

CZG – Česká zbrojovka Group SE
Floating Rate Note Issue
with coupon of 6M PRIBOR + 1.40 % p. a.
in the aggregate nominal amount of CZK 1,998,000,000
due 2029
ISIN CZ0003537029
(“the Notes “)

Bond Issue Announcement

Prague, 31 January 2022 - CZG – Česká zbrojovka Group SE (“CZG” or the “Company”), hereby announces that on 27 January 2022 it issued a total of 666 Notes with a nominal value of CZK 3,000,000 each and with the total nominal value of CZK 1,998,000,000. The Notes bear a floating rate interest equal to the sum of reference rate 6M PRIBOR and a margin of 1.4 % p. a. The issue price of the Notes is 100% of the nominal value of the Notes. The Notes were admitted to trading on the Regulated Market of the Prague Stock Exchange. Česká spořitelna, a. s., and Komerční banka, a. s., are the Joint Lead Managers of the Notes issue.

The Company has initially intended to issue Notes in the total aggregate amount of CZK 1,500,000,000; however, the issue amount was increased due to a high investor demand. The proceeds will be used for the repayment of existing debt, capital expenditures, working capital, financing of potential M&A transactions, and other general corporate purposes.

Jan Drahota, President and Chairman of the Board of Directors of the Company commented: *“We are very pleased with the high investor demand for the bonds and their trust in the Company. The maturity of the newly issued bonds as well as the bonds issued last year (7 and 6 years) provide the Company with the financial stability needed to meet our long-term growth strategy. Through the interest and currency risk management, the Group has hedged the interest rate risk of around 100% of our net debt. The effective weighted average interest rate paid in CZK/EUR and USD is approximately 2.7% p. a.”*

About CZG - Česká zbrojovka Group SE

CZG – Česká zbrojovka Group (CZG), together with its subsidiaries, is one of the leading producers of firearms for military and law enforcement, personal defence, hunting, sport shooting and other commercial use. CZG’s subsidiaries include Colt’s Manufacturing Company, Česká zbrojovka, Colt Canada Corporation, CZ-USA, 4M Systems and CZ Export Praha. CZG also owns a minority stake in Spuhr i Dalby, a Swedish manufacturer of optical mounting solutions for firearms. CZG markets and sells its products mainly under the Colt, Colt Canada, CZ (Česká zbrojovka), CZ-USA, Dan Wesson, Brno Rifles and 4M Systems brands.

CZG is headquartered in the Czech Republic and has production facilities in the Czech Republic, the United States and Canada. It employs more than 2,000 people in the Czech Republic, the USA, Canada, Germany, and Sweden.

Contact for investors

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