders whose unit rights expire as a result of not being used or sold. The ISIN code for the unit rights is SE0026853509.

Paid subscribed units (BTU)

Units subscribed for on the basis of unit rights will, after payment and subscription, be recorded as BTUs in the VP/service account until the new shares have been registered with the Swedish Companies Registration Office. Delivery of the new shares is expected to take place around week 50. No VP notice will be sent out in connection with the transfer from BTU to share. The ISIN code for BTU is SE0026853517.

Allocation upon subscription without unit rights

In the event that not all new units are subscribed for with preferential rights, the board of directors shall, within the framework of the maximum amount of the issue, decide on the allocation of units that have not been subscribed for with preferential rights. Such allocation shall primarily be made to subscribers who have subscribed for units with unit rights and, in the event of oversubscription, in proportion to the number of unit rights that each subscriber has exercised for the subscription of units and, to the extent that this is not possible, by drawing lots. Secondly, allocation shall be made to others who have subscribed for units without the support of unit rights and, in the event of oversubscription, in proportion to the amount subscribed, and to the extent that this is not possible, by drawing lots. Thirdly, allocation shall be made to the parties that have provided issue guarantees for the subscription of units, in proportion to such guarantee commitments. In the event that allocation to these parties cannot be made in full, allocation shall be made in proportion to the number of units that each party has guaranteed for subscription and, to the extent that this is not possible, by drawing lots.

Notification of any allocation of units subscribed for without preferential rights shall be given by sending an allocation notice in the form of a settlement note. Payment shall be made in accordance with the settlement note, but no later than two days after the settlement note has been sent. No notification shall be given to those who have not been allocated units. If payment is not made on time, the subscribed units may be transferred to another party. If the sale price in such a transfer is lower than the price according to this Rights Issue, the person who originally received the allocation of these shares may be liable for all or part of the difference.

Listing of the new shares

Terranet shares are listed on Nasdaq First North Premier Growth Market. Trading in the new shares is expected to commence around week 50, 2025, provided that registration with the Swedish Companies Registration Office has been completed.

Right to dividends

The new shares entitle the holder to dividends for the first time on the record date for dividends that occurs immediately after the Rights Issue has been registered with the Swedish Companies Registration Office and the shares have been entered in the share register at Euroclear.

Information about the processing of personal data

Personal data provided to Mangold or otherwise registered in connection with the preparation or administration of the Rights Issue will be processed by Mangold, which is the data controller, for the administration and execution of the Rights Issue. Personal data will also be processed to enable Mangold to fulfill its legal obligations.

Information about the securities and admission to trading

Terranet shares are admitted to trading on Nasdaq First North Premier Growth Market in Stockholm, Sweden. The shares are traded under the ticker symbol TERRNT B and have ISIN code SE0009806045. The ISIN code for the unit rights is SE0026853509. The ISIN code for BTU is SE0026853517. Trading in the new shares is expected to commence around week 50, 2025, provided that registration with the Swedish Companies Registration Office has been completed.

Guarantee commitments

The Company has received guarantee commitments of approximately SEK 18.5 million, corresponding to 100 percent of the Offer.

In the event that the Rights Issue is subscribed to more than 100 percent, the guarantee commitments will not be utilized. Guarantee compensation is paid at twelve point five (12.5) percent of the guaranteed amount in cash compensation. The guarantee agreements are entered into as of November 4, 2025. The guarantee commitments are not secured by bank guarantees, blocked funds, pledges, or similar, which means there is a risk that the commitments will not be fulfilled, either in whole or in part. See the section Risk Factors and specifically "Unsecured guarantee commitments" for further information.

The tables below summarize the guarantee commitments entered into as of the date of this information document.

