

MedLife Medical System prepares for new acquisitions at national level and increases its existing facilities by EUR 24 million through signing a EUR 90 million syndicated loan

Bucharest, September 27, 2019: MedLife Medical System, the leader of the private medical services market in Romania, has successfully signed a EUR 90 million syndicated facility, which includes amendment and increase of its existing facilities by EUR 24 million, funds that will be used in the acquisition program, both at national and international level.

"As approved at the last General Meeting of Shareholders, we are increasing the borrowing lines for the development and expansion of the group at national and international level. The fact that we have managed to improve our margins allows us to grow sustainably, while ensuring the optimal ratio between net debt and profit. The acquisition program is currently in progress, in the coming period we hope to finalize some acquisitions, and in the same time we continue investments in green field, digitization and technology projects. The complexity of the medical act has increased, both at the diagnostic level and at the hospital level, reaching a high level of performance, which allows us to become a regional reference, especially regarding the surgery of metabolic diseases, neurosurgery and interventional cardiovascular surgery", said Mihai Marcu, President and CEO of MedLife.

The syndicate of banks that signed the new syndicated loan is comprising the following lenders: Banca Comercială Română, as coordinator, mandated lead arranger, documentation agent, facility & security agent and lender, BRD Groupe Société Générale, Banca Transilvania and Raiffeisen Bank, as lead arrangers and lenders. The transaction was assisted by SCP Scorei si Asociatii law firm through lawyer Iulia Malis on MedLife side and by Țuca, Zbarcea si Asociatii, through lawyers Mihai Dudoiu, Partner and Sergiu Negreanu, Senior Associate, on the lenders' side.

According to the representatives of the group, to this increase in limit may be added own funds of the company, up to a total value of EUR 30 million.

In the first six months of this year, MedLife Medical System recorded a pro-forma consolidated turnover of 461 million RON, up by 23% compared to the same period in 2018. The company has also reported increasing results at profit level. Thus, the pro-forma consolidated EBITDA was 78 million RON, up by 81% compared to the same period last year, while the pro-forma consolidated net profit was approx. 14 million RON, up by 230% compared to the same period in 2018.