

ADCB WELCOMES CREDITOR APPROVAL OF DEBT RESTRUCTURING OF NMC GROUP

Abu Dhabi, 1 September 2021



Abu Dhabi Commercial Bank PJSC (“ADCB” or “the Bank”) welcomes the approval by creditors of NMC Group (“NMC” or “the Company”) of the restructuring of the Company’s debt and issuance of exit instruments to its creditors.

As a significant creditor to NMC, ADCB took proactive actions from February 2020 onwards initially taking NMC’s parent company in the UK into administration, which ultimately led to the Company filing for voluntary administration in ADGM, a course of action that was identified by the Company and its advisors as the most suitable route to ensure rescue and timely turnaround of the Company. Such actions also ensured operational continuity for patients, healthcare workers and other stakeholders throughout the global pandemic period. These proactive approaches were taken in response to several developments at NMC, including the revelation of previously undisclosed liabilities of over US\$ 4 billion.

ADCB has worked closely with other creditors to support the joint administrators of the Company, who prepared a three-year business plan to create and maximise value at the Company’s core operations, divest non-core assets, reduce debt and ensure an orderly restructuring process.

In line with this supportive approach, the Bank participated in the Company’s Administration Funding Facility (“AFF”) to underpin the implementation of the business plan and its restructuring process. In consideration of the participation in the AFF, the participants were granted elevation and conversion rights for an amount equivalent to their respective AFF participation. Following the exercise of these rights ADCB is expected to receive approximately 39% of transferable exit instruments in a new US\$ 2.25 billion facility, a debt claim sized to the expected future value of NMC.

Participants in the exit instruments will receive interest payment for the facility, which will ultimately be repaid from the proceeds generated from a sale of the underlying business at a later stage. There are further possibilities for the participants to benefit from any rise in the valuation of the NMC business as well as any recoveries made by the Company from its ongoing litigation strategies. Given this material progress in restructuring, the Bank considers the provisions and interest in suspense for NMC recorded to date to be at an appropriate level.

As a responsible stakeholder in NMC, ADCB takes a long-term view of its interests in the Company and will continue to take a supportive approach to ensure the provision of high-quality medical care for patients across the region and to maximise value. ADCB will appoint three of the seven non-executive directors that participants in the exit instruments will select to the new NMC Holdco’s Board of Directors.