



Corporate News

Homann Holzwerkstoffe GmbH issues third corporate bond 2021/2026

- **Target volume of the issue at EUR 60 million; coupon between 4.50% and 5.00% p.a.**
- **Exchange period for holders of the Bond 2017/2022 starts tomorrow**
- **Subscription at Deutsche Börse from 1 to 4 March 2021 (early closing possible)**
- **Early redemption of existing Bond 2017/2022 planned**

Munich, 9 February 2021 - Homann Holzwerkstoffe GmbH, one of the leading European suppliers of thin, refined wooden fibreboards for the furniture, door and coating industries, will issue its third corporate bond and plans the early redemption of the existing Bond 2017/2022. The securities prospectus for the new Bond 2021/2026 (ISIN: DE000A3H2V19, WKN: A3H2V1) was today approved by the Luxembourg Financial Supervisory Authority, *Commission de Surveillance du Secteur Financier* (CSSF), and notified to the German Federal Financial Supervisory Authority (BaFin).

The Bond 2021/2026 has a target volume of EUR 60 million, which is intended to be used to refinance the existing Bond 2017/2022 (ISIN: DE000A2E4NW7, WKN: A2E4NW); the latter has been callable by the company since 14 June 2020 at a price of 101.5% under certain conditions (call option). The new bond has a term of 5.5 years and offers an annual fixed coupon rate in the range from 4.50% to 5.00%. The final coupon and the final volume will be determined after the end of the offer period based on the subscription orders received and published via the pricing notification.

Holders of the Bond 2017/2022 will have the opportunity to exchange their notes for notes of the new bond in the context of a public exchange offer from 10 February 2021 to 25 February 2021, 18:00 h. For each exchanged Note 2017/2022 with a nominal value of EUR 1,000, the holders will receive a new Note 2021/2026 with a nominal value of EUR 1,000 and an additional amount of EUR 25.00. In addition, noteholders participating in the public exchange offer may acquire additional notes under a multiple purchase option.

The public offer for subscription to the new third bond will be made in Germany and Luxembourg and will be processed via the subscription functionality of Deutsche Börse. The subscription period will run from 1 March 2021 to presumably 4 March 2021, 14:00 h (subject to early closing). The notes will also be offered by way of a private placement in Germany, Luxembourg and certain other jurisdictions.

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The new Bond 2021/2026 is planned to be listed on the Open Market of the Frankfurt Stock Exchange in the Quotation Board segment. IKB Deutsche Industriebank AG is Sole Lead Manager of the issue.

Earnings and balance sheet ratios clearly improved in recent years

Fritz Homann, Managing Director of the Homann Holzwerkstoffe Group: “Financing via the capital market has been a great success for our company and our previous investors. We used the proceeds from the first issue in 2012 to finance our expansion to Eastern Europe. This resulted in increased profitability and higher cash flows, which allowed us to clearly reduce our net debt and leverage. In absolute terms, Group revenues thus increased by around EUR 100 million or 7% p.a. (CAGR) to EUR 274 million between 2012 and 2019. During the same period, operating EBITDA rose sharply from EUR 12 million to EUR 47 million. Leverage has recently been reduced to 2.4x.”

What is more, the Homann Holzwerkstoffe Group has proven the crisis resilience of its business model in the past months, which have been marked by the pandemic. Although revenues declined as a result of the lockdown in April and May 2020, the Group was able to keep its operating result stable at a high level in 2020 as a whole, according to preliminary figures. The robust business model and the solid financial ratios were also underpinned in autumn 2020 by the rating agency Creditreform, which confirmed the BB- rating and raised the outlook to “stable”.

“On this financially solid basis, our expansion plans are taking shape with the planned new plant in Lithuania. Having acquired the land in November, we are now in the middle of the approval planning process. Construction is expected to begin in the second quarter of 2021, with production scheduled to start in the second half of 2022,” Fritz Homann adds.

Helmut Scheel, Managing Director and CFO of Homann Holzwerkstoffe GmbH: “In view of the positive capital market experience to date, we made a conscious decision to issue another bond. With a strong foundation consisting of stable long-term relationships with customers, suppliers, investors and banks, and above-average credit ratios, we believe we offer a solid yet attractive investment for investors with a medium-term investment horizon.”

The securities prospectus is available for download at <https://www.homann-holzwerkstoffe.de/en/investor-relations/> and <https://www.bourse.lu>.



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About Homann Holzwerkstoffe

Headquartered in Munich, Homann Holzwerkstoffe Group is a leading supplier of thin, high-quality finished medium-density and high-density fibreboards (MDF/HDF). With production plants in Losheim am See, Germany, as well as Karlino and Krosno/Oder, Poland, the Group serves the global furniture, door and coating industries, with the main focus on the European markets. The family-owned company looks back on a long tradition and has been established on the capital market since 2012. Its 2017/2022 corporate bond (ISIN: DE000A2E4NW7; WKN: A2E4NW) is listed on the Frankfurt Stock Exchange in the Scale segment.

Key data of the Homann Holzwerkstoffe corporate bond 2021/2026

Issuer	Homann Holzwerkstoffe GmbH, Munich
Issue volume (target volume)	EUR 60,000,000
ISIN / WKN	DE000A3H2V19 / A3H2V1
Company rating	BB-/stable (Creditreform Rating AG, October 2020)
Coupon	4.50% - 5.00% p.a.
Issue price	100%
Principal amount/denomination	EUR 1,000
Interest payment	Annually, beginning on 12 September 2021
Term	5.5 years, 12 March 2021 - 12 September 2026
Redemption	Due on 12 September 2026 at principal amount (100% of principal amount)
Early redemption	Optional redemption right of the issuer, permissible after a period of three years from the date of issue as well as in other cases; further details are set out in the terms and conditions of the bond
Status	unsubordinated, unsecured



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Covenants	among others restriction on distributions, maintenance of a liquidity portfolio, compliance with a level of indebtedness; further details are set out in the terms and conditions of the bond
Stock exchange segment	Open Market (Regulated Unofficial Market of the Frankfurt Stock Exchange) in the Quotation Board segment Public exchange offer in the Federal Republic of Germany and the Grand Duchy of Luxembourg to holders of the existing Bond 2017/2022 including multiple purchase option and employee option
Offer structure	Public offering in the Federal Republic of Germany and the Grand Duchy of Luxembourg via the DirectPlace subscription functionality of Deutsche Börse AG Private placement in the Federal Republic of Germany and the Grand Duchy of Luxembourg and in certain other countries
Issue/value date	12 March 2021
Sole Lead Manager	IKB Deutsche Industrie Bank AG

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