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Sanitec successfully issues oversubscribed EUR 250 million five-year bond

- Pricing accelerated due to bond issue being four times oversubscribed
- The five-year bond has a floating interest rate of Euribor + 4.75 percentage points
- Proceeds will be used to repay debt and fund a distribution to shareholders
- Sanitec's Adjusted EBITDA increased to EUR 107.6 million for the financial year 2012
- Free cash flow increased to EUR 55 million for the financial year 2012

Sanitec has successfully issued a EUR 250 million five-year bond with a floating interest rate of Euribor + 4.75 percentage points. The bond issue was multiple times oversubscribed after meetings with investors in London, Edinburgh and Paris, with planned meetings in Frankfurt and Amsterdam cancelled. Proceeds will be used to repay debt and fund a distribution to shareholders. As a result of the refinancing, Sanitec moves to an all-bond capital structure and a net leverage of 1.9 times 2012 Adjusted EBITDA.

"We are very pleased by the great interest shown by investors for Sanitec's bond issue. Through the bond issue we are well-positioned to continue to pursue our strategy and develop the company", comments **Peter Nilsson**, President & CEO, Sanitec Corporation.

During recent years, Sanitec kept or improved its leading market positions in key markets in Europe. The strategic focus on profit consolidation, efficiency improvements as well as growth within Ceramics Complementary Products and in Eastern Europe has improved Adjusted EBITDA from EUR 77.1 million in 2010 to EUR 107.6 million in 2012. Last year, the company generated free cash flow of EUR 55 million.

Peter Nilsson continues: "Sanitec has far from reached its full potential. We will continue to build on our strong history and strong brands, combined with high efficiency and true business acumen. I am convinced that Sanitec will be able to create the power house that will continue to lead the development in the industry also during the coming years."

UBS (B&D) and Deutsche Bank acted as joint book runners and global coordinators, alongside joint book runners Danske Bank and DNB Markets.

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