D G A C I technologies"

DEVELOPERS OF STRATEGIC CONSUMER PACKAGING APPLICATIONS

Smart Planet Technologies



- Smart Planet Technologies is an engineering and intellectual property firm with inventions in sustainable packaging composite materials and structures
- We partner with packaging manufacturers
- Over 30 issued patents and patents pending
- Over 2.5 billion package units sold to date through partners
- Headquarters in Newport Beach, California



Mineralized Resin

Base Resin

LD Polyethylene Polylactic Acid (PLA) BioPBS

Refined Minerals

Coated CaCO3 or CaCO3 + Nanoclay

Mineralized Resin

(35-51% mineral by weight)







Polymer + Minerals = Mineralized Resin

Mineralized Resin coatings are drop-in extrusioncoating compounds for barrier-coated paper packaging applications

Mineralized Resin coatings provides advantages over conventional 100% plastic coatings

- Less plastic
- Higher barrier performance
- Lower cost
- Engineered to be recyclable in existing paper recycling systems

I rivestimenti in resina mineralizzata sono composti pronti per l'uso nell'estrusione per applicazioni di imballaggio in carta con barriera.

I rivestimenti in resina mineralizzata offrono vantaggi rispetto ai rivestimenti in plastica 100% convenzionali:

- Meno plastica
- Maggiore prestazione di barriera
- Costo inferiore
- Progettati per essere riciclabili nei sistemi di riciclaggio della carta esistenti

Cross Section of Coated Paper under Electron Microscope

Paper with Mineralized Resin



Paper with 100% Polymer Coating



	earthcoating _®	HyperBarrier
Mineralization	Calcium Carbonate	Calcium Carbonate and Nanoclay
Optimized for	Enhancing polymer coatings in paper packaging	High barrier requirements to support transition from plastic to paper packaging
Market Focus	Foodservice Packaging Rigid Packaging	Flexible Packaging

Mineralization of Polyethylene

		earthcoating _®	HyperBarrier
	Polyethylene	EarthCoating	HyperBarrier
Base Resin	Polyethylene	Polyethylene	Polyethylene
Mineralization	None	СаСОз	CaCC3 + Nanoclay
Line Speeds	Baseline	Equal	Equal
Manufacturing	Baseline	Equal	Equal
Coatweight	Baseline	Equal	Equal
Oxygen Barrier	Poor	Poor	20x improvement
Moisture Barrier		50% improvement	15x improvement
Oil Barrier (Kit)	11	12+	12+
Heat Sealing		Improved	Improved
Recyclability	Contamination	Recyclable	Recyclable

Presentation Sections

- Heat Seal
- Barrier Performance
- Recyclability

Presentation Sections

Heat Seal

- Barrier Performance
- Recyclability

Improved Heat Sealability

 Mineralization absorbs and dissipates heat more quickly, activating a larger portion of the polymer content and improving heat seal bonding and fiber tear strength



Presentation Sections

- Heat Seal
- Barrier Performance
- Recyclability

Improved Barrier Performance

- Oxygen, Moisture and Oils have a steady transmission rate through polymers
- Minerals create a tortuous path, slowing the transmission rate
- Calcium Carbonate creates an improvement for moisture and oil barrier performance
- With the addition of nanoclays to create a ternary nanocomposite, the result is an **exponential improvement** in barrier performance for oxygen, moisture, and oils



