

Evanesce, Inc.

103 Logistics Drive, Early Branch, SC 29916

Scott Duddy, Chief Operating Officer

Date: December 2, 2021**Application Facts:**

Industry	Manufacturing
NAICS	326199
Type of App	New
Location	Clark County
RDA	LVGEA, Nickoles Clasen

Company Profile

Evanesce, Inc. (Evanesce) is considering establishing a 100,000 plus sq. ft. facility in North Las Vegas. This new operation would manufacture and distribute the company's patented molded starch product, PLA products, and other technologies. Additionally, the Nevada location would be home to product development. Evanescce produces 100% plant-based, 100% compostable eco-friendly food packaging products. The company is ready to disrupt the \$980 billion packaging industry with innovative solutions that are good for consumers, the food industry and the planet. Evanescce's packaging products are made from upcycled food waste, is 100% compostable and costs almost half of other ecofriendly alternatives. Free from PFAS, BPA, and any other synthetic polymers, the company's products decompose into soil in 90 days or less. Evanescce's range of PLA food packaging products includes straws, cold cups, hot cups, lids, cutlery, plates, bowls and more. To meet the growing demands of sustainable packaging alternatives, the company has distribution centers from coast to coast and one manufacturing facility located in South Carolina. The Nevada facility would be the company's second manufacturing facility. *Source: Evanescce, Inc.*

Tax Abatement Requirements:	Statutory	Company Application	Meeting Requirements
Job Creation	50	54	Yes
Average Wage	\$26.67	\$24.19	Yes <small>(For the purposes of receiving full abatements if county unemployment is over 7%)</small>
Equipment Capex (SU & MBT)	\$1,000,000	\$10,090,000	Yes
Equipment Capex (PP)	\$5,000,000		Yes
Additional Requirements:			
Health Insurance	65%	80%	Yes
Revenues generated outside NV	51%	63%	Yes
Business License	<input checked="" type="checkbox"/> Current	<input type="checkbox"/> Pending	<input type="checkbox"/> Will comply

Total Tax Liability (without tax abatements)	Direct (company)	Total
	\$1,668,926	\$7,976,748

Tax Abatements	Contract Terms	Estimated Tax Abatement
Sales Tax Abmt.	2% for 2 years	\$643,238
Modified Business Tax Abmt.	50% for 4 years	\$71,668
Personal Property Tax Abmt.	50% for 10 years	\$340,276
Total Estimated Tax Abatement over 10 yrs.		\$1,055,182

Net New Tax Revenues	Direct	Indirect	Taxes after Abatements
Local Taxes			
Property	\$934,556	\$2,702,067	\$3,636,623
Sales	\$26,934	\$1,365,290	\$1,392,224
Lodging	\$0	\$98,317	\$98,317
State Taxes			
Property	\$51,115	\$157,220	\$208,335
Sales	\$210,250	\$455,666	\$665,916
Modified Business	\$517,342	\$371,222	\$888,564
Lodging	\$0	\$31,587	\$31,587
Total Estimated New Tax Revenue over 10 yrs.			\$6,921,566

Economic Impact over 10 yrs.	Direct	Construction	Total
Total Jobs Supported	174	6	180
Total Payroll Supported	\$73,494,510	\$347,377	\$73,841,887
Total Economic Value	\$364,203,897	\$917,439	\$365,121,336

IMPORTANT TERMS & INFORMATION

Tax Abatements are reduction or discount of tax liability and companies do not receive any form of payment.

Total Estimated Tax Abatement is a tax reduction estimate. This estimated amount will be discounted from total tax liability.

Estimated New Tax Revenue is amount of tax revenues local and state government will collect after the abatement was given to applying company.

Economic Impact is economic effect or benefits that this company and it's operations will have on the community and state economy measured by total number of jobs, payroll and created output.



September 30, 2021

Mr. Michael Brown
Executive Director
Nevada Governor's Office of Economic Development
555 E. Washington Avenue, Suite 5400
Las Vegas, Nevada 89101

Dear Mr. Brown,

Evanesce Inc. is applying to the State of Nevada for the Sales and Use Tax, Modified Business Tax, and Personal Property Tax Abatements. We request their application be placed on the agenda for the December 2021 GOED Board Meeting.

Evanesce Inc. has been evaluating potential sites to establish a new manufacturing and distribution facility for their molded starch and PLA products. The facility will also service product development. Evanescence Inc. will expect to hire 54 employees over the next 24 months. These employees will make an average hourly wage of \$24.19 and be provided with a benefits package that includes 80% coverage of the employees' healthcare premium. Evanescence Inc. will make a capital investment of \$10,740,000, which includes approximately \$10,090,000 in capital equipment.

Our team has reviewed the Evanescence Inc. application and found it to comply with Nevada's statutory requirements for tax abatements. This application has the full support and endorsement of the Las Vegas Global Economic Alliance. We appreciate your consideration of this application.

Sincerely,

A handwritten signature in black ink, appearing to read "Nickoles K. Clason". The signature is fluid and cursive, with a prominent initial "N" and "K".

Nickoles K. Clason
Economic Development Analyst

Enclosure

 info@lvgea.org
 + 1 (702) 791-0000
 lvgea.org
 6720 Via Austi Pkwy Ste 330
Las Vegas NV 89119

October 7, 2021

Mr. Michael Brown
Executive Director
Nevada Governor's Office of Economic Development
555 E. Washington, Suite 5400
Las Vegas, NV 89101

Dear Mr. Brown,

By way of this letter and the attached application, Evanesce Inc. is requesting approval for abatements to assist with our relocation efforts to Nevada. Recent strategic planning has the company focused on creating a presence in Nevada. A significant part of this consideration is the economic incentives offered by the state. We are projecting to add 54 full-time employees with an average wage of \$24.19 over the next two years of operations, and a total of 114 full-time employees with an average hourly wage of \$24.19 over the next five years of operations.

A brief history of our company along with an overview of our products is included with submission. Evanesce was established in 2016 with an aim to disrupt the food packaging industry with our innovative, patented mold starch and PLA technology. Nevada's abatement program is a key benefit which helped bolster our decision to bring our expansion to the state with our second manufacturing facility. This expansion provides us the opportunity to penetrate the western North American market with Nevada's transportation network of major highways, ports, and air transportation, as well as access to a highly trained workforce. We aim to be fully operational by Spring 2022.

