



**ZAGREBAČKI
HOLDING**

Ulica grada Vukovara 41, Zagreb

LEI: 74780090ND4TXRKKO752

Home member state: Croatia

ISIN: HRZGH00287A8

Symbol: 3ZGH2

Zagreb Stock Exchange, Inc.

Segment: Official Market

Zagreb, 14 July 2023

**CROATIAN FINANCIAL SERVICES
SUPERVISORY AGENCY**
Official register of prescribed information
ZAGREB STOCK EXCHANGE INC.
OTS HINA

OTHER PRESCRIBED INFORMATION

Standard & Poor's raised the credit rating of Zagreb Holding from B stable outlook to B+ positive outlook

On Wednesday, July 12th 2023, the international credit rating agency Standard & Poor's Global raised the rating of Zagreb Holding from B stable outlook to B+ positive outlook.

The increase followed the successful realization of bonds related to sustainability in the amount of EUR 305 million, with maturity in July 2028 and coupon interest rate of 4.90%, on the domestic capital market. The proceeds from the bond issue will be used in refinancing existing bonds with a total nominal value of HRK 2.3 billion with a final maturity on July 15, 2023.

This is the third rating upgrade for Zagreb Holding since the implementation of its operational and financial restructuring process, initiated by the new management at the end of 2021. The latest upgrade is the result of achieving three main objectives set by the management by the end of the first half of 2023.

The first achieved goal is the successful refinancing of short-term loans with a long-term loan during 2022. The second achieved goal was generating a positive EBITDA of EUR 77 million for the year 2022, surpassing the planned result and the Agency's expectations, which were set at EUR 66 million, after two years of losses. Finally, the third achieved goal was the successful refinancing of the EUR 305 million bond due on July 15th, 2023.

The Agency states that the successful fulfillment of the stated goals results in a positive assessment of the Company's ability to implement its business strategy.

Furthermore, the Agency also believes that the city's full ownership of Zagreb Holding, and its involvement in defining and establishing the company's strategy, investment plan, and budget, emphasize the very strong link between Zagreb Holding and the city.

ZAGREBAČKI HOLDING d.o.o.