Royal Philips announces intended sale of part of its stake in Philips Lighting

Amsterdam, the Netherlands - Today, Koninklijke Philips N.V. ("Royal Philips") announced an accelerated bookbuild offering to institutional investors of approximately 22.25 million shares in Philips Lighting N.V. ("Philips Lighting") currently owned by Royal Philips (the “Offering”), representing approximately 14.8% of Philips Lighting’s outstanding share capital.

As part of this transaction, Philips Lighting has irrevocably committed to place an order in the Offering to repurchase 3.5 million Shares. Royal Philips will allocate Philips Lighting’s order in whole. Philips Lighting intends to cancel these Shares.

Royal Philips holds in total approximately 106.8 million shares in Philips Lighting’s outstanding share capital, representing 71.225%. If all offered shares are sold, this stake will be reduced to approximately 56.392%. After cancellation of the 3.5 million Shares that Philips Lighting intends to acquire in the Offering, Royal Philips’ shareholding in Philips Lighting is expected to represent 57.739% of Philips Lighting’s outstanding share capital. Philips Lighting will not receive any proceeds from the Offering.

The offer price and final number of shares sold will be determined by Royal Philips at the conclusion of the bookbuilding process and will be announced in a separate press release. The book is open with immediate effect. The transaction is expected to settle on 13 February 2017.

Royal Philips has agreed to a lock-up in respect of its remaining stake in Philips Lighting until 21 April 2017 (subject to limited exemptions and the Joint Bookrunners’ customary right to waive the lock up restrictions).

Citi, Goldman Sachs International, ING and J.P. Morgan are acting as Joint Bookrunners for the transaction. Rothschild is acting as financial adviser to Royal Philips in connection with the transaction.

The intended transaction is in line with Royal Philips’ stated objective to fully sell down its stake in Philips Lighting over the next several years.
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About Royal Philips
Royal Philips (NYSE: PHG, AEX: PHIA) is a leading health technology company focused on improving people's health and enabling better outcomes across the health continuum from healthy living and prevention, to diagnosis, treatment and home care. Philips leverages advanced technology and deep clinical and consumer insights to deliver integrated solutions. Headquartered in the Netherlands, the company is a leader in diagnostic imaging, image-guided therapy, patient monitoring and health informatics, as well as in consumer health and home care. Philips' health technology portfolio generated 2016 sales of EUR 17.4 billion and employs approximately 71,000 employees with sales and services in more than 100 countries. News about Philips can be found at www.philips.com/newscenter.

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