

REVASUM

ASX release (ASX: RVS)

SQN Financing Facility Update

San Luis Obispo, California – 8 February 2023: Global semiconductor technology and equipment firm, **Revasum, Inc. (ASX: RVS, 'Revasum' or the 'Company')** is pleased to announce that it has entered into a non-binding term sheet with SQN Venture Partners LLC ('**SQN**') and Firsthand Capital Management, Inc ('**Firsthand**'), setting out the terms on which Firsthand agrees to invest up to an additional US\$2 million and the parties agree to amend the Note and Security Agreement between SQN and Revasum ('**Growth Capital Facility Agreement**') in relation to Revasum's growth capital facility ('**Growth Capital Facility**').

As announced on 2 September 2022, the Company had not met certain financial covenants under the Growth Capital Facility Agreement, resulting in an event of default. In particular the Company advised that it had not met the liquidity covenant which stipulates that Revasum must maintain at least 6 months of liquidity ('**Minimum Runway**').

The Company has been in ongoing discussions with SQN to determine a commercially agreeable strategy to cure the financial covenant breach, which has now resulted in SQN, Revasum and Firsthand entering a non-binding term sheet whereby Firsthand agrees to provide up to an additional US\$2 million of funding to Revasum and the parties agree to amend the Growth Capital Facility Agreement on the material terms set out in the schedule to this announcement. The parties are in ongoing negotiations to finalise the terms and formal documentation including as to whether the investment will take the form of debt and/or equity and Revasum will announce the final terms of the funding and facility amendment when settled.

In conjunction with the new funding from Firsthand, all existing defaults under the Growth Capital Facility will be waived, the Interest only period will be extended and the interest payable under the Growth Capital Facility will return to the pre-default interest rate.

THIS ANNOUNCEMENT WAS AUTHORISED FOR RELEASE BY THE BOARD OF DIRECTORS

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For further information, please contact:

Company

Scott Jewler
President and Chief Executive Officer
E: scott.jewler@revasum.com

Investors

Bruce Ray
Chief Financial Officer, Revasum
E: Bruce.ray@revasum.com
P: +1-805-5401182

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About Revasum

Revasum (ARBN: 629 268 533) specializes in the design and manufacturing of equipment used for the global semiconductor industry. Revasum's equipment helps drive advanced manufacturing technology for critical growth markets, including automotive, IoT, and 5G. Our product portfolio includes state of the art equipment for the grinding, polishing, and chemical mechanical planarization processes used to manufacture devices for those key end markets. All of Revasum's equipment is designed and developed in close collaboration with our customers. Learn how we create the equipment that generates the technology of today and tomorrow, visit www.revasum.com.

Safe Harbor Statement

This announcement contains forward-looking statements, which address a variety of subjects including, for example, financial projections, our statements regarding expected events, including expected revenue and earnings, system shipments, expected product offerings, product development, market adoption and technical advances. Statements that are not historical facts, including statements about our beliefs, plans and expectations, are forward-looking statements. Such statements are based on our current expectations and information currently available to management and are subject to a number of factors and uncertainties, many of which are outside the control of the Company, which could cause actual results to differ materially from those described in the forward-looking statements. The Company's management believes that these forward-looking statements are reasonable as and when made. However, you should not place undue reliance on any such forward-looking statements because such statements speak only as of the date they are made. Revasum does not undertake any obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required by law or the ASX Listing Rules. In addition, forward-looking statements are subject to certain risks and uncertainties that could cause actual results, events and developments to differ materially from our historical experience and our present expectations or projections.

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A summary of the material terms of the Term Sheet are set out below.

Material Terms of the Term Sheet	
New Investment by Firsthand	
New Investment	Firsthand agrees to invest up to a maximum of US \$2 million of new cash in Revasum, with the: <ul style="list-style-type: none">• first US\$1 million to be drawn down as soon as the formal financing documentation can be completed but in any event no later than February 28, 2023 or such later date as any required shareholder approvals are obtained ('Closing Date'); and• The remaining US\$1 million may be drawn down in one or more tranches by Revasum with the prior consent of SQN.
Security to be issued	Firsthand, SQN and Revasum are currently in negotiation on the exact type of security to be issued by Revasum to Firsthand for its new investment, which may include a combination of debt and equity.
Growth Capital Facility Agreement - Amendments and confirmations	
Forbearance	On the Closing Date, SQN will provide a forbearance certificate which confirms (amongst other things) that all defaults and breaches under the Growth Capital Facility Agreement on or before the Closing Date have either been waived or cured.
Amortization Period	The Growth Capital Facility Agreement currently provides that the loan has a one-year interest only period, with amortization to start March 1, 2023. The proposed financing transaction would extend the amortization start date to January 1, 2024, with the Growth Capital Facility Agreement being amended to reflect this.
Interest Rate	The interest rate under the Growth Capital Facility Agreement will decrease from the current 14.75% to WSJ prime +2% or 9.75% at present, being the original interest rate prior to the default.
Other terms	The other terms of the Growth Capital Facility Agreement remain unchanged.