Monolayer Barrier Comparison Chart for Paper Packaging

Monolayer Barrier Layer	Material Type	OTR (cc/m2/24 hr)	MVTR (g/m2/24 hr)	Plastic Reduction	Recyclable in Paper Packaging	Compostable
HyperBarrier	Extrusion Coating	295-590	1.5 – 1.9	35-45% reduction in polymer	Yes - Universally Recyclable	No
earthcoating _®	Extrusion Coating	7711-8800	12 - 14	40%-51% reduction in polymer	Yes - Universally Recyclable	Optional
HDPE	Extrusion Coating	2300-3100	4.7-7.8	100% polymer	Plastic Contamination	No
LDPE	Extrusion Coating	7000-8500	16 - 23	100% polymer	Plastic Contamination	No
PLA	Extrusion Coating	1500-2100	120-170	100% polymer	Plastic Contamination	Yes
BPET	Film Lamination	83-91	16-20	100% polymer	Plastic Contamination	No
BOPP	Film Lamination	900-1100	1.5 - 6.2	100% polymer	Plastic Contamination	No
OPP	Film Lamination	1550-2500	15-18	100% polymer	Plastic Contamination	No
Biax Nylon 6	Film Lamination	19-39	30-60	100% polymer	Plastic Contamination	No

*HyperBarrier test standard: WVTR per Tappi T448 23C @85% RH. Oxygen Barrier per Mocon procedure ASTM F2622, per CTS-020

**The data above are estimates for discussion only, specific results depend upon application and uses.

HyperBarrier ternary nanocomposite vs conventional barriers



Monolayer Barrier Comparison Chart for Paper Packaging



Presentation Sections

- Heat Seal
- Barrier Performance
- Recyclability

Recyclability in barrier coated papers

- Paper recyling systems are designed to recover fibers and separate them from all other materials
- Paper repulping and recycling equipment have great difficulty with plastic coatings
- Paper repulping and recycling equipment are designed for and very capable of removing clay coatings, mineral fillers, inks, adhesives, staples, paper clips, and organic matter



"Could we make a clay coating that is also a barrier coating?"

Could we design a barrier coating that has the performance of polymer coatings for packaging, but be as easy to process as a clay coating for recycling? Can we mix minerals with polymers to create a coating that meets everyone's objectives and requirements?

Recyclability

- Mineralized resins provide all the performance and cost metrics required for barrier coated packaging solutions
- Mineralized resins act as clay coating for the purposes of recycling
- All recycling systems are designed to manage clay coatings
- Therefore, all recycling systems are compatible with mineralized resins

Mineralized resins and clay coatings are recyclable because:

- Density: Both are denser than water so resin and sink in the pulper, and residuals sink in the centrifugal cleaners
- Size: Mineralized resins and clay coatings particles are too small to clog the screening process



Simplified Recycling Process – Paper with Mineralized Resin



Recyclability of alternatives

Why Polyethylene coatings are problematic

- The pulper breaks the polyethylene into large sturdy flakes that block the pressure screens
- Polyethylene coating is less dense that water, so the polyethylene floats along with the fiber into the screening process

Why Dispersion Coatings may be problematic

- Within the pulper, the coating on the surface of the paper appears to readily fragment into microplastic and nanoplastic size and moves forward with the fiber through the screening process
- Dispersion coatings do not cause problems to the recycling process, however the vast majority of polymer particles seem to be embedded in the recovered fibers, and therefore into the recycled paperboard, which may alter paperboard performance



Mineralized Resin Recyclability Certification – AAA

CERT	IFICATE	CERTIFICATE Becyclability of Packaging
The company receives the certification	of recyclability for the following packaging.	The company receives the certification of recyclability for the following packaging
		The company received the continuation of recyclusing for the following packaging.
Designation		Designation
reCUP (beverage cup, ca. 300 ml)		earthcoated CUP (beverage cup, ca. 300 ml)
Test result	10077 (01096) 01 500 1. 01 400	
Allocation to path/specification:	Mixed Waste Paper, type 5.01	Allocation to path/specification: Mixed Waste Paper, type 5.01
Recycling path:	Mixed Waste Paper, type 5.01	Recycling path: Mixed Waste Paper, type 5.01
Recyclate (final product):	Paper fibres	Recyclate (final product): Paper fibres
Test standard/ scope of application: Requirem (state of 0	ants and assessment catalogue of the institute cyclos-HTP (3.08.2017)	(state of 03.08.2017)
In accordance with the test results and packaging amounts to:	the examination documents the recyclability of the	In accordance with the test results and the examination documents the recyclability of the packaging amounts to:
95	% (EU, CH)	Classification (> 95 %)
This certificate (No. 2062-2018-00025 relating to the countries identified in th case of qualitative or quantitative chan * (with adaptions from 16.01.2019)	(3) is valid until the 31.05.2020 (2 years upon issue) e assessment report. This certificate will lose validity in ges of packaging components.	This certificate (No. 2062-2018-000293) is valid until the 31.05.2020 (2 years upon iss relating to the countries identified in the assessment report. This certificate will lose validit case of qualitative or quantitative changes of packaging components.
Aachen, dated 23.05.2018*	Institute cyclos - HTP	Aachen, dated 23.05.2018*