The economic development incentives offered by the State of Nevada have been an integral factor in our relocation strategy. The projected cost savings from the support of these incentives will allow Evanesce Inc. to hire a greater number of full-time employees, supporting the Governor's initiative for providing more Nevadans with long term work and career opportunities. Additionally, Nevada's pro-business climate provides Evanesce Inc. with a sustainable location for ongoing strategic growth. We are projecting to occupy between 114,619 sq ft, with capital equipment projections forecasting approximately \$10.0 million investment into the company.

Our experience with representatives from the Las Vegas Global Economic Alliance has been positive and we look forward to your approval in supporting our expansion efforts. We appreciate for your time and consideration.

103 Logistics Drive
Early Branch, South Carolina
29916 United States

Tel +1 843 929 1555
evanescepackaging.com



Sincerely,

A handwritten signature in black ink, appearing to read "Scott Duddy".

Scott Duddy
Chief Operating Officer
Evanesce Inc.
Phone: 503-432-0913
Email: sduddy@evanesce.com

Enclosures

Mayor
John J. Lee

City Manager
Ryann Juden

Council Members
Isaac E. Barron
Pamela A. Goynes-Brown
Scott Black
Richard J. Cherchio



Department of the Mayor and City Council
2250 Las Vegas Boulevard, North · Suite 910 · North Las Vegas, Nevada 89030
Telephone: (702) 633-1007 · Fax: (702) 649-1302 ·
www.cityofnorthlasvegas.com

October 5, 2021

Michael Brown
Executive Director
Nevada Governor's Office of Economic Development
555 E. Washington, Suite 5400
Las Vegas, NV 89101

Dear Michael:

The City of North Las Vegas is in full support of Evanesce, and their incentive application to be reviewed by the GOED Board at their next scheduled meeting.

I am pleased to announce that Evanesce has signed a lease for approximately 115,000 square feet at CapRock's Interchange Industrial Center in North Las Vegas. Scott Duddy, COO for the company, recently met with our Economic Development team and me to discuss their exciting venture into our City.

Evanesce plans to hire 54 employees within the first 2 years and make an estimated capital of investment of approximately \$10,740,000 with an average hourly wage of \$24.19.

Evanesce's product line of plant-based packaging products is truly transformative and revolutionary to the industry. We are thrilled that they have chosen North Las Vegas as their next location as the company continues to rapidly expand.

It is my pleasure to support their application and welcome them to our business community.

Sincerely,

A handwritten signature in blue ink, appearing to read 'John J. Lee', is written over a large, stylized blue ink flourish that extends across the page.

John J. Lee
Mayor

October 5, 2021

Michael Brown
Executive Director
Nevada Governor's Office of Economic Development
555 E. Washington Avenue
Suite 5400
Las Vegas, NV 89101

RE: APPLICATION FOR INCENTIVES – REQUEST FOR CONFIDENTIALITY OF RECORDS AND DOCUMENTS – NRS 231.069

Dear Director Brown

On October 1, 2021, Evanesce Inc. submitted an application to you as the Executive Director of the State of Nevada Governor's Office of Economic Development ("GOED") requesting approval of economic incentives for the new operation in Washoe County, Nevada. The purpose of this letter is to request that any and all records and other documents in GOED's possession concerning initial contact with, research and planning for Evanesce Inc., including but not limited to certain information in that application, and if amended, all be kept confidential pursuant to Section 4 of Assembly Bill No. 17 (2015 Regular Session) as codified in NRS 231.069.

Please be advised that Evanesce Inc. specifically deems the following information proprietary and confidential:

1. Incentive Application Equipment List - Schedule 5 (A)
2. Incentive Application Employment List - Schedule 5 (B)

Thank you for your consideration. If you have any questions or require any further information, please do not hesitate to contact me.

Sincerely,



Scott Duddy
Chief Operating Officer
Evanesce Inc.
Phone: 503-432-0913
Email: sduddy@evanesce.com

REQUEST FOR CONFIDENTIALITY DETERMINATION

Pursuant to NRS 231.069, and upon the request of applicant Evanesce, Inc. the Executive Director of the Office has determined the:

- (i) The detailed schedule of Capital Equipment List, 5(A)
- (ii) The detailed schedule of Employment List, 5(B)

are confidential proprietary information of the business, are not public records, and shall be redacted in its entirety from the copy of the application that is disclosed to the public.



Michael Brown
Executive Director

10/17/21

Date

Incentive Application

Company is an / a: (check one)

New location in Nevada

Expansion of a Nevada company

Company Name: Evanesce Inc.

Date of Application: October 1, 2021

Section 1 - Type of Incentives

Please check all that the company is applying for on this application:

- Sales & Use Tax Abatement Sales & Use Tax Deferral
 Modified Business Tax Abatement Recycling Real Property Tax Abatement
 Personal Property Tax Abatement Other: _____

Section 2 - Corporate Information

COMPANY NAME (Legal name under which business will be transacted in Nevada) <u>Evanesce Inc.</u>			FEDERAL TAX ID # <u>83-1469468</u>
CORPORATE ADDRESS <u>103 Logistics Drive</u>	CITY / TOWN <u>Early Branch</u>	STATE / PROVINCE <u>South Carolina</u>	ZIP <u>29916</u>
MAILING ADDRESS TO RECEIVE DOCUMENTS (If different from above)	CITY / TOWN	STATE / PROVINCE	ZIP
TELEPHONE NUMBER <u>1-800-691-9158</u>	WEBSITE <u>www.evanesce.com</u>		
COMPANY CONTACT NAME <u>Scott Duddy</u>	COMPANY CONTACT TITLE <u>Chief Operating Officer</u>		
E-MAIL ADDRESS <u>sduddy@evanesce.com</u>	PREFERRED PHONE NUMBER <u>503-432-0913</u>		

Has your company ever applied and been approved for incentives available by the Governor's Office of Economic Development? Yes No

If Yes, list the program awarded, date of approval, and status of the accounts (attach separate sheet if necessary):

Section 3 - Program Requirements

Please check two of the boxes below; the company must meet at least two of the three program requirements:

- A capital investment of \$1,000,000 in eligible equipment in urban areas or \$250,000 in eligible equipment in rural areas are required. This criteria is applicable to new businesses. In cases of expanding businesses, the capital investment must equal at least 20% of the value of the tangible property owned by the business.
- New businesses locating in urban areas require fifty (50) or more permanent, full-time employees on its payroll by the eighth calendar quarter following the calendar quarter in which the abatement becomes effective. In rural areas, the requirement is ten (10) or more. For an expansion, the business must increase the number of employees on its payroll by 10% more than its existing employees prior to expansion, or by 25 (urban) or 6 (rural) employees, whichever is greater.
- In both urban and rural areas, the average hourly wage that will be paid by the business to its new employees is at least 100% of the average statewide hourly wage.

