

**Company Announcement**

No. 27/2020

Copenhagen, 18 September 2020

Scandinavian Tobacco Group A/S issues EUR 300 million Corporate Bond

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STG Global Finance B.V., a wholly-owned subsidiary of Scandinavian Tobacco Group A/S, has successfully priced an issuance of a 5 year unsecured corporate bond for a principal amount of EUR 300 million with maturity in September 2025 and with a coupon of 1.375%. The issuance was more than two times oversubscribed. The bonds are guaranteed by Scandinavian Tobacco Group A/S.

Moody's Investor Services rated the bond at Baa3, in line with the rating of Scandinavian Tobacco Group A/S.

The bond will be issued on 24 September 2020 and will be listed on Nasdaq Copenhagen A/S.

The proceeds of the offering will be used to refinance a bridge loan facility in the Group.

Danske Bank, Nordea Abp and Nykredit have been acting as joint bookrunners on the transaction.

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About Scandinavian Tobacco Group

Scandinavian Tobacco Group A/S is a world-leading manufacturer of cigars and pipe tobacco with an annual production of four billion cigars and 5,000 tonnes of pipe and fine-cut tobacco.

The Group holds market-leading positions in several categories and has a portfolio of more than 200 global and local brands.

Scandinavian Tobacco Group has its headquarters in Copenhagen, Denmark – and employs approximately 11,000 people in Europe, the US, Canada, Australia, New Zealand, the Dominican Republic, Honduras, Nicaragua, Indonesia and Sri Lanka. For more information please visit www.st-group.com