Cyclos HTP Recyclability Testing and Paper Grade Qualification

- EarthCoating is classified for processability as a clay coating under CAT 2, not a polymer coating under CAT 3
- Therefore, EarthCoating is qualified under Path 13 in the premium paper category along with clay-coated paper such as office paper

Specification

Specifications define recycling specific material properties such as purity or positive listed packaging groups. If a packaging can be assigned to an existing specification, established sorting and recycling structures can be assumed. Frequently, packaging can also be assigned to several specifications. These are then named in the order of high quality of potential recovery.

The present packaging can be assigned to the following specifications:

Mixed Waste Paper, type 5.01

Path allocation

Under path allocation, we indicate which recycling path for the packaging is to be taken into consideration. At this point in time, we distinguish between 13 different paths. The path allocation is analogous to the designation of specifications mentioned above. Individual criteria for assessing recyclability are based on the reference process listed for each path in the requirements and assessment catalog.

For the present packaging, the recyclability is determined via the following recycling path:

Path 13: Paper, Cardboard

Collection and recycling structures

Collection and recycling structures are established according to the path assignment for the following states:

European Union and Switzerland

Examination documents for Certificate No. 2062-2018-000293

Chapter 4: Comments on relevant test criteria

Categories of contaminants

With regard to the quality of contaminants, three categories are to be distinguished:

- CAT 1: Materials, quantitatively separable by the treatment steps of the recycling process.
- **CAT 2:** Materials, not separable by the treatment steps of the recycling process, having no or negligible impact on the recyclate properties up to a defined relevant concentration.
- **CAT 3:** Materials, not separable by the treatment steps of the recycling process, degrading the quality of the recyclate to uselessness or otherwise lead to disproportionately high process costs.

Comments:

Percentage CAT 1: -	0.0%
Percentage CAT 2: Earth Coating, Ink, Water Based Coating, Hot Glue, Cold Glue	4,7%
Percentage CAT 3: -	0,0%

Overview - Lightweight page	ckaging / PMD / recyclables
Recycling path 1:	Plastic film
• Recycling paths 2 and 3:	PE and PP
Recycling path 4:	PS
Recycling path 5:	PET-Bottles
Recycling path 6:	Mixed plastics (rigid) / MPO (rigid)
Recycling path 7:	Mixed plastics (flexible) / MPO (flexible)
Recycling path 8:	Beverage carton / plastic-coated carton packaging
Recycling path 9:	Tin plate / ferrous metals
Recycling path 10:	Aluminium / non-ferrous metals
Recycling path 11:	Paper and cardboard composites
Recycling path 12:	Glass
Recycling path 13:	Paper, cardboard



Packaging with EarthCoating has qualified under Path 13, similar to clay-coated paper with the Cyclos HTP test. Therefore, packaging with EarthCoating may also qualify under Category 3 in the PPWD Annex II

ANNEX II

CATEGORIES AND PARAMETERIS FOR ASSESSMENT OF RECYCLABILITY OF PACKAGING

Table 1: Indicative list of packaging materials, types and categories referred to in Article 6