Guarantee commitments

Name	Address	Amount, SEK	Share of the Rights Issue, %
C100 AB	Artillerigatan 26, 114 51 Stockholm	11,975,181	64.8
ScanInvest Limited	2602 Universal Trade Centre, 3 Arbuthnot Road, Central, Hong Kong	4,000	21.7
UBB Consulting AB	Drakflygargatan 6, 128 36 Skarpnäck	2,000	10.8
Aramia Capital AB	Upplandsgatan 59, 113 28 Stockholm	500	2.7
Total		18,475,181	100%

Risk factors

An investment in Terranet's securities involves various risks. When assessing the Company's future development, it is important to consider not only the opportunities for positive development but also the risks associated with Terranet's operations and, in an overall evaluation, to review other information in this document and make a general assessment of the external environment. The risk factors listed below are limited to those risks that the Company considers to be significant and specific to the Company and its securities. The risk factors are based on the Company's assessment and available information as of the date of publication of this document.

Operational risks

Risks in product and technology development

Terranet's business concept is to develop technical solutions for advanced driver systems and self-driving vehicles. In 2025, Terranet launched and delivered an MVP of BlincVision for external evaluation by partners in the automotive industry, with integrated hardware and software, improved laser scanner, and further developed AI model. There is a risk that the MVP cannot be sufficiently scaled to a pre-production prototype or commercialized within the planned time frame or cost framework, that integration into vehicle systems proves more complex than anticipated, and that the performance of the system in customer environments does not meet the requirements set by OEM companies, Tier 1 suppliers, or regulatory standards. The transition from internal development to commercialization also entails new risks associated with validation in more environments and applications. If planned tests and evaluations in 2026 do not result in deeper collaborations and business deals, the Company's revenue generation may be delayed.

Furthermore, product development will continue to be a high-priority area for Terranet in the coming years. In 2026, in addition to continuing business development of BlincVision for automotive applications with a view to volume production, the Company intends to focus on developing solutions for areas of use other than automotive applications. The technology used by the Company is largely new, which means that Terranet needs to develop large parts of the product itself and can only use existing solutions on the market to a limited extent. There is a risk that the Company will not succeed in its product development, that the Company's continued product development will not result in sufficiently competitive products, or that the Company's products cannot be adapted to a commercial environment, which could have a material adverse effect on the Company's operations and ability to generate revenue.

Terranet assesses that the probability of the above risks being realized, in whole or in part, is medium. If the risks are realized, this could potentially have a significant impact on the Company.

High technological development and competition

The market for advanced driver assistance systems and autonomous vehicles is characterized by rapid innovation and intense competition. In order for the Company to gain market share and enable the integration of its products with major OEM companies, it is important for the Company to effectively anticipate technological developments, market demand, and other market trends and tendencies in order to develop and adapt its products accordingly. In order to be a competitive player in the market, the Company must also continuously increase and improve the functionality and properties of its products. There is a risk that the Company's current or future assumptions about technological developments, market demand, and other market trends are or will be incorrect or misleading. Technical choices, such as sensor configuration and AI architecture, may prove less competitive on a commercial scale. Furthermore, there is a risk that the Company's competitors will be more effective in adapting their products to prevailing market trends or making more accurate assumptions about technological developments.

Terranet assesses the probability of the above risks being realized, in whole or in part, as medium. If the risks are realized, this could potentially have a significant impact on the Company.

Possible errors in the Company's developed products

The Company's operations entail risks associated with product liability. The delivery of BlincVision MVP to external parties in 2025 means that product liability issues will arise earlier in the chain and in more environments. If specifications for installation, integration, or use are deficient, or if underlying algorithms and sensor systems exhibit errors or security flaws, Terranet may need to take corrective action, incur costs for field updates, respond to warranties, or face claims for damages. This could negatively affect the Company's reputation and customer confidence, lead to lost business opportunities, and delay commercialization.

Terranet assesses the probability of the above risks being realized, in whole or in part, as medium. If the risks are realized, this could potentially have a significant impact on the Company.

Partners

In 2025, the Company signed a new evaluation agreement that strengthens BlincVision's position in the autonomous vehicle industry and entered into an agreement with an international industrial group that creates a strategic broadening of the technology's areas of application outside the automotive sector. The Company's future development is largely dependent on its ability to attract partners for development and validation as well as marketing and commercialization.

