

Bulletin:

# PPF Telecom Group's Plans To Remove Subsidiaries' Guarantees From Its Notes Leaves Its Creditworthiness Intact

July 13, 2021

PARIS (S&P Global Ratings) July 13, 2021--S&P Global Ratings today said that PPF Telecom Group B.V.'s plans to remove the spring-back guarantees that benefitted its noteholders will not have a material impact on its creditworthiness (BB+/Stable/--). This applies to the group's subsidiaries CETIN Group B.V., PPF Telco B.V., and PPF TMT Bidco 1 B.V. The consent solicitation seeks approval from noteholders in exchange for a consent fee, and it will extend the group silo covenant applicable to O2 and CETIN to Telenor CETIN, PPF Telco B.V., and CETIN Group B.V., so that the subsidiaries' net total leverage doesn't exceed 2.2x, mitigating the release of the guarantees for PPF Telecom's noteholders.

This report does not constitute a rating action.

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