

## Current report no. 19/2021

Date: 28<sup>th</sup> May 2021

### **Subject: Payment of loans and repayment of existing indebtedness**

General legal basis:

Art. 17 sec. 1 of MAR – inside information

Content:

The Management Board of Arctic Paper S.A. (the "**Company**") in reference to the current report no.12/2021 dated April 2nd, 2021 regarding the conclusion of a term and revolving facilities agreement (the "**Facilities Agreement**") between the Company as borrower and guarantor, the Company's subsidiaries Arctic Paper Kostrzyn S.A., Arctic Paper Munkedals AB, and Arctic Paper Grycksbo AB, as guarantors and a consortium of banks composed of: Santander Bank Polska S.A. (the "**Security Agent**"), BNP Paribas Bank Polska S.A. and Bank Polska Kasa Opieki S.A.(jointly: the "**Lenders**"), and in reference to the current report no. 15/2021 dated May 26<sup>th</sup>, 2021 on the fulfilment of conditions precedent of Facilities Agreement for the payment of a term and a revolving facilities (the "**Facilities**"), hereby informs that on May 28<sup>th</sup>, 2021 the amounts of the Facilities made available to the Company by the Lenders were paid to the Company in accordance with the Facilities Agreement.

The Management Board of Arctic Paper S.A. informs that in connection with the disbursement of the Facilities there has been:

1. a full repayment of the existing debt of the Company under the term and revolving facilities agreement of September 9th, 2016 (as amended) concluded between the Company as the borrower, subsidiaries of the Company: Arctic Paper Kostrzyn SA, Arctic Paper Munkedals AB and Arctic Paper Grycksbo AB, as guarantors and a consortium of banks composed of: BNP Paribas Bank Polska SA, the European Bank for Reconstruction and Development and Santander Bank Polska S.A. as authorized main arrangers and lenders, Santander Bank Polska S.A. as an agent and BNP Paribas Bank Polska SA as the security agent ("**Previous Facilities Agreement**"), the conclusion of which was announced by the Company in the current report no. 20/2016 of September 9, 2016, and
2. closing and full settlement of the closing amount due to interest rate hedging (IRS) transactions entered into in connection with the Previous Facilities Agreement (the "Hedging Agreements").

At the same time, along with the repayment of the Company's debt under the Previous Facilities Agreement, the Hedging Agreements and the early redemption of all series A bonds, about which the Company informed in the current report no. 8/2021 of March 1st, 2021, all securities established by the Company and its subsidiaries: Arctic Paper Kostrzyn SA, Arctic Paper Munkedals AB and Arctic Paper Grycksbo AB, in connection with an agreement between creditors, under the English name - intercreditor agreement - concluded between the Company, Mr. Thomas Onstad, Santander Bank Polska (previously: Bank Zachodni WBK SA) , Haitong Bank Spółka Akcyjna, BNP Paribas Bank Polska S.A. (previously: Bank BGŻ BNP Paribas S.A.) and other parties ("**Agreement Between Creditors**") expired.

The Company informed about the conclusion of the Agreement between the Creditors and the establishment of securities in connection with this agreement in the current report no. 20/2016 of September 9, 2016.

In the coming days, the Company will receive formal documents confirming the expiry of securities.

Specific legal basis:

Art. 17 sec. 1 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (market abuse regulation) and repealing Directive 2003/6/EC of the European Parliament and of the Council and Commission Directives 2003/124/EC, 2003/125/EC and 2004/72/EC.