

CM STRUCTURED FINANCE (1) LTD

CAUTIONARY ANNOUNCEMENT

Pursuant to the Listing Particulars dated 6 August 2019 (the “**LP**”), CM Structured Finance (1) Ltd (the “**Company**”) listed USD 20,000,000 of credit-linked notes (the “**Notes**”) on the Official Market of The Stock Exchange of Mauritius Ltd (the “**SEM**”) having as reference entity NMC Healthcare LLC and guarantor NMC Health PLC (together being referred to as “**NMC**”). NMC Health PLC is a company listed on the London Stock Exchange (the “**LSE**”).

The Company wishes to inform its noteholders, the noteholders’ representatives and the public in general that it has taken note of the announcements dated 26 February 2020, 27 February 2020 and 2 March 2020 issued by the Regulatory News Service of the LSE (the “**Announcements**”), whereby NMC Health PLC disclosed certain matters relating to, amongst other things, the ownership stake of its reference shareholders, undisclosed related party transactions, inaccuracy of its accounting records and understated debt position.

On 27 February 2020, NMC Health PLC requested for trading in its shares on the LSE to be temporarily suspended and on 2 March 2020, Moody’s downgraded its credit rating to Caa1. The Company is expecting that the local credit rating of the Notes will also be downgraded.

NMC Health PLC has appointed Moelis & Company as independent financial advisor, PwC as operational advisor and Allen & Overy as legal advisor. On 2 March 2020, NMC Health PLC requested its lenders not to exercise any rights and remedies that may arise from any current or future defaults (the “**Informal Standstill**”) while NMC Health PLC seeks to stabilise its financial position.

The Company is of the view that it is in the interest of all noteholders to temporarily accede to the Informal Standstill request and to refrain from taking actions that would trigger a suspension of the noteholders’ rights to receive interest payments and to exercise their put option pursuant to clause 7.8.4 of the LP. As of the date hereof, NMC Healthcare LLC has fulfilled all its payment obligations under the arrangement with the Company, as described in the LP.

The Company is closely monitoring the situation and has sought a meeting with Moelis & Company. In addition, the Company has appointed an independent legal advisor and may appoint additional advisors, as appropriate, to assist in its discussions with NMC and to ensure that its rights under the arrangement (as described in the LP) are preserved.

In view of the above, the Company has requested for a suspension of the dealing in the Notes on the SEM in accordance with the rules 3.9(a) and 3.10 of the Listing Rules until further notice. The noteholders will be kept informed of further developments in an announcement to be released before the end of March 2020.

By Order of the Board

MCB Group Corporate Services Ltd
Company Secretary

Date: 5 March 2020

This Cautionary Announcement is issued pursuant to the SEM Listing Rule 11.3, the Securities Act 2005 and the rules and regulations made thereunder. The Board accepts full responsibility for the accuracy of the information contained in this Cautionary Announcement.

About NMC Health group*

NMC is one of the leading private healthcare operators in the Gulf Cooperation Council (“GCC”) with an international network of multi-specialty inpatient and outpatient clinics and hospitals, specialized maternity and fertility clinics, and long-term care homes hospitals across nineteen countries. NMC also ranks as one of the top two in-vitro fertilisation operators globally. The NMC Health group is recognised as a leading provider of long-term medical care in the UAE through its subsidiary ProVita. Pursuing a selective international expansion programme since 2016, NMC has total capacity of 2,207 licensed beds across its network. Moreover, the recent formation of a joint venture with GOSI/Hassana Investment Company provides a solid platform for continued growth in the GCC region’s largest healthcare market. The NMC Health group treated over 7.5 million patients in 2018. The NMC Health group is also a leading UAE supplier of products and consumables coming from healthcare related products. NMC reported revenues of US\$2.1 billion for the year ended 31 December 2018.

In April 2012, NMC was listed on the Premium Segment of the London Stock Exchange and was a constituent of the FTSE 100 Index.

* Source: NMC’s Announcements