

To: Noteholders of ISIN SE0010625830 – RNB Retail and Brands AB (publ) - up to SEK 600,000,000 senior secured floating rate notes

From: Nordic Trustee & Agency AB (publ)

Date: 2 June 2020

Notice of Event of Default (Non-Payment)

Nordic Trustee & Agency AB (publ) is the appointed agent under the terms and conditions for the abovementioned bond issue (the “**Terms and Conditions**”). All capitalised terms used herein and not otherwise defined in this notice shall have the meanings assigned to them in the Terms and Conditions.

As previously communicated in the Notice of Event of Default distributed by the Agent on 27 March 2020, an Event of Default under the Terms and Conditions has occurred and is continuing due to the company reorganisations (Sw. *företagsrekonstruktion*) (the “**Company Reconstructions**”) in the Issuer's Material Subsidiaries Departments & Stores Europe AB, Polarn O. Pyret AB and Brothers AB. The Stockholm City Court has decided to allow the Company Reconstructions to continue for an initial period up until 23 June 2020.

As a result of the Company Reconstructions, Danske Bank A/S Danmark, Sverige Filial initiated a Payment Block Event pursuant to the Intercreditor Agreement (as defined in the Terms and Conditions) which is continuing.

The Issuer has confirmed to the Agent that the Issuer has not carried out the interest payment in relation to the Interest Payment Date which falls on 1 June 2020.

In our capacity as Agent, we hereby notify the Bondholders, in accordance with Clause 15.4 of the Terms and Conditions, that an Event of Default under Clause 15.1 (a) of the Terms and Conditions has occurred and is continuing. Default interest will therefore start to accrue on the overdue amount in accordance with Clause 9.4 of the Terms and Conditions.

Bondholders representing a qualified majority of the votes for the Bonds have informed the Agent that they for the time being do not wish that any enforcement actions are taken under the Bonds.

Please note that Noteholders representing at least 10 per cent. of the Adjusted Nominal Amount may request that a Noteholders’ Meeting or Written Procedure is convened for the purpose of deciding on a matter relating to the Finance Documents (subject in each case to the Intercreditor Agreement).

For questions, please contact the Agent at sweden@nordictrustee.com / +46 8 783 79 00.

Yours faithfully,

NORDIC TRUSTEE & AGENCY AB (publ)