

A photograph of two people from behind, embracing on a grassy hill. The person on the left has curly hair and is wearing an orange long-sleeved shirt and blue jeans, pointing towards the horizon. The person on the right is wearing a grey knit sweater and a red knit hat. In the background, there is a large body of water and mountains under a sunset sky. A thick green line starts from the left, curves under the word 'nature' in the title, and continues to the right edge of the frame.

Innovative by nature

Lenzing Investor Presentation

Amadeus project

December 20, 2019

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- Definition and further details on the calculation of financial key indicators can be derived from the Half-Year Report and the Annual Report. These reports are also available online on the website of the Lenzing Group www.lenzing.com in the section "Investors".

Recap – key facts about “Amadeus” DWP project

- JV LD Cellulose: Lenzing holds 51 %, Duratex 49 %
- Key facts:
 - 500 kt single line dissolving wood pulp mill – largest of its kind
 - USD 1.3bn industrial capex
 - Absolute cost leader with cash costs of ~USD 300 per mt
 - Expected start-up in H1-2022
 - 50.000 ha FSC® certified wood supply secured
 - Duratex to contribute the biomass as contribution in kind to the JV
 - All relevant permits in place, agreements with all major EPC partners signed



Site infrastructure development has already been started



Stave installation



Stave installation



South Channel Excavation



Filling operation



Filling operation

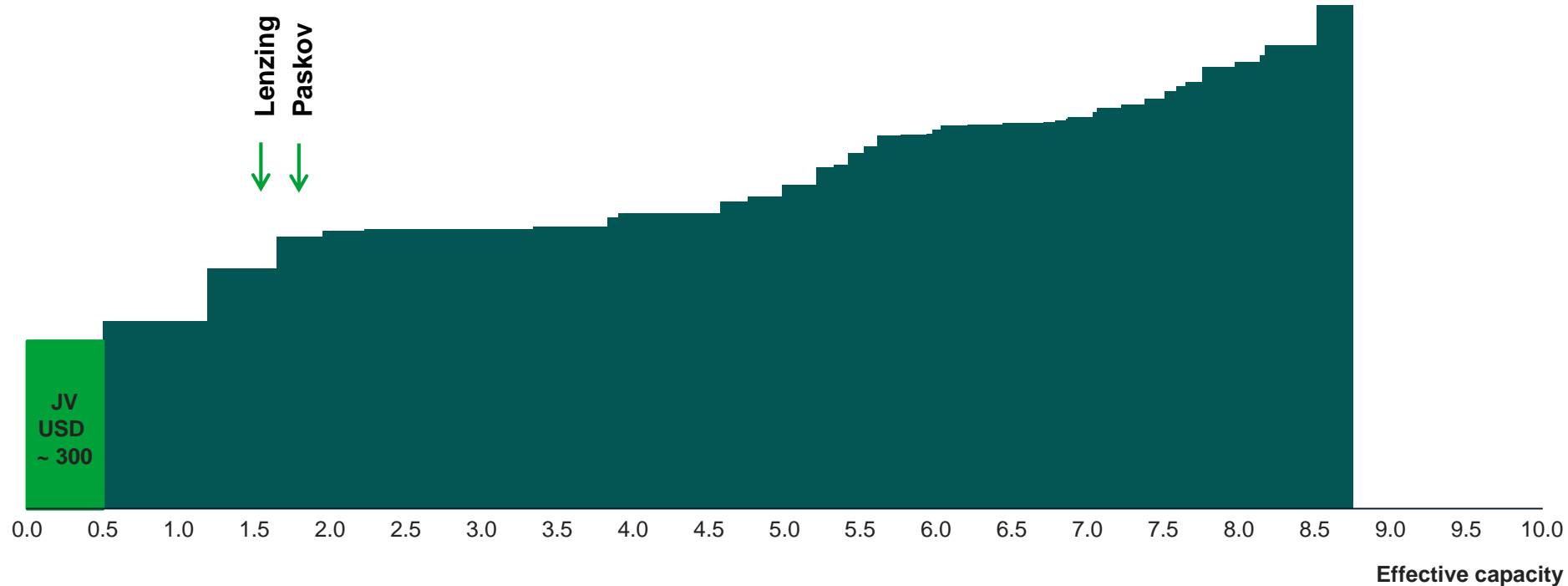


Cutting operation

