

21 January 2020

Disclosure of Non-Public Information

This press release relates to the disclosure of information that qualified, or may have qualified, as inside information within the meaning of Article 7(1) of the EU Market Abuse Regulation.

In connection with the comprehensive recapitalisation transaction announced on 24 September 2019 and 1 November 2019, the Company has agreed with a group of certain Noteholders, to provide some additional breakdown on the previously disclosed Projected Financial Information.

<i>Net Sales (in € million)</i>	2020	2021	2022	2023	CAGR ('20-'23)
CWF	645	605	583	546	(5.5%)
Specialties	541	618	682	700	9.0%
Purchased Products	189	186	186	183	(1.1%)
Net Sales	1,375	1,408	1,451	1,429	1.3%

<i>EBITDA (in € million)</i>	2020	2021	2022	2023	CAGR ('20-'23)
CWF	42	44	48	45	1.8%
Specialties	70	79	93	96	10.9%
Purchased Products	10	10	11	11	2.3%
EBITDA	122	134	152	151	7.2%

EBITDA is projected to increase from €122 million in 2020 to €151 million in 2023. This increase is primarily driven by growth in the Specialties segment, particularly due to (i) the ramp up of investments in thermal and self-adhesive paper products (which have largely been incurred) and (ii) new capital expenditure in Condat for the transformation of Line 8 to Glassine paper and power / energy improvements.

<i>Capex (in € million)</i>	2020	2021	2022	2023
Maintenance Capex	31	27	26	30
Growth Capex	68	53	16	0
Total Capex	99	80	42	30

Projected maintenance capex varies between €25 and €30 million p.a. and is in line with historic averages. The main growth capex projects relate to the conversion of Condat's Line 8 to Glassine paper (€8 million capex), a new CSR boiler in Condat (€34 million capex), and energy investments in Garda Power (€12 million capex in 2021). Lecta expects an average

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payback period of the growth capex in the business plan period (2019-23) of approximately 5 years.

<i>Net Working Capital (in € million)</i>	2020	2021	2022	2023
Inventories	226	231	238	235
<i>% of Net Sales</i>	16.4%	16.4%	16.4%	16.4%
Accounts Receivables	229	234	242	238
<i>% of Net Sales</i>	16.6%	16.6%	16.6%	16.6%
Accounts Payables ⁽¹⁾	(313)	(320)	(330)	(325)
<i>% of Net Sales</i>	22.7%	22.7%	22.7%	22.7%
Derecognized Receivables	46	47	48	47
<i>% of Net Sales</i>	3.3%	3.3%	3.3%	3.3%
Net Working Capital	188	192	198	195

(1) Net of prepayments and confirming lines

Lecta projects net working capital to develop in line with the business. No reversal of the negative impacts of the past 12 months has been assumed in the underlying numbers.

For additional information, Noteholders are encouraged to get in touch with their financial advisor Houlihan Lokey via StarlingHL@hl.com.