

Press release
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Vilnius

Agrowill Group redeems second bond issue in two months

Agrowill Group, Lithuania's largest agricultural investment and development company, has successfully redeemed a non-public bond issue with nominal value LTL 10.65 million. Before that, Agrowill Group had redeemed a LTL 10.5 million non-public bond issue.

"This is already the second bond issue bought up by Agrowill Group over nearly two months. Our strategic objective is to continue reducing the company's debt levels. In December, we plan on redeeming yet another bond issue," says Domantas Savičius, Agrowill Group CFO.

In Savičius' words, Agrowill Group's ability to generate funds and buy up bonds in the time of economic hardship indicates the strong capital of the company.

The group used its own funds, primarily coming from this year's grain sales, for redeeming the second bond issue.

Agrowill Group is currently holding talks with several foreign and Lithuanian investors over the sale of a total land package of 10 000 ha. Agrowill Group is managing the land through more than 25 companies operated by Žemės Vystymo Fondas. "We plan to sell all the land that is not used by our agricultural companies to several clients. This will enable us to focus on the main activity of the company – production of primary agricultural produce," the Agrowill Group CFO stressed .

In his words, about LTL 150 million is expected from the deal within the coming 18 months. Part of the funds will arrive before the end of this year as a sale of 800 ha (8 per cent of the total land stock) should be finalized within a month. The income will enable Agrowill Group to cover the greater share of its financial liabilities and increase spending on further modernization of agricultural enterprises and enhancement of operational efficiency. The money will also be spent on the purchase of other modern and successful agricultural companies.

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