

Lifecare – Contemplated private placement

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Bergen, 04.10.21

Lifecare AS ("**Lifecare**" or the "**Company**") has retained Carnegie AS as bookrunner and manager (the "**Manager**") to advise on and effect a contemplated private placement directed towards Norwegian and international investors, subject to and in compliance with applicable exemptions from relevant prospectus or registration requirements (the "**Private Placement**"). The Company is contemplating to raise gross proceeds of between NOK 25 and 40 million by issuing new shares (the "**Offer Shares**" or "**New Shares**") in the Company through an accelerated bookbuilding process.

The Company intends to use the net proceeds from the Private Placement for: (i) Further research, development and clinical studies of the implantable sensor Sencell towards CE mark, (ii) strengthening the Company's balance sheet to ensure financial capacity and flexibility to pursue growth opportunities, (iii) working capital as well as for general corporate purposes, and (iv) continue to develop the organization and internationalize the Company.

Several of the Company's major shareholders have pre-committed to subscribe for new shares in the contemplated Private Placement without reservation on terms or request for pre-commitment fee:

Teigland Eiendom AS (largest shareholder - 18.2%):	NOK 10 million
Lacal AS (second largest shareholder - 13.1%):	NOK 6 million
Spit Air AS (eighth largest shareholder – 2.2%):	NOK 1 million
Patricia Sandquist (seventh largest shareholder – 2.2%):	NOK 0.8 million

Nordea Investment Management has indicated interest to subscribe for its pro-rata share in the transaction (8.15%)

The final number of Offer Shares and the subscription price for the Offer shares will be determined by the Company's Board of Directors (the "**Board**"). The application period for the Private Placement will commence on 4 October 2021 at 09:00 CEST and is expected to close on 5 October 2021 at 16:30 CEST (the "**Application Period**"). The Company, after consultation with the Manager, reserves the right to at any time and in its sole discretion resolve to close or to extend the Application Period or to cancel the Private Placement in its entirety without further notice. If the Application Period is shortened or extended, any other dates referred to herein may be amended accordingly.

Allocation of the shares in the Private Placement will be determined after the expiry of the Application Period, and the final allocation will be made by the Board at its sole discretion, following advice from the Manager. Delivery versus payment settlement of the New Shares will be facilitated by existing and unencumbered shares in the Company being borrowed by the Manager from Teigland Eiendom AS and Lacal AS pursuant to a share lending agreement between such parties and the Company. The shares will thus be tradable from allocation. The Manager will settle the share loan with new shares in the Company to be issued by a resolution of the Board pursuant to authorisations granted by the extraordinary general meetings held on 20 November 2020 and 10 September 2021.

Completion of the Private Placement is subject to the corporate resolutions of the Company required to implement the Private Placement, including a resolution of the Board to proceed with the Private Placement following the expiry of the Application Period and to increase the share capital of the Company by the issuance of the New Shares.

The Board has considered alternative structures for the raising of new equity. Following careful considerations, the Board is of the view that it will be in the common interest of the Company and its shareholders to raise equity through a private placement setting aside the pre-emptive rights of the shareholders. By structuring the transaction as a private placement, the Company will be in a position to raise capital in an efficient manner. In addition, the Private Placement will be subject to marketing through a publicly announced book building process. By this, a market-based subscription price will be achieved.

The Company may, subject to completion of the Private Placement, and certain other conditions, propose to carry out a subsequent offering of new shares which, subject to applicable securities law, will (subject to changes to the

Application Period) be directed towards existing shareholders in the Company as of 5 October 2021 (as registered in the VPS two trading days thereafter), who (i) were not allocated Offer Shares in the Private Placement, and (ii) are not resident in a jurisdiction where such offering would be unlawful or, would (in jurisdictions other than Norway) require any prospectus, filing, registration or similar action.

This is Lifecare

Lifecare is a Bergen-based technology company developing a miniaturized implantable long-term sensor for correct and continuous monitoring of blood sugar in people with diabetes. The Company's patented technology also has the potential for use in various biomarkers. Lifecare AS is listed on Euronext Growth (LIFE).

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This information is subject to the disclosure requirements pursuant to section 5-12 of the Norwegian Securities Trading Act. This stock exchange announcement was published by Kine Hereid, Investor Relations at Lifecare AS, on 04.10.2021 at 08.15 CET.

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