



KCA Deutag completes its financial restructuring to address its upcoming maturities and significantly delever its balance sheet

Prior to publication, this document contained inside information under Regulation (EU) 596/2014 on market abuse.

ABERDEEN, 21 December 2020 - following the announcements made on 26 March 2020, 2 May 2020, 31 July 2020 and 11 September 2020, KCA Deutag (**KCA Deutag** or the **Group**) is pleased to announce today that it has completed its financial restructuring. As a result of the financial restructuring, the Group has:

- reduced the debt outstanding under its principal third party financing arrangements from USD 1.9 billion to USD 505 million – resulting in net leverage of 1.4x (pro forma for the transaction)¹²;
- put in place a robust capital structure with a 5 year runway until the maturity of the reinstated bond debt and a 5 year extension to a USD 60m guarantee facility; and
- reduced its annual debt servicing costs by approximately USD 106 million.

Joseph Elkhoury, CEO of KCA Deutag said:

“Today’s announcement marks a significant milestone for the Group. By successfully deleveraging the Group’s balance sheet, KCA Deutag has the financial flexibility to support the future development of our business and deliver long-term value to all of our stakeholders: employees, customers, shareholders and the communities where we work.

With a strong balance sheet, we look forward to working with the Group’s new shareholders and greatly appreciate their backing of the business and the management team.”

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For more information, please visit our website: www.kcadeutag.com

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¹ Based on LTM Sep-2020 EBITDA of USD 274m, pro forma total debt of c. USD 505m, and current cash at 30-Sep-2020 of USD 113m (which excludes USD 80m of estimated transaction costs)

² Includes Oman and IDTEC debt of USD 5m