

Modus Therapeutics Holding AB Publishes Prospectus in Connection with the Upcoming Rights Issue

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The Board of Directors of Modus Therapeutics Holding AB ("Modus" or the "Company") has, in connection with the rights issue with pre-emptive rights for existing shareholders announced on November 8, 2023 (the "Rights Issue"), prepared an EU Growth Prospectus (the "Prospectus") which today has been approved and registered by the Swedish Financial Supervisory Authority.

Publication of Prospectus

The Prospectus has been prepared in connection with the Rights Issue and has today, on November 14, 2023, been approved and registered with the Swedish Financial Supervisory Authority. The Prospectus, containing complete terms and instructions, as well as subscription forms, is available on the Company's website (www.modustx.com) and on the website of Erik Penser Bank (www.penser.se). The Prospectus will also be available on the website of the Swedish Financial Supervisory Authority (www.fi.se).

Summary of the Rights Issue

- Shareholders in Modus will receive one (1) subscription right per share held on the record date of November 15, 2023
- Four (4) subscription rights entitle the holder to subscribe for five (5) new shares
- The subscription price is SEK 2.00 per share
- Trading in subscription rights will take place during the period from November 17 – November 28, 2023
- The subscription period runs from November 17 – December 1, 2023

The Rights Issue is covered by subscription commitments of approximately 43.8 percent. Upon full subscription in the Rights Issue, the Company will receive approximately SEK 40.3 million. For further information about the Rights Issue, please refer to the published Prospectus.

Advisors

Erik Penser Bank AB is the financial advisor to Modus in connection with the Issues, and Advokatfirman Vinge KB is the legal advisor.

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About Modus Therapeutics and sevuparin

Modus Therapeutics is a Swedish biotechnology company headquartered in Stockholm is developing its proprietary polysaccharide sevuparin as a potential treatment for several major healthcare needs including sepsis/septic shock and other disorders with severe systemic inflammation as well as states of anemia, related to chronic inflammation such as kidney disease. There is a great need for new treatments that can effectively treat these conditions. Modus' ambition is to create a paradigm shift in the care of these diseases, where sevuparin could provide therapeutic benefits. Modus Therapeutics is listed on the Nasdaq First North Growth market ("MODTX"). More information is available at www.modustx.com.

Sevuparin is a clinical stage, innovative proprietary polysaccharide drug with a multimodal mechanism of action, including immunomodulating, anti-adhesive and anti-aggregate effects. Sevuparin is a heparinoid with markedly attenuated anti-coagulation features that allows severalfold higher doses to be given, compared to regular heparinoids, without the associated risk for bleeding side-effects. Two routes of administration of sevuparin are currently being tested – an IV formulation for in-patient administration and a subcutaneous formulation that allows ambulatory and home care administration.

Important Information

The information in this press release does not constitute an offer to acquire, subscribe or otherwise trade in shares or other securities in Modus. The invitation to concerned persons to subscribe for shares in Modus will be made only through the prospectus that Modus will publish on or about November 14, 2023. No action has been taken, or will be taken, by Modus to permit an offer to the public in jurisdictions other than Sweden.

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Forward-looking statements

This press release contains certain forward-looking statements that reflect Modus' current views and expectations regarding future events and financial and operational developments, including statements regarding the Rights Issue and statements regarding guidance, planning, prospects and strategies. Words such as "intended," "estimated," "expected," "planned," "estimated," "may," and other expressions that imply indications or predictions of future developments or trends and are not based on historical facts constitute forward-looking statements information. Although Modus believes that these statements are based on reasonable assumptions and expectations, Modus cannot guarantee that such forward-looking statements will be realized. Because these forward-looking statements involve both known and unknown risks and uncertainties, actual outcomes may differ materially from those expressed in forward-looking information. Forward-looking statements in the press release speak only as of the date of the press release and are subject to change without notice. Potential investors should not place undue reliance on the forward-looking information contained herein, and potential investors are strongly encouraged to read those parts of the prospectus that include a more detailed description of factors that may affect the Company's business and the market in which the Company operates. The Company makes no promises to publish updates or revisions to forward-looking statements as a result of new information, future events or the like beyond what is required by applicable laws or stock market regulation.

Attachments

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