Note: Criteria is different depending on whether the business is in a county where the population is 100,000 or more or a city where the population is 60,000 or more (i.e., "urban" area), or if the business is in a county where the population is less than 100,000 or a city where the population is less than 60,000 (i.e., "rural" area).

Section 4 - Nevada Facility

Type of Facility:

- Headquarters Service Provider
 Technology Distribution / Fulfillment
 Back Office Operations Manufacturing
 Research & Development / Intellectual Property Other: _____

PERCENTAGE OF REVENUE GENERATED BY THE NEW JOBS CONTAINED IN THIS APPLICATION FROM OUTSIDE NEVADA <u>63%</u>	EXPECTED DATE OF NEW / EXPANDED OPERATIONS (MONTH / YEAR) <u>Jan-2022</u>		
NAICS CODE / SIC <u>326199</u>	INDUSTRY TYPE <u>Packaging</u>		
DESCRIPTION OF COMPANY'S NEVADA OPERATIONS <u>The Nevada operation will manufacture and distribute our patented molded starch product, PLA products, and other technologies. Additionally the Nevada location will be home to product development.</u>			
PROPOSED / ACTUAL NEVADA FACILITY ADDRESS <u>5335 East North Belt Road Building 2</u>	CITY / TOWN <u>North Las Vegas</u>	COUNTY <u>Clark County</u>	ZIP <u>89915</u>
WHAT OTHER STATES / REGIONS / CITIES ARE BEING CONSIDERED FOR YOUR COMPANY'S RELOCATION / EXPANSION / STARTUP? <u>Arizona</u>			

Section 5 - Complete Forms (see additional tabs at the bottom of this sheet for each form listed below)

Check the applicable box when form has been completed.

- 5 (A) Equipment List
- 5 (B) Employment Schedule
- 5 (C) Evaluation of Health Plan, with supporting documents to show the employer paid portion of plan meets the minimum of 65%.
- 5 (D) Company Information Form

Section 6 - Real Estate & Construction (Fill in either New Operations/Startup or Expansion, not both.)

New Operations / Start Up - Plans Over the Next Ten Years	Expansions - Plans Over the Next 10 Years
<p>Part 1. Are you currently/planning on leasing space in Nevada? <u>Yes</u></p> <p>If No, skip to Part 2. If Yes, continue below:</p> <p>What year(s)? <u>8</u></p> <p>How much space (sq. ft.)? <u>114,610</u></p> <p>Annual lease cost of space: <u>\$900,000.00</u></p> <p>Do you plan on making building tenant improvements? <u>Yes</u></p> <p>If No, skip to Part 2. If Yes *, continue below:</p> <p>When to make improvements (month, year)? <u>Nov-2021</u></p> <hr style="border-top: 1px dashed black;"/> <p>Part 2. Are you currently/planning on buying an owner occupied facility in Nevada? <u>No</u></p> <p>If No, skip to Part 3. If Yes *, continue below:</p> <p>Purchase date, if buying (month, year): _____</p> <p>How much space (sq. ft.)? _____</p> <p>Do you plan on making building improvements? _____</p> <p>If No, skip to Part 3. If Yes *, continue below:</p> <p>When to make improvements (month, year)? _____</p> <hr style="border-top: 1px dashed black;"/> <p>Part 3. Are you currently/planning on building a build-to-suit facility in Nevada? <u>No</u></p> <p>If Yes *, continue below:</p> <p>When to break ground, if building (month, year)? _____</p> <p>Estimated completion date, if building (month, year): _____</p> <p>How much space (sq. ft.)? _____</p>	<p>Part 1. Are you currently leasing space in Nevada? <u>Yes</u></p> <p>If No, skip to Part 2. If Yes, continue below:</p> <p>What year(s)? _____</p> <p>How much space (sq. ft.)? _____</p> <p>Annual lease cost at current facility: _____</p> <p>Due to expansion, will you lease additional space? <u>Yes</u></p> <p>If No, skip to Part 3. If Yes, continue below:</p> <p>Expanding at the current facility or a new facility? _____</p> <p>What year(s)? _____</p> <p>How much expanded space (sq. ft.)? _____</p> <p>Annual lease cost of expansion: _____</p> <p>Do you plan on making building tenant improvements? <u>Yes</u></p> <p>If No, skip to Part 3. If Yes *, continue below:</p> <p>When to make improvements (month, year)? _____</p> <hr style="border-top: 1px dashed black;"/> <p>Part 2. Are you currently operating an owner occupied building in Nevada? <u>Yes</u></p> <p>If No, skip to Part 3. If Yes, continue below:</p> <p>How much space (sq. ft.)? _____</p> <p>Current assessed value of real property: _____</p> <p>Due to expansion, will you be making building improvements? <u>Yes</u></p> <p>If No, skip to Part 3. If Yes *, continue below:</p> <p>When to make improvements (month, year)? _____</p> <hr style="border-top: 1px dashed black;"/> <p>Part 3. Do you plan on building or renovating a new facility in Nevada? <u>Yes</u></p> <p>If Yes *, continue below:</p> <p>Purchase date, if buying (month, year): _____</p> <p>When to break ground, if building (month, year): _____</p> <p>Estimated completion date, if building (month, year): _____</p> <p>How much space (sq. ft.)? _____</p>
* Please complete Section 7 - Capital Investment for New Operations / Startup.	* Please complete Section 7 - Capital Investment for Expansion.
BRIEF DESCRIPTION OF CONSTRUCTION PROJECT AND ITS PROJECTED IMPACT ON THE LOCAL ECONOMY (Attach a separate sheet if necessary):	

Section 7 - Capital Investment (Fill in either New Operations/Startup or Expansion, not both.)