“Amadeus” to become absolute cost leader

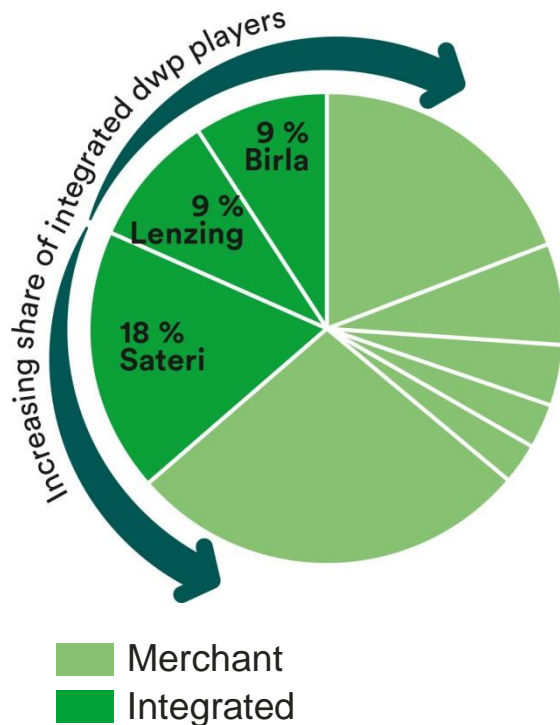
Commodity grade dissolving wood pulp (DWP) cash cost curve
Cif China USD/t

- Long-term historic average DWP price: USD 900+/mt
- Average cash cost: USD 670/mt

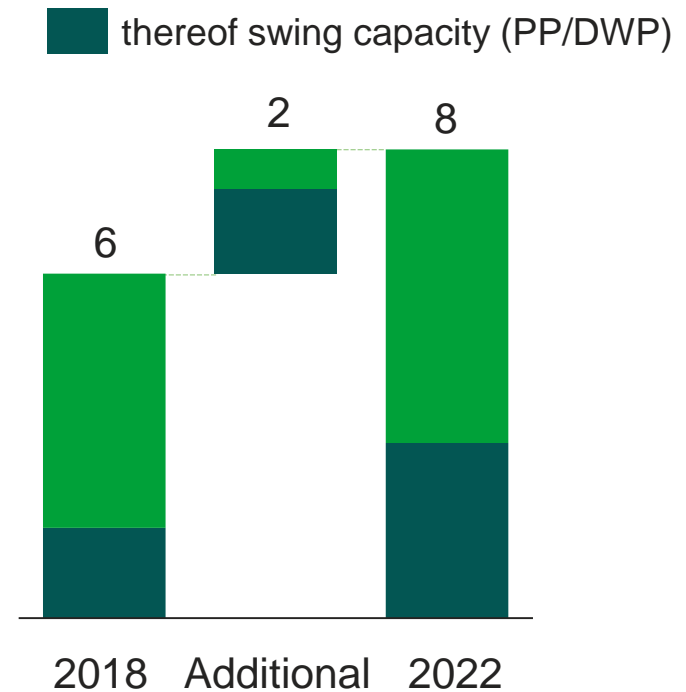


Share of DWP backward integrated players is increasing

Capacity distribution, 2018, %



Forecasted capacity, mt



Sources: Hawkins Wright, Lenzing estimates

Amadeus JV financing

- Financing provided: Lenzing 51%, Duratex 49%
- Financing structure: 37% equity, 63% debt
- Supported by ECA and Multilaterals
- Debt guaranteed on a pro-rata basis by sponsors
- Currency: USD, with adequate tenor
- FX hedging for construction phase (BRL/USD)

Key message

- Conservative debt financing
 - Contracts to be finalized in Q1/2020
- Consolidated balance sheet to reflect full size of investment
 - BUT: Duratex guarantees for 49% of equity & debt
- Strong FCF generation as of 2022 from Iyocell Thailand and Amadeus

Contacts and financial calendar

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<https://www.lenzing.com/en/sustainability>

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Financial calendar

Full year results 2019	March 12, 2020
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76 th Annual General Meeting	April 16, 2020
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Results 01-03/2020	May 6, 2020
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Half-year results 2020	August 5, 2020
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Results 01-09/2020	November 4, 2020
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