

SynAct Pharma announces that the exercise period for warrants of the TO 2 series will start on July 1, 2020

SynAct Pharma AB ("SynAct" or "The Company") today announces that the exercise period for warrants of series TO 2 ("TO 2") will start on 1 July 2020. The exercise period runs from 1 July to 22 July 2020. Holders of TO 2 have the right for each TO 2 subscribe for one (1) new share in SynAct at a price of SEK 6.70 per share. SynAct's Board of Directors and management have entered into an agreement to subscribe for 100 per cent of the Board's and management's total holdings of TO 2. In total, the Board and management have agreed to subscribe approximately SEK 1.2 million of TO 2. If all warrants of TO 2 are exercised, SynAct is provided approx. SEK 32.8 million before issue costs. Holders of TO 2 must subscribe for new shares by utilizing TO 2 no later than 22 July 2020 or sell TO 2 no later than 20 July 2020. Teaser and information sheet will be available today, 30 June, on SynAct's (www.synactpharma.com) and Sedermera Fondkommission's (www.sedermera.se) websites.

CEO Jeppe Øvlesen comments:

"Through the treatment concept called resolution therapy, drug candidate AP1189 activates the body's own immune cells to strengthen the immune system's healing mechanisms. With promising results for AP1189 in the ongoing Phase II clinical trials in Rheumatoid Arthritis (RA) and Nephrotic Syndrome (NS), we will increase the opportunities and our negotiating position for attractive agreements for SynAct, with the goal of signing commercial agreements with one or more major pharmaceutical companies. We hereby invite you all to participate and exercise your warrants of series TO 2, an important investment in SynAct's continued development. "

TO 2 in summary:

- Subscription price: Each TO 2 gives the holder the right to subscribe for one (1) new share in SynAct at a price of SEK 6.70.
- Issue volume: There are 4,891,268 outstanding TO 2. With full utilization of all TO 2, SynAct will receive approximately SEK 32.8 million before issue costs.
- Number of shares currently outstanding in SynAct: 19 566 435.
- Valuation (pre-money in the offer): Approximately SEK 131.1 million.
- MCAP: Approximately SEK 400 million.

If all TO 2 are exercised, the number of shares in SynAct will increase with 4,891,268 to 24,457,703 and the share capital will increase with SEK 611,408.50 to SEK 3,057,212.8750. This results in a dilution of approximately 20 percent based on the number of shares in SynAct after full exercise of TO 2. TO 2 is admitted to trading on Spotlight Stock Market under the short name "SYNACT TO 2" and with ISIN SE0013409620.

Important dates for TO 2:

- 1 July 2020 - The exercise period begins
- 20 July 2020 - Last day for trading in warrants
- 22 July 2020 - The exercise period ends
- 27 July 2020 - Planned date for conversion of interim shares to ordinary shares
- 19 August 2020 - Planned date for the conversion of interim shares to shares

Teaser and information sheet are available on SynAct's (www.synactpharma.com) and Sedermera Fondkommission's (www.sedermera.se) websites. Teaser will be distributed to most nominee registered warrant holders. Subscription forms will be made available from 1 July 2020 on SynAct's and Sedermera Fondkommission's websites. Subscription form and teaser will be sent to VP account holders. Full terms and conditions for TO 2 are available through SynAct's website.

As warrant holder you need to decide on the offer – Here's how to exercise your warrants of series TO 2

In order for your warrants not to expire worthless, you must subscribe for new shares, with the support of warrants, on 22 July 2020 at the latest, alternatively sell your warrants no later than 20 July 2020.

You can have your warrants registered in two ways:

1. In a securities custody account with a bank or other nominee (for example, Avanza or Nordnet), in an investment savings account (Sw. Investeringssparkonto) or endowment account (Sw. Kapitalförsäkring). Your warrants are then nominee registered.
2. In a VP-account (a VP-account starts with three zeros). Your warrants are then directly registered.

If your warrants are nominee registered

Subscription and payment of new shares, by exercise of warrants, shall be made to the account-holding bank/nominee with which the warrants are registered. The subscription and payment shall be made in accordance with instructions from each such bank or nominee. Usually, the bank/nominee sends out a digital notice to the account holder, otherwise it is enough to log into the securities custody account from the first day in the exercise

period in order to get instructions on how to exercise warrants for subscription of new shares. If you do not find these instructions, please contact your bank or trustee. Please note that banks and other nominees may set different time limits for the last day for subscription, hence it is recommended to contact the account-holding bank/nominee early in the exercise period. This folder will be sent out to most nominee registered warrant holders. Subscribed and paid for shares may be entered as "interim shares" or "IA" into your securities custody account until registration of the issue is completed with the Swedish Companies Registration Office, whereby interim shares will automatically be converted to ordinary shares in SynAct.

If your warrants are directly registered

No VP-account statement will be sent out. Subscription of new shares, by exercise of warrants, shall be made by sending a completed subscription form to Sedermera Fondkommission. In conjunction with sending the completed subscription form, payment must be made to Sedermera Fondkommission in accordance to the payment details stated on the subscription form. Subscription form along with this folder will be sent to VP-account holders. The subscription form and folder are also available at the respective websites of SynAct (www.synactpharma.com) and Sedermera Fondkommission (www.sedermera.se). Completed subscription form and payment must be registered with Sedermera Fondkommission no later than 5:00 p.m. CEST July 22th, 2020. Subscribed and paid for shares will be entered as "interim shares" or "IA" into your VP-account until registration of the issue is completed with the Swedish Companies Registration Office, whereby interim shares will automatically be converted to ordinary shares in SynAct.

Financial advisor, issuing agent and legal advisor

Sedermera Fondkommission is the financial advisor and issuing agent to SynAct in connection with the capitalization. Markets & Corporate Law acts as legal advisor.

For more information about TO 2, please contact:

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About SynAct Pharma AB

SynAct Pharma AB conducts research and development in inflammatory diseases. The company has a platform technology based on a new class of drug candidates aimed at acute deterioration in chronic inflammatory diseases with the primary purpose of stimulating natural healing mechanisms.

About AP1189

SynAct Pharma's drug candidate AP1189 is a melanocortin receptor agonist on MC1 and MC3 receptors and is in clinical phase II development for the treatment of active Rheumatoid Arthritis (RA):
<https://clinicaltrials.gov/ct2/show/NCT04004429?term=AP1189&draw=2&rank=1>.

About AP1189 – NS

To be updated on clinicaltrials.com in 2-3 weeks.