New Operations / Start Up	Expansions
<p>How much capital investment is planned? (Breakout below):</p> <p style="text-align: right;">Building Purchase (if buying): _____</p> <p>Building Costs (if building / making improvements): <u>\$650,000</u></p> <p style="text-align: right;">Land: _____</p> <p>Equipment Cost: <u>\$10,090,000</u></p> <p style="text-align: right;">Total: <u>\$10,740,000</u></p>	<p>How much capital investment is planned? (Breakout below):</p> <p style="text-align: right;">Building Purchase (if _____)</p> <p>Building Costs (if building / making improve _____)</p> <p style="text-align: right;">Equipme _____</p> <p style="text-align: right;">Is the equipment purchase for repla _____</p> <p style="text-align: right;">of existing equ _____</p> <p style="text-align: right;">Current assessed value of personal proper _____</p> <p>(Must attach the most recent assessment from the County Assessor's Office)</p>

Section 8 - Employment (Fill in either New Operations/Startup or Expansion, not both.)

New Operations / Start Up	Expansions
<p>How many full-time equivalent (FTE*) employees will be created by the end of the first eighth quarter of new operations?: <u>54</u></p> <p>Average hourly wage of these <u>new</u> employees: <u>\$24.19</u></p>	<p>How many full-time equivalent (FTE*) employees will be created by the end of the first eighth quarter of expanded ope _____</p> <p>Average hourly wage of these <u>new</u> em _____</p> <p>How many FTE employees prior to exp _____</p> <p>Average hourly wage of these <u>existing</u> em _____</p> <p>Total number of employees after ex _____</p>

* FTE represents a permanent employee who works an average of 30 hours per week or more, is eligible for health care coverage, and whose position is a "primary job" as set

OTHER COMPENSATION (Check all that apply):

- | | | | |
|---|--|---|-------------------------------------|
| <input checked="" type="checkbox"/> Overtime | <input checked="" type="checkbox"/> Merit increases | <input checked="" type="checkbox"/> Tuition assistance | <input checked="" type="checkbox"/> |
| <input checked="" type="checkbox"/> PTO / Sick / Vacation | <input checked="" type="checkbox"/> COLA adjustments | <input checked="" type="checkbox"/> Retirement Plan / Profit Sharing / 401(k) | <input type="checkbox"/> |

BRIEF DESCRIPTION OF ADDITIONAL COMPENSATION PROGRAMS AND ELIGIBILITY REQUIREMENTS (Attach a separate sheet if necessary): All employees will be el depending on their level in the company and performance of the company.

Section 9 - Employee Health Insurance Benefit Program

Is health insurance for employees and is an option for dependents offered? Yes (**attach health plan and quote or invoice**)

Package includes (check all that apply):

Medical Vision Dental Other: _____

Qualified after (check one):

Upon employment Three months after hire date Six months after hire date Other: 30 days

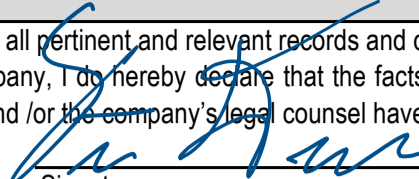
Health Insurance Costs:	Percentage of health insurance premium by (min 65%):	
Plan Type: <u>Blue Cross Blue Shield</u>		
Employer Contribution (annual premium per employee):	\$ 5,196.00	Company: _____ 80%
Employee Contribution (annual premium per employee)	\$ 1,300.00	Employee: _____ 20%
Total Annual Premium:	\$ 6,496.00	

[SIGNATURE PAGE FOLLOWS]

Section 10 - Certification

I, the undersigned, hereby grant to the Governor's Office of Economic Development access to all pertinent and relevant records and documents of the aforementioned company. I Being owner, member, partner, officer or employee with signatory authorization for the company, I do hereby declare that the facts herein stated are true and that all licensing and permitting requirements will be met prior to the commencement of operations. In addition, I and /or the company's legal counsel have reviewed the terms of the GOED Tax Abatement

Scott Duddy
Name of person authorized for signature


Signature

Chief Operating Officer
Title

October 7, 2021
Date

Nevada Governor's Office of Economic Development
555 E. Washington Ave., Ste 5400 • Las Vegas, Nevada 89101 • 702.486.2700 • (Fax) 702.486.2701 • www.diversifynevada.com

Site Selection Factors

Company Name: Evanesce Inc.

County: Clark

Section I - Site Selection Ratings

Directions: Please rate the select factors by importance to the company's business (1 = very low; 5 = very high). Attach this form to the Incentives Application.

Availability of qualified workforce:	<u>3</u>	Transportation infrastructure:	<u>5</u>
Labor costs:	<u>4</u>	Transportation costs:	<u>5</u>
Real estate availability:	<u>3</u>	State and local tax structure:	<u>3</u>
Real estate costs:	<u>4</u>	State and local incentives:	<u>4</u>
Utility infrastructure:	<u>3</u>	Business permitting & regulatory structure:	<u>3</u>
Utility costs:	<u>3</u>	Access to higher education resources:	<u>3</u>

Please summarize the importance of the abatement program to your decision (please include at least a paragraph summary):

The most important factor in choosing a new location was the following: proximity to the California market, the Las Vegas market, clear cut port access, access to major highways, proximity to other potential partners, and the access to a highly trained workforce. While the abatement program is a fantastic benefit, it was not the most important factor, rather a separation vs other locations.

Equipment Schedule, Detailed

The Office has determined the detailed equipment schedule as described in this application constitutes confidential proprietary information of Evanesce, Inc. and is not a public record.

Employment Schedule, Detailed

The Office has determined the detailed employment schedule as described in this application constitutes confidential proprietary information of Evanescence, Inc. and is not a public record.

5(C) Evaluation of Health Plans Offered by Companies

Company Name: Evanescence Inc.

