



PRESS RELEASE – 6th of April 2022

Republic of Portugal

(Moody's Baa2 Stable, S&P BBB Stable, Fitch BBB Stable, DBRS BBBH Positive)

EUR 3.0 billion OT 1.65% due 16th July 2032

Summary Terms

Format:	Reg S Category 1, (144a eligible for QIBs), CAC
Size:	EUR 3.0 billion
Pricing Date:	6 th April 2022
Settlement:	13 th April 2022 (T+5)
Maturity:	16 th July 2032
Coupon:	1.65%, Fixed, Annual ACT/ACT, long first coupon
Re-offer Spread:	Mid Swaps +35bp
Re-offer Yield:	1.694%
Re-offer Price:	99.584%
Listing:	MTS, BrokerTec, BGC Brokers and Euronext Lisbon
Denominations:	EUR 0.01
Lead Managers:	Barclays, BBVA, CaixaBI, Deutsche Bank (B&D/DM), J.P. Morgan and Santander

Transaction Highlights

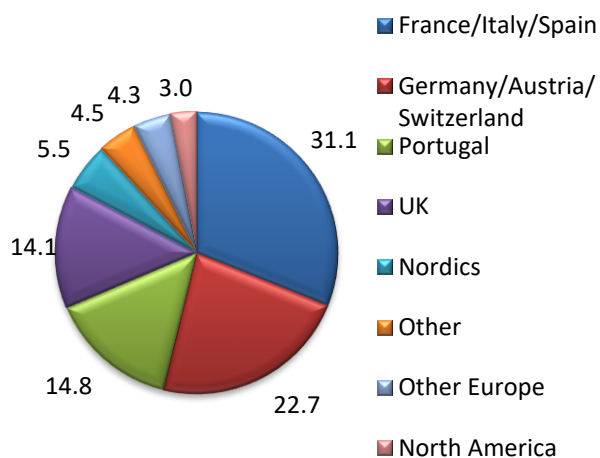
- On Wednesday 6th of April 2022, the Republic of Portugal rated Baa2 Stable by Moody's, BBB Stable by S&P, BBB Stable by Fitch and BBBH Positive by DBRS, priced a EUR 3.0 billion 1.65% 10-year Government Bond (OT), due 16th July 2032, at Mid swaps +35bp. The joint-bookrunners managing the transaction were Barclays, BBVA, CaixaBI, Deutsche Bank, J.P. Morgan and Santander.
- This is the second syndicated transaction executed by the Republic of Portugal in 2022, following the successful launch of the EUR 3.0 billion OT 1.15% 20-year benchmark (due 11th of April 2042) in January 2022.
- Despite elevated market volatility, the transaction benefited from strong demand and was 5x oversubscribed, with a final orderbook in excess of EUR 15.0 billion (incl. EUR 1.7 billion joint-bookrunner interest) comprised of over 160 individual orders. The strong demand allowed the Republic to print EUR 3.0 billion and add a key pricing reference on the PGB curve.
- With this syndication, the Republic of Portugal has executed approximately EUR 8.5 billion of the long term year-to-date issuance, equivalent to 48% of its 2022 funding program.

Execution Summary

- On the afternoon of Tuesday, 5th of April 2022, the IGCP proceeded to announce to the market a new 10-year OT benchmark, maturing 16th July 2032, to be launched in the near future, subject to market conditions.
- The following morning on Wednesday 6th of April 2022 at 08:10 LDN, the IGCP and the joint-bookrunners decided to release initial guidance of Mid swaps +36bp area. With orders quickly growing in excess of EUR 13.7 billion (including EUR 1.35 billion of joint-bookrunner interest), at 10:04 LDN the spread was tightened and set at Mid swaps +35bp.
- Shortly thereafter, the orderbook closed at 10:45 LDN in excess of EUR 15.5 billion (pre-reconciliation). The quality of the orderbook allowed the IGCP and joint-bookrunners to launch the transaction at 11:18 LDN with a size of EUR 3.0 billion.
- The new EUR 3.0 billion OT 10-year benchmark was priced at 14:09 LDN with a coupon of 1.65% and a re-offer yield of 1.694%, equivalent to a spread of +102.1bp versus the DBR 0.0% Feb-32.
- The transaction was allocated to a broad array of high quality accounts. The geographical distribution was diversified with large participation from investors based in France / Italy / Spain as well as Germany / Austria / Switzerland. By investor type, demand predominantly came from banks / private banks, as well as fund managers.

Final Distributions

By Investor Country



By Investor Profile

