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PRESS RELEASE

29 September 2016

## Recipharm successfully places SEK 1,000m senior unsecured convertible bonds

Recipharm AB (publ) ("Recipharm" or the "Company") announces today the successful placement (the "Offering") of SEK 1,000 million senior unsecured convertible bonds due 2021 (the "Bonds"). The Bonds will be convertible into new Class B shares of the Company.

Recipharm intends to use the net proceeds from the Offering to take advantage of current attractive market conditions to fund potential external growth opportunities whilst diversifying its sources of financing.

The Bonds will carry a coupon of 2.75% per annum, payable semi-annually in arrear on 6 April and 6 October in each year, with the first interest payment date being 6 April 2017, and have a conversion price set at SEK 181.955 which represents a 30% premium over the volume-weighted average price of the Recipharm Class B share on Nasdaq Stockholm between launch and pricing of the Offering today.

The Bonds will be issued and redeemed at 100% of their principal amount and will, unless previously redeemed, converted or purchased and cancelled, mature on 6 October 2021. Recipharm has the right to redeem all but not some of the Bonds at any time on or after the third anniversary plus 15 days following the issue date at 100% of their principal amount together with accrued interest if the volume-weighted average price of the Class B shares on Nasdaq Stockholm exceeds, for a specified period of time, 130% of the conversion price.

Settlement and delivery of the Bonds is expected to take place on 6 October 2016 (the "Settlement Date").

Recipharm intends to make an application for the convertible bonds to be admitted to trading on the Open Market (*Freiverkehr*) of the Frankfurt Stock Exchange prior to the first interest payment date.

Recipharm has agreed to a lock-up for a period commencing on pricing and ending 90 calendar days from the Settlement Date, subject to customary exceptions.

The Bonds were placed through a book building process with institutional investors outside the United States in reliance on Regulation S under the U.S. Securities Act of 1933, as amended, and in accordance with applicable securities laws, rules and regulations.



The reason for the deviation from the shareholders' preferential rights is to enable the Company in a time efficient way to take advantage of current attractive market conditions to fund potential external growth opportunities whilst diversifying its sources of financing. The Offering was directed at institutional investors only, and in line with market practice for convertible bond transactions in Europe, the Bonds were marketed principally to European institutional investors who have specialised knowledge of such instruments.

Crédit Agricole Corporate and Investment Bank and Jefferies International Limited acted as Global Coordinators and Joint Bookrunners on the Offering. Swedbank AB (publ) acted as Co-Lead Manager.

For further information please visit [www.recipharm.com](http://www.recipharm.com) or contact:

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*This information is information that Recipharm AB is obliged to make public pursuant to the EU Market Abuse Regulation. This information was submitted for publication, through the agency of the contact persons set out above, on 29 September 2016, at 18:00 am CET.*

## About Recipharm

Recipharm is a leading CDMO (Contract Development and Manufacturing Organisation) in the pharmaceutical industry employing some 3,500 employees. Recipharm offers manufacturing services of pharmaceuticals in various dosage forms, production of clinical trial material and APIs, and pharmaceutical product development. Recipharm manufactures several hundred different products to customers ranging from Big Pharma to smaller research- and development companies. Recipharm's turnover is approximately SEK 5.0 billion and the Company operates development and manufacturing facilities in France, Germany, India, Israel, Italy, Portugal, Spain, Sweden, the UK and the US and is headquartered in Jordbro, Sweden. The Recipharm B-share (RECI B) is listed on Nasdaq Stockholm.

For more information on Recipharm and its services, please visit [www.recipharm.com](http://www.recipharm.com)



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