County: Clark

Total Number of Full-Time Employees: 54

Average Hourly Wage per Employee \$24.19
 Average Annual Wage per Employee (implied) \$50,305.19

COST OF HELATH INSURANCE

Annual Health Insurance Premium Cost: \$6,496
 Percentage of Premium Covered by:
 Company 80%
 Employee 20%

HEALTH INSURANCE PLANS:

Base Health Insurance Plan*:	Business BlueEssentials PPO Gold 9
Deductible - per employee	\$ 2,000
Coinsurance	60%/40%
Out-of-Pocket Maximum per employee	\$ 6,500

Additional Health Insurance Plan*:	
Deductible - per employee	\$ -
Coinsurance	0% / 0%
Out-of-Pocket Maximum per employee	\$ -

Additional Health Insurance Plan*:	
Deductible - per employee	\$ -
Coinsurance	0% / 0%
Out-of-Pocket Maximum per employee	\$ -

*Note: **Please list only "In Network" for deducatable and out of the pocket amounts .**

Generalized Criteria for Essential Health Benefits (EHB) [following requirements outlined in the Affordable Care Act and US Code, including 42 USC Section 18022]

Covered employee's premium not to exceed 9.5% of annual wage	3.2%	MMQ
Annual Out-of-Pocket Maximum not to exceed \$8,700 (2022)	\$6,500	MMQ

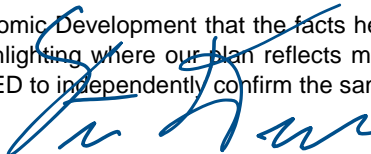
Minimum essential health benefits covered (Company offers PPO):

- (A) Ambulatory patient services
- (B) Emergency services
- (C) Hospitalization
- (D) Maternity and newborn care
- (E) Mental health/substance use disorder/behavioral health treatment
- (F) Prescription drugs
- (G) Rehabilitative and habilitative services and devices
- (H) Laboratory services
- (I) Preventive and wellness services and chronic disease management
- (J) Pediatric services, including oral and vision care

No Annual Limits on Essential Health Benefits

I, the undersigned, hereby declare to the Governor's Office of Economic Development that the facts herein stated are true, and that I have attached a qualified plan with information highlighting where our plan reflects meeting the 65% minimum threshold for the employee paid portion of the plan for GOED to independently confirm the same.

Scott Duddy
 Name of person authorized for signature


 Signature

Chief Operating Officer
 Title

7-Oct-21
 Date

5(D) Company Information

Company Name: Evanescence Inc.

County: Clark

Section 1 - Company Interest List

Directions: Please provide a detailed list of owners and/or members of the company. *The Governor's Office of Economic Development strives to maintain the highest standards of integrity, and it is vital that the public be confident of our commitment. Accordingly, any conflict or appearance of a conflict must be avoided. To maintain our integrity and credibility, the applicant is required to provide a detailed list of owners, members, equity holders and Board members of the company.*

(a) Name	(b) Title
Douglas Horne	Founder & CEO
Gerry Lalonde	CFO
Scott Duddy	COO

Section 2 - Company Affiliates and/or Subsidiaries

Are there any subsidiary or affiliate companies sharing tax liability with the applicant company? No Yes

If Yes, continue below:

Directions: In order to include affiliates/subsidiaries, under the exemption letter, they must to be added to the Contract. Per standard practice GOED requires a corporate schematic to understand the exact relationships between the companies. Please populate the below table to show the exact relationships between the companies and include:

1. The names as they would read on the tax exemption letter.
2. Which entity(ies) will do the hiring?
3. Which entity(ies) will be purchasing the equipment?

Name of Subsidiary or Affiliate Entity, Role and Legal Control Relationship

Please include any additional details below:

ENTITY INFORMATION

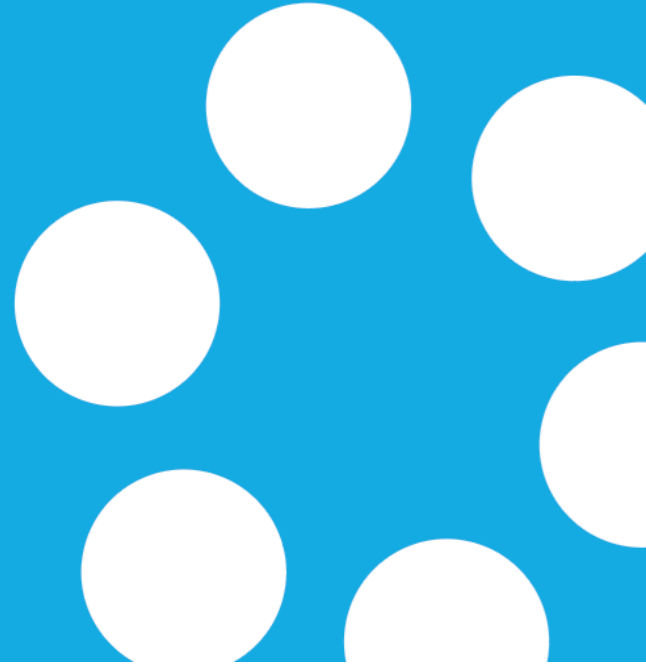
ENTITY INFORMATION

EVANESCE INC.	Entity Name:
E17894752021-2	Entity Number:
Foreign Corporation (80)	Entity Type:
Active	Entity Status:
09/30/2021	Formation Date:
NV20212240527	NV Business ID:
Perpetual	Termination Date:
9/30/2022	Annual Report Due Date:
Evanesce Inc.	Domicile Name:
Delaware - United States	Jurisdiction:



The new name in the
sustainable packaging industry

Revolutionizing Sustainability

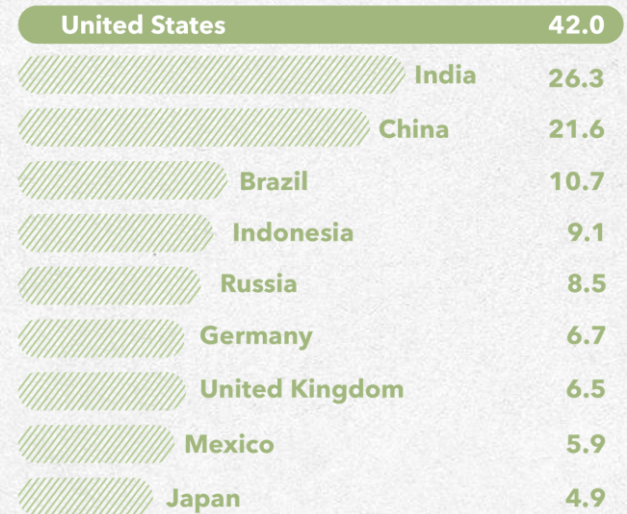


Plastic waste has created an ecological problem

USA Generates More Plastic Trash than Any Other Country

- Less than 10% of American plastic waste is recycled¹
- Every year about 8M metric tons of plastic waste escapes into the oceans²
- The Great Pacific Garbage Patch is floating plastic debris twice the size of Texas³
- Plastic & Styrofoam takes ~500 years to decompose⁴
- ~30% of landfills are Styrofoam⁵

