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Takko Fashion positioned for growth with new long-term capital structure

- Takko Fashion, jointly with its shareholder, Funds advised by Apax, bondholders, and banks agreed to a new capital structure that will materially reduce leverage by more than €250 million and extend debt maturities until 2026
- Management continues to focus on providing quality fashion at discount prices across Europe
- As part of the transaction, a majority of the shares in the Company will transfer to Takko Fashion's existing bondholders

Telgte, 11 April 2023. Takko Fashion, one of the leading European fashion discounters, today announced that it has entered into an agreement with Funds advised by Apax, its bondholders and banks to secure a new, right sized capital structure. This will allow for the substantial reduction of debt resulting in a strengthened financial profile and extend the debt maturity, enabling Takko Fashion to continue to successfully execute on its growth strategy.

During its 40 years history, Takko Fashion has become a leading European fashion discounter with stores in 17 countries. Despite a challenging macroeconomic climate, marked by persistent inflation and uncertainty, Takko Fashion enjoys strong customer demand across its European markets. Combined with its long-standing supplier relationships and sustainability standards, Takko Fashion is ideally positioned to expand its presence across Europe, including through new store openings as well as the extension of the online shop. In addition, Takko Fashion will focus on its digital transformation journey to enable enhanced processes and an improved customer experience.

Tjeerd Jegen, CEO of Takko Fashion: “We are looking forward to welcoming our new shareholders, whose experience in the industry will allow us to further strengthen our business across Europe. Takko Fashion's discount model has again and again proven its strength, resilience, and potential and I would like to thank Apax for their support over the past few years. Through the improved debt position and new capital structure we

PRESS RELEASE

will be able to invest in the future of the company and accelerate our efforts to deliver on our strategic priorities.”

Takko Fashion was advised by PJT Partners (Financial Advisor), Gleiss Lutz and Simpson Thacher & Bartlett LLP (Legal Advisors).

The transaction is subject to certain closing conditions and customary regulatory approvals.

About Takko Fashion

Takko Fashion owns and operates almost 2,000 discount stores in 17 countries across Europe. In online as well as offline sales, the company offers quality fashion collections at an attractive price. As a member of the Fair Wear Foundation, the Partnership for Sustainable Textiles, and as a partner of the Better Cotton Initiative, Takko Fashion is committed to sustainable and responsible production conditions as well as improve cotton farming globally.

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PRESS RELEASE

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