4.2 Reference scenarios including explanations Predominant packaging material Predominant packaging material Packaging mathinin packaging material Packag						
 Recycling path 1: Plastic film Recycling paths 2 and 3: PE and PP Recycling path 4: PS Recycling path 5: PET-Bottles Recycling path 6: Mixed plastics (rigid) / MPO (rigid) Recycling path 7: Mixed plastics (flexible) / MPO (flexible) Recycling path 8: Beverage carton / plastic-coated carton packaging Recycling path 9: Tin plate / ferrous metals Recycling path 10: Aluminium / non-ferrous metals Recycling path 11: Paper and cardboard composites Recycling path 12: Glass 	•	Reference scenarios including explanations Overview - Lightweight packaging / PMD / recyclables	Packaging type		Format (illustrative)	Co
 Recycling path 5: PET-Bottles Recycling path 6: Mixed plastics (rigid) / MPO (rigid) Recycling path 7: Mixed plastics (flexible) / MPO (flexible) Recycling path 8: Beverage carton / plastic-coated carton packaging Recycling path 9: Tin plate / ferrous metals Recycling path 10: Aluminium / non-ferrous metals Recycling path 11: Paper and cardboard composites Recycling path 12: Glass 	 Recycling path 1: Plastic film Recycling paths 2 and 3: PE and PP Recycling path 4: PS 		Paper/cardboard packaging		Boxes, trays, grouped packaging	
Recycling path 13: Paper, cardboard	•	Recycling path 5:PET-BottlesRecycling path 6:Mixed plastics (rigid) / MPO (rigid)Recycling path 7:Mixed plastics (flexible) / MPO (flexible)Recycling path 8:Beverage carton / plastic-coated carton packagingRecycling path 9:Tin plate / ferrous metalsRecycling path 10:Aluminium / non-ferrous metalsRecycling path 11:Paper and cardboard compositesRecycling path 12:GlassRecycling path 13:Paper, cardboard	Composite packaging of which the majority is paper/cardboard	g	Including beverage cartons, plates and cups, i.e., metallised or plastic laminated paper/ card, liquid paperboard, paper/cardboard with plastic liners/ windows	

Target Markets for Packaging Applications



Paper Cups Takeout Trays Pouches, Bags Sacks, Rewind Cartons, Boxes

White and Rose Wines Wet Condition Labels

Commercialization: Over 2.5 Billion packages with mineralized resins sold to date

Sample of Commercialized Applications

HUNGRY	Hungry Jacks (Burger King Australia)	Beverage paper cups (hot and cold)	Hot and cold beverage cups in Australia and New Zealand have been made with EarthCoating, as part of Detpak's Recycle Me program, collected and recycled into gift wrap and copy paper
United Coffee cups Airlines		Coffee cups	Coffee cups on United Airlines flights globally are made with EarthCoating, and branded as the Super Cup by Linstol.
McDonald's	McDonalds	Flexible packaging: Pouches	Pouches for McDonald's Happy Meal Toys have been converted from plastic to paper- based, and use EarthCoating, to be a recyclable material.
Kleenex	Kleenex	Flexible packaging:	Kleenex converted the packaging for their bamboo toilet paper line, from plastic wrap to paper-based packaging with EarthCoating
WHÔL E FOODS	Whole Foods	Foodservice Packaging: Takeout Tray	Takeout trays
SUPREME	Coffee Supreme	Flexible Packaging Coffee bags	Coffee Bags
Viva Flexible Packaging		Flexible Packaging	Viva Paper Towels converted the packaging for their bamboo paper towels, from plastic wrap to paper-based packaging with EarthCoating

Circularity in action: Australia's RecycleMe: Recycling program for Paper Cups with Mineralized Resin

I used to be a coffee cup!

By choosing this wrapping paper, you're helping to divert takeaway cups from landfill and giving valuable cup paper fibres a chance to live again!

Summary

- Mineralized resins are drop in enhancements to extrusion-coating of polymers in packaging applications
- With a simple change to the pellet, all manufacturing processes, equipment and speed are maintained or improved plus:
 - Less plastic
 - Improved barrier performance
 - Lower cost
 - Improved recyclability

smartplanet technologies[™]

Smart Planet Technologies 4695 MacArthur Court, 11th Floor Newport Beach, CA 92660 www.smartplanettech.com You must be the change you wish to see in the world.

~ Mahatma Gandhi

www.great-quotes.com