

## **Current Report No. 5/2018**

*(Tuesday, 23 October 2018)*

*Legal basis: Art. 17 of MAR Regulation – inside information*

### **Bond issue**

The Management Board of AB S.A. with its registered office in Magnice (Issuer), with reference to Current Report No. 2/2018 of 26 September 2018, informs that on 23 October 2018 the Issuer issued 1,080 series AB04 231023 dematerialised unsecured coupon bearer bonds, with the nominal value of PLN 10,000 each and with the total nominal value of PLN 10,800,000 (Bonds).

The Bonds were issued under the Bond Issue Programme of AB S.A. (Programme) by way of a private placement in compliance with Art. 33.2 of the Act on Bonds of 15 January 2015 (consolidated text: Journal of Laws of 2018, item 483). The issue of bonds took place in lieu of 1,080 series AB01 120819 bonds, acquired by the Issuer for redemption, about which the Issuer informed in Current Report No. 4/2018 of 19 October 2018.

The Issuer informed about the Programme in its Current Reports Nos. 15/2014, 11/2015, and 4/2017.

The issue price of the Bonds was set at the nominal value. The Bonds will be redeemed on 23 October 2023 at their nominal value. The Bonds will earn interest at a variable interest rate of WIBOR6M plus a fixed margin of 2.50%. Interest will be paid semi-annually. The terms of issue do not differ from market conditions.

The value of the Issuer's all liabilities as at the last day of the quarter preceding the offering by not more than 4 months prior to the proposal of purchase was TPLN 811,949. including TPLN 6,404 of overdue liabilities.

In terms of prospects of the Issuer's liabilities until total redemption of the offered Bonds, the Issuer plans that the total debt ratio of AB S.A., calculated as the ratio of the company's total liabilities to its total assets will not exceed 70-75%.

The Issuer intends to have its bonds admitted to trading in the alternative trading system operated by BondSpot S.A. and/or on the Catalyst Market of the Warsaw Stock Exchange.

Legal basis: Art. 17(1) of Regulation (EU) No 596/2014 of the European Parliament and of the Council