



Press Release – 22nd of May 2024

Republic of Portugal

(Moody's A3/Stable, S&P A-/Positive, Fitch A-/Stable, DBRS A/Stable)

EUR 3.0 billion OT 3.625% due 12 June 2054

Summary Terms

Format:	Reg S Category 1, (144a eligible for QIBs), CAC
Size:	EUR 3.0 billion
Pricing Date:	22 nd May 2024
Settlement:	29 May 2024 (T+5)
Maturity:	12 June 2054
Coupon:	3.625%
Re-offer Spread:	Mid Swaps +115bps
Re-offer Yield:	3.678%
Re-offer Price:	99.043%
Listing:	MTS, BrokerTec, BGC Brokers and Euronext Lisbon
Denominations:	EUR 0.01
Lead Managers:	BNP Paribas, BBVA, Bank of America, Deutsche Bank, NovoBanco, Santander

Transaction Highlights

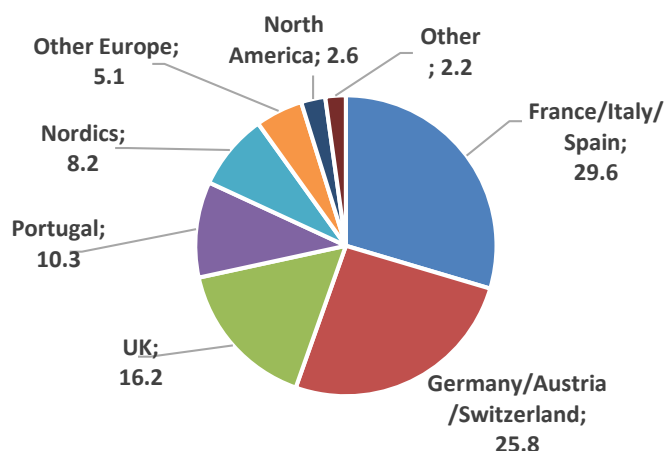
- On Wednesday 22nd of May 2024, the Republic of Portugal priced a new EUR 3.0 billion 3.625% 30-year Government Bond (OT), due 12th June 2054, at Mid swaps +115bps. The joint-bookrunners managing the transaction were BNP Paribas, BBVA, Bank of America, Deutsche Bank, NovoBanco and Santander.
- This is the second syndicated transaction executed by the Republic of Portugal in 2024, following the successful launch of the EUR 4.0 billion OT 2.875% 10-year benchmark (due 20th of October 2034) in January 2024.
- Albeit a busy EUR primary market, the transaction benefited from strong demand and was 3.6x oversubscribed, with a final orderbook in excess of EUR 10.9 billion (incl. EUR 950 million joint bookrunner interest), comprising of over 165 individual orders. The strong demand allowed the Republic to comfortably print EUR 3.0 billion and extend the PGB curve with a new liquid 30yr reference point.
- Following this syndication, the Republic of Portugal has executed approximately EUR 13.9 billion of the long-term year-to-date issuance, equivalent to around 87% of its 2024 funding program.

Execution Summary

- On Tuesday, 21st of May 2024 at 11:20am Lisbon time, the IGCP, E.P.E announced a new EUR 30yr benchmark, maturing 12th June 2054, to be launched in the near future, subject to market conditions.
- On the back of a stable market conditions, the following morning on Wednesday 22nd of May 2024 at 08:06am Lisbon time, books were opened with the size being set from the outset at EUR 3.0 billion alongside an initial guidance of Mid swaps+118 area being released.
- Momentum built quickly from the outset, and at 9:57am Lisbon time, the orderbook stood in excess of EUR 14.0 billion (incl. 975 million JLM interest), at which point the spread was tightened and set at mid swaps +115bps, 3bps inside guidance, with books to be closed at 10:30am Lisbon time.
- The new EUR 3.0 billion OT 30-year benchmark was priced at 1:37pm Lisbon time with a coupon of 3.625% and a re-offer yield of 3.678%, equivalent to a spread of +99.2bp versus the DBR 2.5% August 2054.
- 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 and Switzerland. By investor type, demand predominantly came from fund managers, insurance and pension funds.

Final Distributions

By Region



By Type

