

Denne melding til obligasjonseierne er kun utarbeidet på engelsk. For informasjon vennligst kontakt Nordic Trustee ASA.

To the bondholders in:

**ISIN: NO 001 0793870 - FRN I.M. Skaugen SE Senior Unsecured USD Bond Issue
2017/2018**

Oslo, 21 December 2017

Notice from Bondholders – settlement of interest by payment in kind

Nordic Trustee ASA acts as bond trustee (the “**Bond Trustee**”) for the bondholders in the above mentioned bond issue where I.M. Skaugen SE is the issuer (the “**Issuer**”).

All capitalised terms used herein shall have the meanings assigned to them in the bond agreement dated 23 May 2017 (the “**Bond Agreement**”), unless otherwise defined herein.

The Issuer has informed the Bond Trustee that liquidity on a consolidated level after the payment of interest on the Interest Payment Date in December 2017 is expected to be below USD 7.0 million. Thus, pursuant to Clause 9.3 of the Bond Agreement, the Issuer has informed that it will settle the interest payment due on 29 December 2017 by way of payment in kind (PIK Interest) and not cash. The interest payment falling due on the Interest Payment Date in December will be settled by issuance of additional Bonds.

Yours sincerely

Nordic Trustee ASA



Vivian Trøsch