Total plastic waste generation, 2016 (millions of metric tons*)





500M plastic straws are used daily in USA

Daily straw use could fill 127+ school buses each day

95M straws used by McDonald's daily

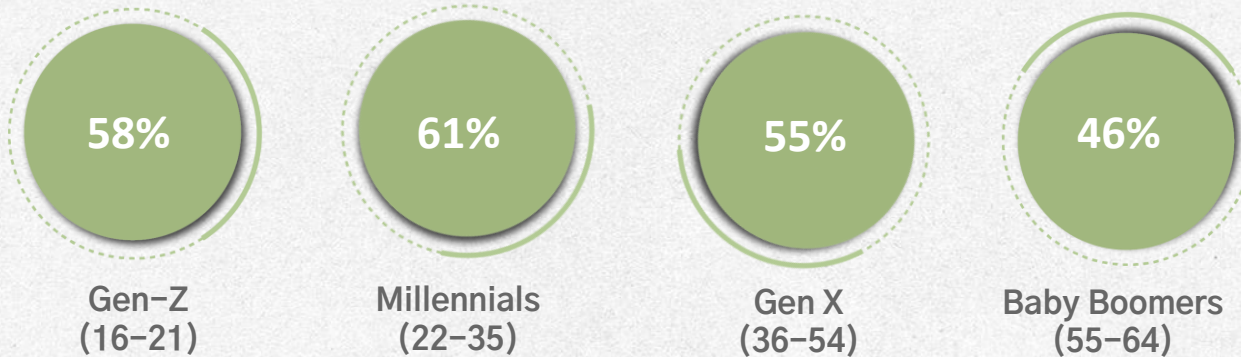
Plastic straws can take up to 200 years to decompose

Plastic and Styrofoam banned in over 60 countries



Consumers are driving sustainability trends

% who agree that they would pay more for eco- friendly products



Source: GlobalWebIndex Q2 2018 Base: 111,899 Internet Users aged 16-64

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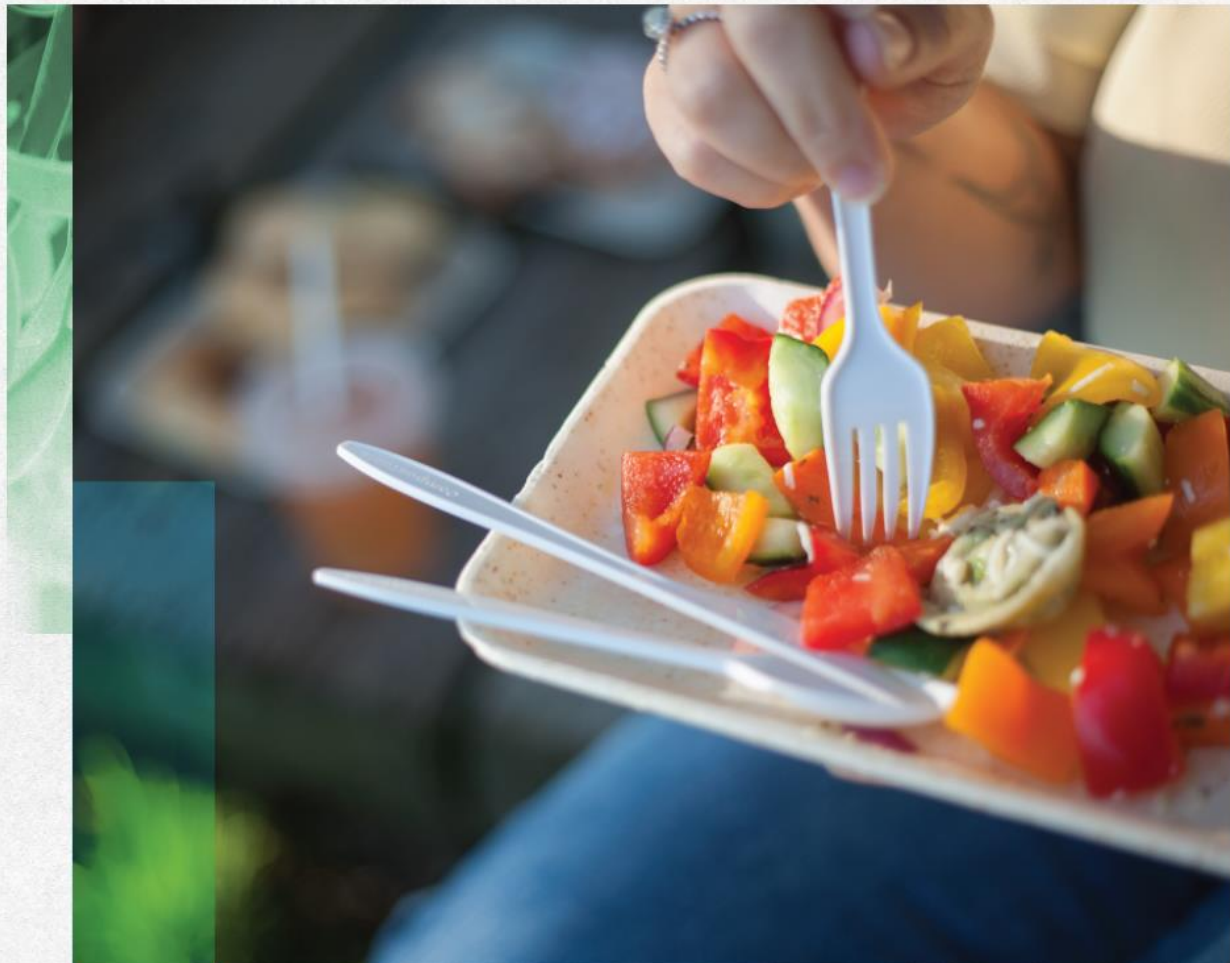
Sustainability Matters to Consumers

- 87% of consumers are concerned about the environment and social impacts of the products they buy ¹
- 80% of consumers say that sustainability is an important factor in their purchasing decisions²
- 65% of consumers want to buy purpose-driven brands that advocate sustainability³

