

25 April 2016

Deal description

SUEK is one of the world’s largest coal companies and the leading coal producer in Russia. The company is headquartered and incorporated in Cyprus. SUEK has 26 active mines in Siberia and Far-East Russia and serves 1,500 customers in 36 countries.ⁱ

In February 2016, SUEK secured a US\$ 1.01 billion (€911.0 million) loan from a syndicate of 10 banks. The loan was divided in two tranches: one US\$ 812.50 million (€731.0 million) five-year tranche which matures in February 2021 and one US\$ 200.00 million (€179.9 million) seven-year tranche which matures in February 2023. The proceeds will be used to refinance existing loans and to reschedule SUEK’s main debt repayments due between 2018 and 2020. Both ING and Rabobank participated in the syndicate as lead mandated arrangers. The 10 banks committed the following estimated amounts:ⁱⁱ

| | | |
|---|-------------|-------------------------------------|
| <input type="checkbox"/> Alfa Bank | Russia | US\$ 121.5 million (€109.3 million) |
| <input type="checkbox"/> Banca IMI | Italy | US\$ 81.0 million (€72.9 million) |
| <input type="checkbox"/> Commerzbank | Germany | US\$ 81.0 million (€72.9 million) |
| <input type="checkbox"/> ING | Netherlands | US\$ 121.5 million (€109.3 million) |
| <input type="checkbox"/> Nordea | Sweden | US\$ 81.0 million (€72.9 million) |
| <input type="checkbox"/> OAO Rosbank | Russia | US\$ 81.0 million (€72.9 million) |
| <input type="checkbox"/> Rabobank | Netherlands | US\$ 121.5 million (€109.3 million) |
| <input type="checkbox"/> Sberbank | Russia | US\$ 121.5 million (€109.3 million) |
| <input type="checkbox"/> Société Générale | France | US\$ 81.0 million (€72.9 million) |
| <input type="checkbox"/> UniCredit | Italy | US\$ 121.5 million (€109.3 million) |

Bank IMI is a subsidiary of Intesa Sanpaolo (Italy) and OAO Rosbank is a subsidiary of Société Générale (France).

i SUEK (n.d.), “About Us – Overview”, online: <http://www.suek.com/en/about-us/overview/>, viewed in April 2016; SUEK (2015, July), Annual Report 2014, p. 145.

ii Thomson Reuters Eikon, “Tearsheet 176406116”, viewed in April 2016.