



The following is an update on the Moody's rating of Borets International Limited:

27TH JANUARY 2017 – MOODY'S INVESTORS SERVICE PUBLISH A RESEACH DOCUMENT ON BORETS INTERNATIONAL LIMITED, FOLLOWING THE RESULTS OF THE TENDER OFFER MDA:

Moody's confirmed that the MDA transaction would not materially affect the debt maturity profile of Borets and its leverage as it was fully funded with a bank loan.

Moody's positively acknowledged that Borets had gained access to bank financing at terms slightly more favourable than the Borets notes due 2018 and its commitment to refinance the notes due in a timely fashion.

The MDA will have no immediate effect on Borets corporate family and senior unsecured bond ratings of B1.