¹McKinsey & Co survey

²Foodbusinessnews.net

³Harvard Business Review



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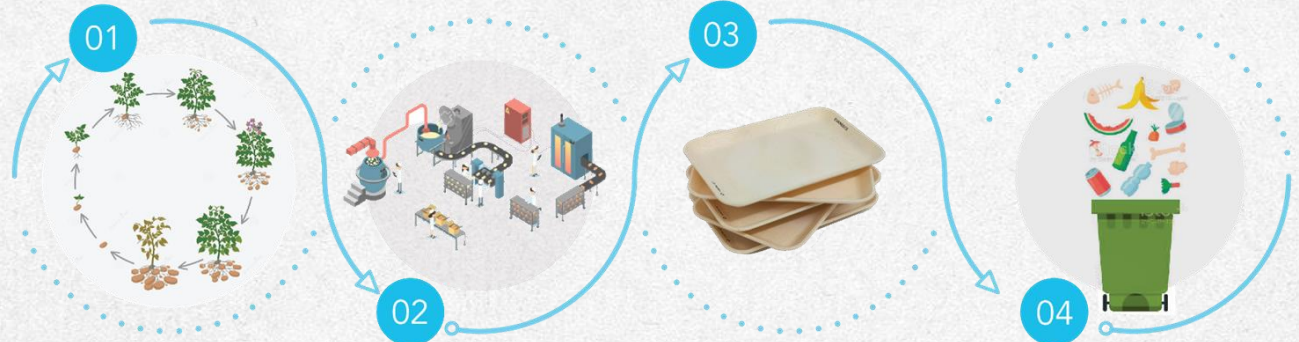
EVANESCE



Evanesce Packaging products represent the circular economy better than almost any other packaging product on the market.

Revolutionizing Sustainability

In the process of turning these potatoes into French fries, for example, there is starch and fiber waste that is discarded.



Plants, such as a potato, are grown by farmers

Evanesce uses this discarded waste to create a proprietary dough that can be molded into low-cost products

These Evanesce products are fully compostable and will turn into soil, just like your food scraps, leaves, etc.





Evanesce Packaging products represent the circular economy better than almost any other packaging product on the market



Source: Upcycled plant by-products such as potatoes skins, rice chaff

Produce: Uses discarded waste to create a proprietary dough that can be molded into low-cost products

Use: Robust eco-friendly food packaging with a 2-year shelf life

Dispose: Fully compostable and will turn into soil, just like your food scraps, leaves and other organic materials in less than 90 days



Changing the sustainable packaging industry



Proven patented
technology



100% plant-based and
certified compostable



Cost competitive



Manufactured in
USA & leading
supplier of best-in-
class resin

Much confusion exists over these “sustainable” material terms and symbols



Recyclable

(<10% plastic is recycled)

- Converts waste materials into new or reusable material
- Can be a great disconnect between what local facilities will accept and what manufacturers and retailers are putting onto the market and saying is recyclable



Biodegradable

(Most misused term)

- Breaks down and returns to nature within a *reasonable short period of time*
- No consistent definition or certification process exists
- Term is banned from marketing use in certain states such as California



Compostable

(Our products compost in <90 days)

- Breaks down in a controlled amount of time in a commercial facility or controlled conditions, usually within 180 days
- Can be used to grow new plants
- Is certified as either commercial or home compostable

Current State

STYROFOAM



Petrochemicals

500 years to decompose

Cheap



Plant based but not by-products

Primarily fiber/ pulp which is expensive

May have PFAS coating

Single source of fiber

MOLDED FIBER



Introducing Evanesce® Molded Starch Technology



Optimum combination of starch and fibre

Flexible inputs of starch and fiber

Surplus Plant by-product, otherwise considered waste

Bio-safe coating



100% Home Compostable in 90 days or less.

Bio-degradable/ Compostable

Bio-degradable

500 years to decompose

Primarily fiber/ pulp which is expensive

Single source of fiber

Plant based but not by-products

May have PFAS coating



Introducing Evanesce® Molded Starch Technology

Half the cost of other sustainable alternatives

Flexible inputs of starch and fiber

Optimum combination of starch and fiber

Bio-safe coating

Surplus Plant by-product, otherwise considered waste



100% Home Compostable in 90 days or less.

Bio-degradable/ Recyclable.

Bio-degradable

500 years to decompose



Primarily fiber/ pulp which is expensive

Single source of fiber

Plant based but not by-products

May have PFAS coating¹

Revolutionizing Sustainability

¹University of Florida Study published in ScienceDirect ²GetGreenNow.com



Introducing Evanesce[®] Molded Starch Technology

Optimum
combination of starch
and fiber

Flexible inputs of
starch and fiber

Surplus Plant by-
product, otherwise
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Bio-safe coating



**100% Home
Compostable
in 90 days or
less.**



**Half the cost of other
sustainable
alternatives**

Revolutionizing Sustainability



EVANESCE

Evanesce® Molded Starch Technology



2 Year shelf life



Withstands
5 mins microwave



Withstands 400°F
oven temperature



Freezer
friendly



2 week food
storage



Flexibility of shapes
and molds:
One stop solution

Revolutionizing Sustainability



Cheaper and better than alternatives

	EVANESCE	STYROFOAM	PLASTIC	BIOMASS PACKAGING	GENPAK	PACK BENEFIT	HANGZHOU TOMATO	PACTIV	ECO PRODUCTS
MATERIALS	Waste Bio- Mass	Polystyrene	Poly-propylene	Pulp	Bagasse	Corn, Potato Starch	Bagasse	Bagasse	Bagasse
PRICE COMPETITIVE	✓	✓	✓	✗	✗	✗	✗	✗	✗
PRICE*	\$0.06	\$0.012-\$0.025	\$0.012	\$0.24	\$0.17	\$0.17	\$0.12	\$0.12	\$0.16
CERTIFIED COMPOSTABLE	✓	✗	✗	✓	✓	✓	✓	✓	✓
PFAS/ TOXINS FREE	✓	✓	✗	✗	✗	✓	✗	✗	✗
MICROWAVE	✓	✗	✗	✓	✓	✓	✓	✓	✓
OVEN 400°F	✓	✗	✗	✓	✓	✓	✓	✓	✓
SUSTAINABLE	✓	✗	✗	✓	✓	✓	✓	✓	✓
CUSTOMIZABLE	✓	✓	✓	✓	✓	✓	✓	✓	✓
FDA APPROVED	✓	✓	✓	✓	✓	✓	✓	✓	✓
PRINTABILITY	✓	✓	✓	✓	✓	✓	✓	✓	✓
LOOKS/FEELS LIKE	Styrofoam	Styrofoam	Plastic	Paperboard	Paperboard, Styrofoam	Paperboard	Paperboard	Paperboard	Paperboard



Home compostable in 90 days or less



PFAS free



Meets ASTM/BPI standards



Revolutionizing Sustainability



PLA by Evanesce

Our line of PLA products with best in class resin. Manufactured in USA



PLA by Evanesce : Manufactured in USA.



