

### Codere EGM ratifies the restructuring of the company

- **Shareholders confirm the restructuring agreement reached with the group's creditors, which implies an additional contribution of liquidity of 225 million euros and the capitalization of up to 360 million of debt.**
- **The process grants the company, according to its current estimates, the necessary solvency until the total reopening of the business and normalization of its cash generation.**

**Madrid, May 11, 2021-** The Extraordinary General Meeting of Shareholders of Codere SA, held today on first call, has ratified with a large majority the subscription by the company to the lock-up agreement reached with the group's creditors and proposed by the Board of Directors.

This agreement involves the injection of up to an additional 225 million euros in the form of new bonds and the capitalization of up to 367 million euros of debt, corresponding to part of the existing senior secured bonds, placing this debt at levels considered sustainable once normalized the business. The remaining debt matures until September 2026 and November 2027.

The entry of the new funds will be given through a bridge loan of € 100M, of which € 30M were contributed after the restructuring announcement last April and € 70M will be provided after obtaining the adhesion of 75% of the bondholders; and up to an additional € 125M granted through super senior bonds that will be provided at the end of the restructuring process, which is expected to take place at the beginning of the fourth quarter of the year.

With this process Codere considers, based on current estimates that the viability of the company is ensured, thanks to the trust of its bondholders in the prospects of the group, in its management team and in the more than ten thousand employees that make up the organization.

#### **Restructuring of the shareholders and liquidation of the company**

It will be then, with the culmination of this restructuring process, when a new head of the group will be created, through which the creditors of the existing senior guaranteed bonds will have 95% of the share capital and the current shareholders 5%, obtaining warrants that grant them the right to receive up to 15% of a valuation of over € 220M in a possible liquidity event within 10 years.

The company plans to request the liquidation of Codere SA, a process that would allow its current shareholders to have stakes in the capital of the new head of the group or, optionally, an economic compensation that would result from the sale of the proportional part of their actions.