

MEDIA RELEASE

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Axelum sees organic coconut milk powder as a key growth driver

Axelum Resources, the country's leading fully-integrated manufacturer and exporter of world-class coconut products, is expecting to rapidly grow its coconut milk powder segment.

Organic coconut milk powder, is a fine, creamy white meat substance squeezed from fresh coconut milk that is dairy-free and made from all-organic components. It is primarily used as a culinary ingredient for baked goods, curry dishes, packed food sauces and confectioneries.

Organic coconut milk powder is also utilized as a raw input for collagen-based products, which according to the same source, is forecasted to have a global market size of \$7.5 billion by 2027, expanding at a pace of 6% CAGR.

In response to growing demand, Axelum has increased its production capacity of organic coconut milk powder to up to 1,500 metric tons annually. This was required not only because of the strong growth prospects of the industry but also specific customer needs including one of the largest and fastest growing American collagen brands, which is penetrating into Asia and Europe, has sought Axelum's support in adding capacity to be able to service their organic coconut milk powder requirements.

"The continued demand for coconut milk powder for traditional and new applications presents an exciting growth opportunity for Axelum. Organic coconut milk powder remains one of our most profitable products given its unique characteristics and premium pricing," said Mr. Henry J. Raperoga, President and Chief Operating Officer of Axelum Resources Corp.

For the first nine months of 2020, coconut milk powder segment accounted for 15% of Axelum's revenue.

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