



PRESS RELEASE – 9th January 2019
Republic of Portugal
 (Baa3 Stable / BBB- Positive / BBB Stable)
 EUR 4 billion OT 1.95% due 15 June 2029

Summary Terms

Format:	RegS Cat1, 144a eligible and contain CAC
Size:	EUR 4 billion
Pricing Date:	09 th January 2019
Settlement:	16 th January 2019
Maturity:	15 th June 2029
Coupon:	1.95%, Annual ACT/ACT, Short first coupon to 15 th June 2019
Re-offer Spread:	Mid Swaps + 112bp
Re-offer Yield:	1.978 %
Re-offer Price:	99.743%
Listing:	MTS, BrokerTec, BGC Brokers and Euronext Lisbon
Denominations:	EUR 0.01
Lead Managers:	BBVA, BNP Paribas, Citi, Crédit Agricole CIB, Morgan Stanley and Novo Banco

Transaction Highlights

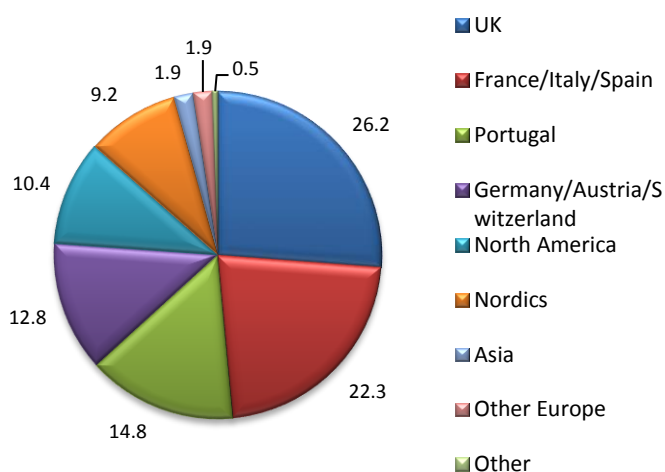
- On Tuesday, January 9th 2019 the Republic of Portugal rated Baa3 (Stable) by Moody's, BBB- (Positive) by S&P, and BBB (Stable) by Fitch, priced a EUR 4 billion long 10-year Government Bond (OT) due 15th June 2029 at MS+112 basis points. The Joint Lead Managers on the transaction were BBVA, BNP Paribas, Citi, Crédit Agricole CIB, Morgan Stanley and Novo Banco.
- This is the first syndicated transaction by the Republic of Portugal in 2019, and the fifth consecutive January which sees Portugal issue a new 10-year benchmark. The Republic of Portugal has a gross issuance target of EUR 15.8 billion to execute through auctions and syndications.
- The transaction was priced at the lower end of the price guidance, on an orderbook in excess of EUR 24 billion and over 300 accounts.

Execution Summary

- Following supportive market conditions, the Republic of Portugal announced its intention to launch a new OT long 10-year benchmark, maturing 15th June 2029 on Tuesday, January 8th at 13.45 GMT. Books were subsequently opened on Wednesday, January 9th at 8.30am GMT with guidance of MS+116 basis points area and IOIs already in excess of EUR 5 billion (including EUR 1.6 billion of JLM interest).
- Orders accumulated quickly and guidance was revised to MS+114 basis points area by 10.00 GMT, by which time books were already in excess of EUR 16 billion (including EUR 3.6 billion JLM interest). Books continued to grow rapidly and the spread was set at MS+112 basis points soon thereafter at 10.45 GMT with books in excess of EUR 20.5 billion (including EUR 4.15 billion JLM interest).
- Books were closed at 11.15 GMT in excess of EUR 24 billion (including EUR 4.15 billion of JLM interest) and the deal size was set at EUR 4 billion.
- The EUR 4 billion 1.95% OT due 15 June 2029 was priced at 16.30 GMT at MS+112 basis points, equivalent to a yield of 1.978%, spread to DBR 0.25 Feb-29 of 170.3 basis points, and a price of 99.743%.
- The transaction benefited from strong and granular demand across Europe, especially the UK, France, Italy, Spain and Portugal. Demand was also well diversified by investor type, though Fund Managers, Banks and Insurance/ Pension represented the largest share of the book.

Final Distribution

By Investor Region



By Investor Type

