



## Use of Proceeds - \$10 MM Offering

EnerPure Inc. (“EnerPure” or the “Company”) is undertaking a \$10,000,000 CAD capital raise to build on the Company’s success to date and to execute the Company’s growth strategy and continue building shareholder value in preparation for becoming a public company. The following table summarizes the use of proceeds for this capital raise.

Use of Proceeds	
Pursue Public Listing on a Canadian Stock Exchange	850,000
New Staff to Support Corporate Development & Growth	625,000
Planning and Detailed Design for Future Regeneration Units (Barney 2+)	2,700,000
Existing Regeneration Unit (Barney 1) Capacity Increases & Tank Farm Upgrades	150,000
Project & Business Development - Barney 2 - 5	550,000
Working Capital	4,425,000
Cost of Capital	700,000
<b>Total</b>	<b>10,000,000</b>

### **Pursue Public Listing on a Canadian Stock Exchange - \$850,000**

EnerPure is targeting listing as a public company within 12 months of completing this current capital raise. Proceeds will be used to engage professional services to prepare the necessary documentation for a public listing and for market listing fees.

### **New Staff to Support Corporate Development & Growth - \$625,000**

To ensure that EnerPure has the necessary internal resources to pursue multiple regeneration unit projects, additional staff members are required. Staffing increases will include a CFO, another engineer, a communications & investor relations specialist, a business development lead, and administrative support. In total, EnerPure will hire five new staff members dedicated to supporting corporate development and growth.

### **Planning and Detailed Design for Future Regeneration Units (Barney 2+) - \$2,700,000**

EnerPure's Southern Manitoba facility (Barney 1) has conclusively proven the ability of the technology to convert waste lubricating oil into distillate fuel. The information gained from the operation of this facility will be incorporated into the detailed design of future regeneration units (Barney 2 and beyond). This is a standard engineering exercise, with the goal of optimizing the operation of future units while minimizing capital cost.

### **Existing Regeneration Unit (Barney 1) Capacity Increases & Tank Farm Upgrades - \$150,000**

Funds from the capital raise will be used to begin the design effort to increase the overall capacity of EnerPure's Southern Manitoba facility, Barney 1. EnerPure has identified certain aspects of the process that would benefit from incorporating learnings from operations to date. Further to these modifications, EnerPure will begin the engineering and design effort to increase the current tank farm capacity to allow for more operational flexibility at this facility.

### **Project & Business Development - Barney 2 - 5 - \$550,000**

EnerPure is now in a position to begin deploying its regeneration technology across North America. With the successful operation of the technology in Southern Manitoba, EnerPure is moving forward with additional regeneration unit deployments. Funds will be used to secure land rights for Barney 2-5 and initiate the engineering assessments and environmental permitting processes for these sites.

As sites are identified and secured, waste oil purchase contracts would be concurrently secured to ensure a stable and adequate supply of feedstock for the regeneration unit.

EnerPure will be leveraging a variety of project funding to cover the deployment of a regeneration unit. In particular, EnerPure will be making use of government funding programs such as BDC and EDC, debt financing, and joint ventures. EnerPure has already been in discussions with various financial groups and has begun identifying other government programs looking to fund cleantech innovation.

### **Working Capital - \$4,425,000**

EnerPure requires working capital as commercial operations ramp up and more regeneration projects are developed. \$4.425 million for working capital allows EnerPure to continue operations and manage the corporate development and growth activities occurring over the next 18 months.

As additional regeneration unit projects are developed, funding from these projects will support EnerPure's corporate expenses. However, having this working capital secured prior to these deployments will reduce deployment timelines and allow EnerPure to pursue a more aggressive growth strategy and secure experienced staff to execute the corporate business plan.

### **Cost of Capital - \$700,000**

EnerPure has engaged Ascenta Finance, an experienced Exempt Market Dealer (EMD) based in Vancouver, to undertake this capital raise. Ascenta has a demonstrated record of successfully raising capital for private companies that are targeting a public listing.

### **Funding Accomplishments & Targeted Outcomes**

- Land rights secured for the next four commercial regeneration units including completion of site assessments and engineering assessments.
- Environmental permitting process underway or complete for next four commercial regeneration unit sites.
- Waste oil purchase contracts underway or secured for the next four commercial regeneration unit sites.
- Project funding secured for the next ten commercial regeneration unit sites.
- Prepare Company for public listing and become a publicly traded company within 12 months of capital raise closing.
- Hire needed internal staff, including an experienced Chief Financial Officer, to support the public listing process and business development efforts.

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