

Corporate

Current price **0.6p**

Sector **Alternative Energy**

Code **AEG.L**

AIM **AIM**

Share Performance



Source: Thomson Reuters, Allenby Capital

Share Data

Market Cap (£m) **23.4**

Shares in issue (m) **3,902.1**

52 weeks High Low

1.75p 0.39p

Financial year end **December**

Source: Company Data, Allenby Capital

Key Shareholders

Gravendonck Prvt Foundation **21.33%**

Lombard Odier AM (Europe) **12.30%**

Premier Fund Managers **10.20%**

AXA Investment Managers UK **4.61%**

Source: Company Data, Allenby Capital

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Active Energy Group plc (AEG.L)

AGM update on recent positive developments

An operational update has been issued by Active Energy Group (AEG) in an AGM statement which details encouraging advances achieved across a number of fronts over the past six weeks. These include successful initial production of CoalSwitch™, the delivery of product to PacifiCorp in June 2021, the delivery of samples to over 10 prospective customers and the appointment of Max Aitkin in a new executive management role to develop key customer relationships. Additionally, emissions analysis at the JV site in Ashland, Maine will be undertaken to support permit advances while engineering/design work is being performed for larger CoalSwitch™ production facilities of up to 20 tph at the JV site.

- CoalSwitch™ production** – CoalSwitch™ product was successfully delivered to PacifiCorp on time and on schedule from the JV plant at Ashland. The results of the test programme at the Hunter Power Plant in Utah is underway with results to be shared once available. AEG is now working with Player Design Inc, its JV partner, to complete emissions analysis and optimise the manufacturing process to increase the production rate toward 3 tonnes per hour (tph) assuming an operating permit extension is received.
- CoalSwitch™ samples delivered to over 10 prospective customers** – Now that product is being produced, AEG's sales teams in the US and Japan have delivered samples of CoalSwitch™ to over ten prospective customers and are working with power utilities and other companies who (after independent sample analysis) the Board anticipates will place orders for significant quantities for larger scale test burns. If successful these could lead to longer-term off-take negotiations. Max Aitkin, currently a Non-executive director of AEG, will assume new executive management responsibilities during the second half of 2021 which will include the development of these key customer relationships.
- Permit amendment at Lumberton awaited and cessation of lumber operations** – The Company's application to amend the permit for the CoalSwitch™ facility at Lumberton has been submitted. Emissions data from Ashland will be submitted to the relevant authorities in North Carolina to support the application. The timeline for final approval and completion of the plant will be shared with shareholders in due course. As a consequence of focusing on CoalSwitch™, AEG has now ceased its lumber operations at Lumberton.
- Timber cutting in the Province of Newfoundland and Labrador** – AEG has been notified that its commercial timber cutting permit has been cancelled. Discussions continue with the Province regarding the introduction of a CoalSwitch™ production facility. The Newfoundland and Labrador assets were fully impaired at 31 December 2020.
- Commercialisation of CoalSwitch™ at scale is gaining traction** – The level of customer enquiries for CoalSwitch™ within North America and internationally has accelerated now that CoalSwitch™ is in production and no longer just a concept. We view the next twelve months as being potentially transformational for AEG as it commercialises CoalSwitch™ production on an increasingly significant commercial scale.
- Forecasts under review** – AEG has now ceased its lumber and timber cutting activities and the Board's focus is now on accelerating the commercialisation of CoalSwitch™ and other next generation biomass products that have the potential to transform the traditional coal fired-power industry and existing renewable biomass industry. Consequently, during this period of transition, our financial forecasts for the Group will remain under review.

Allenby Capital act as joint broker to Active Energy Group plc.

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