There is a risk that the Company will not succeed in finding suitable future partners and/or entering into cooperation agreements on terms favorable to the Company. There are also no guarantees that the Company's existing and/or future partners fully meet or will meet the quality requirements set by the Company and relevant authorities and regulations. Furthermore, there is a risk that the Company's existing collaborations may be terminated, or that the terms and conditions of these collaborations may change in a manner that is disadvantageous to the Company, which would have a material adverse effect on the Company's ability to conduct its business.

The materialization of the above risks could result in delayed commercialization and delays or interruptions in the Company's operations, which would cause unforeseen costs and limited or lost revenue for the Company. If existing and future collaborations cannot be established or maintained, the Group's commercialization may be adversely affected.

Terranet assesses that the probability of the above risks materialising, in whole or in part, is medium. Should the risks materialise, this could potentially have a medium impact on the Company.

Limited resources

Terranet is a small company with limited resources and a limited history. Following delivery of BlincVision MVP in the third quarter of 2025, the Company intends to prioritize the commercialization of the MVP in 2026. Through evaluations that test the system in different environments and applications, the technology will be further developed and integration with vehicle systems will be deepened. At the same time, the Company plans to focus on developing solutions for areas of use other than automotive applications and to strengthen its technical protection through new patents.

Given the Company's market position, financial situation, and limited resources, it is necessary for the Company to continuously make choices regarding priorities and limitations for its operations. There is a risk that the focus chosen by the Company in the future will prove to be incorrect in that a focus on other technology, markets, methods, or areas of operation would have been more profitable or would have generated revenue more quickly. There is also a risk that the Company's capacity and expertise will not be sufficient to maintain an optimal number of parallel development tracks, especially as the number of external evaluations of existing technology will increase in 2026.

An incorrect focus and/or misallocation of the Company's resources could hinder and delay the Company's journey towards profitability and the establishment of a stable market position, which would have a negative impact on the Company's financial position and results.

Terranet assesses that the probability of the above risks being realized, in whole or in part, is low. In the event that the risks are realized, it could potentially have a medium impact on the Company.

Financial risks

Financing and liquidity risk

Despite several important advances in 2025, Terranet is still in a development phase where revenues do not cover costs. During Q2 2025, an oversubscribed rights issue and two private placements were carried out, which together provided the Company with approximately SEK 40.0 million. However, the Company believes there is a risk that additional capital will need to be raised in the future to finance evaluations, commercialization, regulatory compliance, and market introduction. At each individual capitalization occasion, the general market situation and financial climate are important, and there is a risk that the Company will not be able to raise additional capital on acceptable terms when the need arises. If capital cannot be raised in a timely manner and on acceptable terms, the Company may need to postpone, reduce, or discontinue development projects, which would negatively impact timelines and revenue prospects.

Terranet assesses that the probability of the above risks being realized, in whole or in part, is low. If the risks are realized, it could potentially have a significant impact on the Company.

Legal and regulatory risks

Risks related to license agreements

One of the sensor technologies being evaluated for BlincVision's functionality is based in part on patents related to VoxelFlow™ technology. Since 2019, Terranet has had a license agreement (renegotiated in 2020) with inventor Gerhard Dirk Smits, whereby the Company licenses patents for high-resolution image analysis for optical scanning and calibration using lasers to identify moving objects in dangerous traffic situations. The license applies to the market for vehicles and means of transport, it is exclusive, global, and without time limitations. Of any revenue attributable to the commercialization or sublicensing of the patents, Gerhard Dirk Smits shall, to the extent that the patents are used, receive compensation amounting to low single-digit royalties. There is a risk that investments related to licensed patents will not yield the intended technical or commercial results, that the terms of the license agreement will be interpreted differently by the parties, or that competing solutions will reduce the value of the license. Furthermore, there is a risk that the license agreement will be renegotiated on terms less favorable to the Company or that it will be terminated altogether. A potential realization of the above risks would have a negative impact on the Company's commercialization opportunities and thus adversely affect the Company's operational activities and financial position.

Terranet assesses that the probability of the above risks being realized, in whole or in part, is medium. If the above risks are realized, it could potentially have a medium impact on the Company.

