

Press release

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Success of the capital increase with preferential subscription rights maintained: Fermentalg raises €12.6 million to accelerate its deployment in natural food colorings, nutrition & health

- **Total amount subscribed:** €17.5 million and 1.6 times the initial offer
- **Extension clause exercised in full**
- **Settlement – delivery and listing for trading:** 23 October 2017

Libourne – 20 October 2017 – Fermentalg (Euronext – FALG), a French leader in microalgae for nutrition and health, has announced on October 19, 2017, the success of its capital increase with preferential subscription rights maintained.

The increase will give the company the additional means to finance its development, notably regarding the partnership signed with DIC Corporation¹, in natural food colorings, nutrition & health.

Philippe Lavielle, Chairman and CEO of Fermentalg, said: *"I would like to thank all of our shareholders, both old and new, for the support and continued faith they have shown in taking part in this capital increase. Combined with the bond issue which will be subscribed by DIC Corporation by 30 November 2017 at the latest, the operation will give us the financial means needed to confidently pursue our strategic roadmap and bring our innovation to the markets."*

Key characteristics of the operation

Demand for the capital increase resulted in the issue of 6,997,715 new shares at a unit price of €2.50, i.e. an oversubscription of 159% on the initial offering, taking the total amount to €17,494,288.

Irreducible subscriptions resulted in the issue of 4,163,848 shares following the exercise of 94.71% of preferential subscription rights. Reducible subscriptions resulted in the issue of 2,833,867 shares.

¹ See press release of 11 September 2017: [Fermentalg joins forces with Japanese firm DIC to develop a new generation of natural food colorings](#)

The decision by Fermentalg to exercise the extension clause in full resulted in the issue of 5,055,616 new shares and an increase of €12,639,040. Accordingly, reducible subscriptions will only be allocated in part for 891,768 shares.

Following settlement-delivery on 23 October 2017, Fermentalg's capital will be made up of 17,145,135 shares. A request will be submitted to admit the new shares for trading for new shares on Euronext Paris on the same day and on the same line as existing shares (ISIN code: FR0011271600 - Ticker: FALG).

Following the capital increase, Fermentalg's shareholder structure will break down as follows:

Shareholder	Before capital increase			Reductible & unreductible subscriptions (nb of shares)	After capital increase		
	Shares	% Capital	% Rights		Shares	% Capital	% Rights
Emertec 4	2,111,500	17,47%	14,68%	5	2,111,505	12,32%	10,86%
Demeter 2	1,738,611	14,38%	23,40%	253,549	1,992,160	11,62%	18,62%
Fonds Ecotechnologies (Bpifrance Investissement)	1,255,000	10,38%	8,73%	801,318	2,056,318	11,99%	10,58%
Bpifrance Participations	661,052	5,47%	4,60%	1,335,531	1,996,583	11,65%	10,27%
Autres Investisseurs	6,323,356	52,30%	48,59%	2,665,213	8,988,569	52,43%	49,67%
TOTAL	12,089,519	100,00%	100,00%	5,055,616	17,145,135	100,00%	100,00%

The stake of a shareholder who held 1.00% of the capital of the company prior to the increase but who did not subscribe to the operation is now reduced to 0.71%.

Publication of the Prospectus

The Prospectus linked to the capital increase was approved by the French markets authority, the AMF, under No. 17-515 on 27 September 2017. It consists of the 2016 registration document registered with the AMF under No. R.17-051 on 29 June 2017, and a securities note ("*note d'opération*") which includes a summary of the Prospectus. The documents are available free of charge and on simple request addressed to 4 rue Rivière in Libourne (33500), as well as on the Group website (www.fermentalg.com) and the AMF website (www.amf-france.org).

Risk factors

As well as the risks described in chapter 4 of the registration document, the investor's attention is also drawn to the risk factors associated with the offering presented in chapter 2 of the securities note.

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About Fermentalg

Fermentalg is a French leader in microalgae. Based in Libourne (Nouvelle Aquitaine), the company produces oils, pigments and proteins through the bio-industrial exploitation of microalgae. Its primary markets are the human nutrition and animal feed sectors as well as the health industry. Fermentalg shares are listed on Euronext in Paris (FR0011271600 - FALG). For more information, visit the Fermentalg website at: www.fermentalg.com



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With respect to member states of the European Economic Area other than France that have transposed the Prospectus Directive, (the "concerned member state"), no action has been taken or will be taken to offer securities that would require the publication of a prospectus in any member state other than France. Accordingly, new shares in Fermentalg S.A. may not and will not be offered in any concerned member state other than France except (a) to qualified investors as defined in the Prospectus Directive; or (b) in other cases where Fermentalg S.A. is not required to publish a prospectus under Article 3(2) of the Prospectus Directive.

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