Full range of
food service
products



High quality
plant based
resin. Best in
class



Cost
Competitive



Certified
Compostable

PLA by Evanesce : A one-stop solution



100% compostable
straws



100% Compostable
hot cups



100% Compostable
cold drink cups



Certified compostable
cutlery



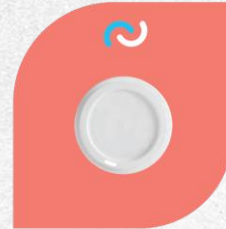
100% Compostable
bowls



100% Compostable
plates



100% Compostable
cold drink lids



100% Compostable
hot cup lids



100% Compostable
stirrers

Current State



Petrochemicals

200 years to decompose

Strong, robust, cheap



PLASTIC

PAPER

May contain PFAS¹. Carcinogenic, Not fully biodegradable.

Compostable??

Soggy, bad mouth feel

Requires more energy and resources to manufacture than plastic²





EVANESCE

Patented, high quality, PLA straws

100% Plant based. Made with corn starch

Looks like plastic. Works like Plastic

No PFAS/ Petrochemicals



Revolutionizing Sustainability



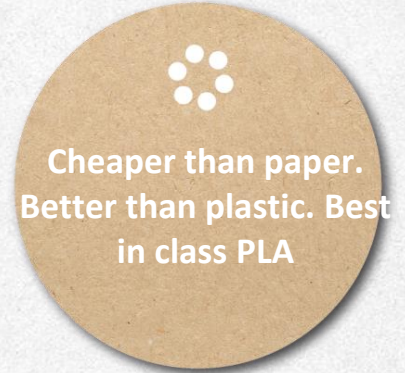
100% Compostable in 90 days or less.

Unique Resin that has Fast Crystallization

Longer shelf life

Easy to handle. Can produce fast and have higher production efficiency

Heat Resistant





Options & Customization available

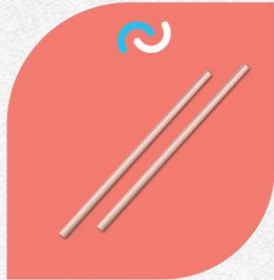
**100%
Compostable in 90
days or less.**



Specifications (Straight Straws)

Heat Resistant (GP300)- 5mm/20cm

Heat Resistant (GP300)- 7mm/20cm



Specifications (Flexible Straws)

Heat Resistant (GP300)- 5.5mm/20cm

Certifications

- PLA resins and finished products are rigorously tested and independently certified as 100% compostable.
- Tested by independent laboratories to be free of plasticizers, BPA and phthalates.
- Meet rigorous international standards for heavy metal content.
- Manufacturing operations are compliant with ISO9001, ISO 22000 and HACCP standards.

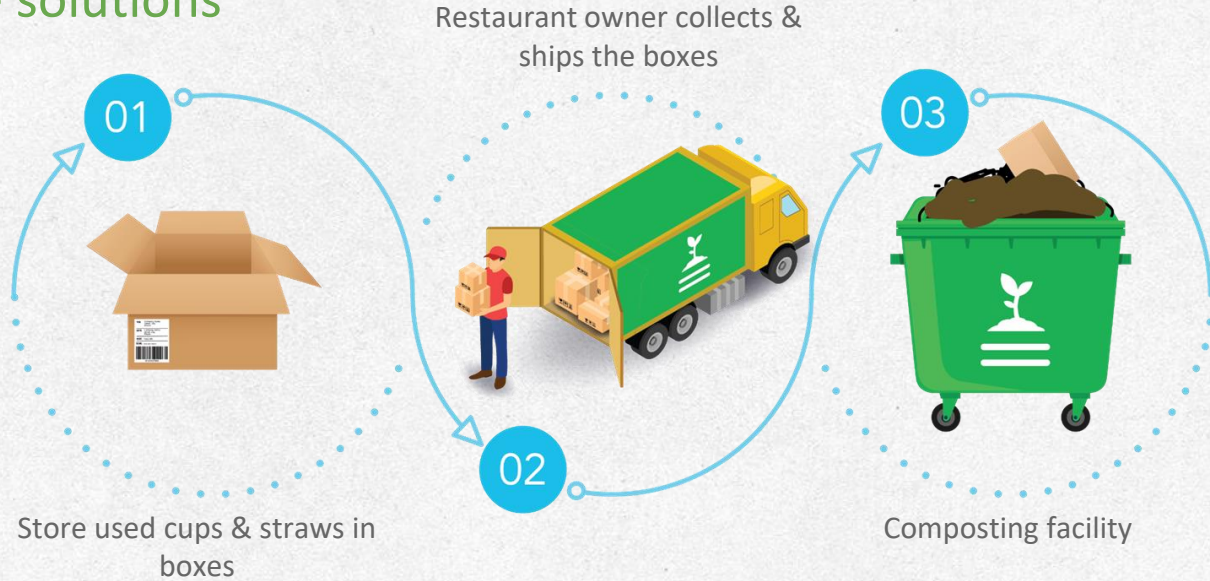
Revolutionizing Sustainability



¹University of Florida Study published in ScienceDirect ²GetGreenNow.com



Turnkey compostable solutions





Why chose Evanesce? Being sustainable doesn't have to be expensive



100% Plant Based



100% Compostable



Always Cost Competitive



Better quality products



**Consistent Supply.
Manufactured in USA**



Customized Labelling



**Leading supplier
of best-in-class resin**

Revolutionizing Sustainability

#dirttodirt