Risks related to patents and intellectual property rights

As of September 31, 2025, the Company's intangible assets amounted to approximately SEK 28 million, of which patents and trademarks amounted to approximately SEK 2 million and capitalized development costs amounted to approximately SEK 26 million. In 2025, Terranet received notification of approved Swedish patents relating to a method for analyzing movements based on event camera data and a method for improving input data to AI-generated models. The new patents strengthen the Company's IP portfolio and mark an important step in the development of BlincVision. Furthermore, the Swedish patents provide a good basis for corresponding patent applications internationally. However, the outcome of ongoing and planned patent applications in Europe, the US, and China is uncertain, and it may take time before the Company achieves full international protection.

There is a risk that the Company will not be able to maintain or renew existing or future patents, or that innovations developed by the Company in the future will not be able to obtain sufficient protection. Furthermore, there is a risk that the Company will infringe, or be alleged to infringe, the intellectual property rights of third parties. If the Company's competitors develop new technology or innovations, there is also a risk that the Company's intellectual property rights will be replaced or circumvented. If the Company is unable to maintain or uphold adequate protection for its intellectual property rights in the future, or if the Company is alleged to infringe on the intellectual property rights of third parties, this could have a material impact on the Company's operations, profitability, and financial position.

Terranet assesses the probability of the above risks being realized, in whole or in part, as medium. If the risks are realized, this could potentially have a medium impact on the Company.

Risks related to regulatory approvals and regulatory compliance

Road safety is a priority issue for decision-making bodies and authorities, both nationally and internationally. Regulations in the field of vehicle safety are constantly evolving, while requirements from the EU, Euro NCAP, and NHTSA are continuously being supplemented. There is a risk that the Company's products and safety systems will not meet the requirements of the relevant authorities or that the Company's products and/or technology will not meet the recommendations of industry organizations, which could prevent OEM companies and Tier 1 suppliers from entering into agreements for the Company's manufacturing licenses. In connection with the external evaluation of the Company's MVP, there is a risk that the Company will not obtain the necessary certifications, as further verifications, documentation, and certification efforts are deemed necessary before integration into series production can take place. Stricter standards, longer processes, or changed test protocols may entail more resource-intensive compliance, delayed market introduction, or increased costs for the Company.

Terranet assesses that the probability of the above risks, in whole or in part, materialising is medium. Should the risks materialise, this could potentially have a significant impact on the Company.

Risks related to the Company's securities and the Rights Issue

Risk associated with dilution in future issues

The Company estimates that the proceeds from the current Rights Issue and the private placement announced by the Company in a press release on November 4, 2025, will secure the Company's liquidity into the first quarter of 2027. However, it should be noted that the Company has historically financed product development and other operations through new share issues and given that the Company is still partly in a development phase and will continue to focus on development in 2026, Terranet may need to raise additional capital through new share issues in order to continue financing its operations.

If the Company chooses to raise additional capital through directed share issues in the future, the holdings of existing shareholders who are not entitled to subscribe will be diluted. Shareholders may also have their holdings diluted by not subscribing for their share in any future rights issue. Such dilution means that the shareholder's relative voting power and thus their ability to influence decisions at the general meeting is weakened and that the shareholder's share in the Company's assets and earnings is reduced. If the Company needs to raise additional capital in the future through the issue of share-related securities, this could have a moderate negative impact on the Company's share price, which in turn would also have a negative impact on existing shareholders.

Terranet assesses that the probability of the above risks being realized, in whole or in part, is medium.

Unsecured guarantee commitments

The Company has received guarantee commitments from existing and external investors to a value of approximately SEK 18.5 million, corresponding to 100 percent of the Rights Issue. Guarantee commitments are not secured by bank guarantees, blocked funds, pledges, or similar arrangements. In the event that all or part of the guarantee commitments are not fulfilled, there is a risk that the Offer will not be subscribed to the planned extent, with the effect that the Company will receive less capital than estimated to finance its continued operations. This would have a negative impact on the Company's financial position and also on the implementation of planned measures after the completion of the Offer, which in the long run could lead to reduced future revenues or otherwise significantly affect the Company's operations. The Company's share price, and thus an investor's capital, could be significantly negatively affected for these reasons if the above risks materialize.

Terranet assesses that the probability of the above risks materializing, in whole or in part, is low.