

ASX : DNA

asx release



15 June 2020

Donaco Receives Lender Support

Donaco International Limited (“Donaco” or “the Company”) is pleased to confirm that the Company’s principal lender, Mega International Commercial Bank Co., Ltd (“Mega Bank”) has agreed to the deferral of the \$US5 million principal payment due on 15 June 2020 under the Facility Agreement* with Mega Bank. The principal payment has been deferred to 31 December 2020.

Mega Bank has also granted a waiver on all June 2020 covenants under the Facility Agreement, until 31 December 2020, including that the aggregate amount of cash and cash equivalents investments of the Donaco group to be not be less than AUD\$20 million at any time on or after 30 June 2020 and the Donaco Hong Kong Limited 2020 Interest Coverage Ratio and Debt to EBITDA financial covenant.

Donaco welcomes this support from Mega Bank and extends thanks for the consideration given in supporting Donaco as the Company continues to be impacted by COVID-19 related travel restrictions and subsequent reduced patronage at Star Vegas and Aristo.

As previously disclosed, Donaco continues to consider liquidity measures and sources of a capital injection to guarantee the business remains in a sustainable and dynamic position during this period of global uncertainty. The agreement reached with Mega Bank provides that the proceeds of any capital injection prior to 31 December 2020 should be used to settle the \$US5 million principal payment when received.

*The Facility Agreement is between Mega International Commercial Bank Co., Ltd (Mega Bank) and Donaco Hong Kong Limited (as Borrower), DNA Star Vegas Co Ltd and Donaco International Limited (Donaco or Company) (as guarantors) dated 14 August 2017 and as amended from time to time – refer to ASX Announcement 24 June 2019 “Refinancing of Mega Bank Loan” <https://www.asx.com.au/asxpdf/20190624/pdf/44620ypqhxt7dj.pdf> for further details.

[ENDS]

Authorised for release by the Board.

Donaco International Limited

c/- Lumina Chartered Accountants,
Level 18, 420 George Street
Sydney, NSW 2000

[TEL] +61 (02) 9106 2149 [FAX] +61 (02) 9106 2106
[ABN] 28 007 424 777

ASX : DNA

asx release



For further information contact:

Investors

Leo Chan / Kurkye Wong

Donaco International Limited

Leo.chan@donacointernational.com

Kurkye.wong@donacointernational.com

Media

Shane Murphy

FTI Consulting

+61 420 945 291

shane.murphy@fticonsulting.com

Donaco International Limited

c/- Lumina Chartered Accountants,
Level 18, 420 George Street
Sydney, NSW 2000

[TEL] +61 (02) 9106 2149 [FAX] +61 (02) 9106 2106
[ABN] 28 007 424 777