

INVESTMENT BANKING UPDATE

\$195 MILLION

Senior Secured Credit Facility



*The undersigned served as exclusive
financial advisor to Alaska Communications*

Stephens Inc.

Transaction Details

- On March 14, 2017, Alaska Communications Systems Holdings, Inc. (Nasdaq: ALSK) (“Alaska Communications” or the “Company”), announced it entered into a new \$195 million senior credit facility comprised of the following:
 - \$15 million Revolving Credit Facility due 2022 with an interest rate of L + 500 bps
 - \$120 million Term Loan due 2022 with an interest rate of L + 500 bps
 - \$60 million Term Loan due 2023 with an interest rate of L + 700 bps
- Proceeds from the Term Loans were used to repay in full the outstanding borrowings under its 2015 Senior Credit Facilities totaling approximately \$87 million, fund the purchase or repayment of their 6.25% Convertible Notes due May 1, 2018 (the “Convertible Notes”) and to pay fees and expenses related to the transaction; proceeds from the Revolving Credit Facility will be used for working capital and other general corporate purposes
- On April 14, 2017, Alaska Communications announced the expiration and final results of their tender offer to repurchase the Convertible Notes
 - The Company accepted for purchase ~\$84 million, or 89.31% of the outstanding convertible notes, at a purchase price equal to \$1,037.50 per \$1,000 principal amount of the notes
- Stephens Inc. served as exclusive financial advisor to Alaska Communications on the arrangement of the senior credit facility

Stephens Contacts

- Davidson Hall, *Managing Director* ([Bio](#))
- Phyllis Riggins, *Managing Director* ([Bio](#))
- Winston Meade, *Managing Director*

[According to the Company’s Press Release:](#)

Alaska Communications (NASDAQ: ALSK) is a leading provider of advanced broadband and managed IT services for businesses and consumers in Alaska. The company operates a highly reliable, advanced statewide data and voice network with the latest technology and the most diverse undersea fiber optic system connecting Alaska to the contiguous U.S. For more information, visit <http://www.alaskacommunications.com> or <http://www.alsk.com>

Sources: Publicly available information.

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