

**PRESS RELEASE – 9th January 2025****Republic of Portugal****Moody's A3 Stable, S&P A- Positive, Fitch A- Positive, DBRS A Positive, Scope A Stable****EUR 4 billion OT 3.000% due 15 June 2035****Summary Terms**

Format	Reg S Category 1, (144a eligible for QIBs), CAC
Size	EUR 4.0 billion
Pricing Date	9 th January 2025
Settlement Date	16 th January 2025
Maturity Date	15 th June 2035
Coupon	3.000%
Re-offer Spread	Mid-swaps +55 bps
Re-offer Yield	3.074% p.a.
Re-offer Price	99.360%
Listing	MTS, BrokerTec, BGC Brokers and Euronext Lisbon
Denominations	EUR 0.01
Lead Managers	BBVA / BNP Paribas / CaixaBI / CACIB / J.P. Morgan (DM/B&D) / Morgan Stanley

Transaction Highlights

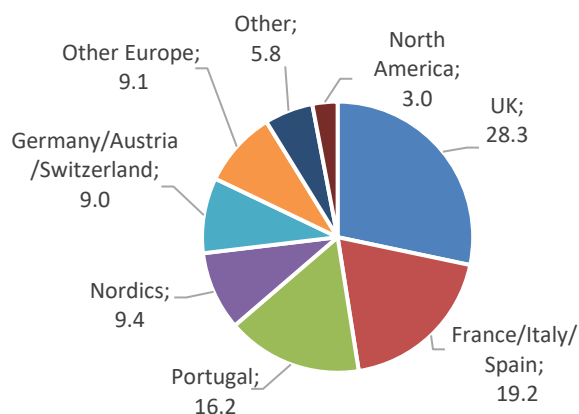
- On Thursday 9th January 2025, the Republic of Portugal rated A3 Stable by Moody's, A- Positive by S&P, A- Positive by Fitch, A Positive by DBRS, and A stable by Scope priced a EUR 4.0 billion 3.000% Long 10-year Government Bond (OT), due 15th June 2035, at Mid swaps + 55 bps. The Joint Bookrunners managing the transaction were BBVA, BNP Paribas, CaixaBI, CACIB, J.P. Morgan and Morgan Stanley.
- With this first syndicated transaction, the Republic of Portugal took advantage of the first full week of execution in 2025. The new OT June-2035 offers the IGCP an on-the-run benchmark to re-open via auctions during the year.
- The transaction was 6.4x oversubscribed with a final orderbook in excess of EUR 25 billion (incl. EUR 1.32 billion joint-bookrunner interest) with over 210 accounts participating. A strong outcome despite enhanced rates volatility throughout the morning.
- The transaction benefited of the upward rating trajectory of the Republic of Portugal over the course of 2024, when the Republic was upgraded by S&P to A- while keeping the positive outlook, was upgraded by Scope to A, its outlook upgraded to A positive by DBRS and the outlook upgraded to A- positive by Fitch. The upward rating actions enabled Portugal's OTs to reenter the FTSE Russel World Government Bonds Index in November of last year, reflecting Portugal's strong primary surplus, the solid consolidation of its public finances and the steep downward path of the public debt to GDP.
- With this transaction IGCP has completed 20% of the €20.5 billion PGB program funding requirement for 2025.

Execution Summary

- At 11am Lisbon time of Wednesday, 8th January 2025, on the back of stable market conditions, IGCP announced to the market the intention to issue a new 10-year OT benchmark, maturing 15th June 2035, to be launched in the near future, subject to market conditions.
- The following morning on Thursday, 9th of January 2025 at 08:00 Lisbon time, IGCP and the Joint Bookrunners released initial guidance of Mid swaps +57 bps area. Within less than 2 hours, the orderbook grew in excess of EUR 31 billion (including EUR 1.32 billion of Joint Bookrunner interest) and at 9:45 Lisbon time the spread was set at Mid swaps +55 bps.
- Shortly thereafter, the orderbook closed at 10:30 Lisbon time in excess of EUR 25 billion. The quality of the orderbook allowed IGCP and joint-bookrunners to launch the transaction with a size of EUR 4.0 billion.
- The new EUR 4.0 billion OT 10-year benchmark was priced at 14:36 Lisbon time with a coupon of 3.000% and a re-offer yield of 3.074%, equivalent to a spread of +52.8 bps versus the DBR 2.6% Aug-34.
- The transaction was allocated to a broad array of high-quality accounts. The geographical distribution was diversified with large participation from investors based in the United Kingdom as well as France / Italy / Spain. By investor type, demand predominantly came from fund managers, as well as banks / private banks.

Final Distribution Statistics

By Region



By Type

