

Press Release – 30 of April 2025

Republic of Portugal

**Moody's A3 Stable, S&P A Positive, Fitch A- Positive, DBRS A High Stable, Scope A Stable
EUR 3 billion OT 3.375% due 15 June 2040**

Summary Terms

Format:	Reg S Category 1, (144a eligible for QIBs), CAC
Size:	EUR 3 billion
Pricing Date:	30 April 2025
Settlement:	08 May 2025 (T+5)
Maturity:	15 June 2040
Coupon:	3.375% p.a.
Re-offer Spread:	Mid swaps +92bps
Re-offer Yield:	3.498% p.a.
Re-offer Price:	98.569%
Listing:	MTS, BrokerTec, BGC Brokers and Euronext Lisbon
Denominations:	EUR 0.01
Lead Managers:	BBVA, Deutsche Bank, Goldman Sachs Bank Europe SE, J.P. Morgan, NovoBanco and Santander

Transaction Highlights

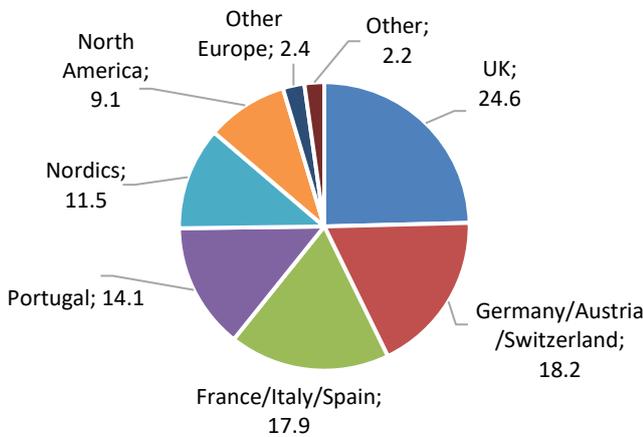
- On Wednesday 30th of April 2025, the Republic of Portugal successfully priced a new EUR 3 billion 3.375% 15-year Government Bond (OT), maturing on 15th June 2040, at mid-swaps +92bps. The Joint Lead Managers on the transaction were BBVA, Deutsche Bank, Goldman Sachs Bank Europe SE, J.P. Morgan, NovoBanco and Santander.
- This is the Republic of Portugal's second syndicated transaction in 2025, following the EUR 4 billion OT 3.000% 10-year benchmark (due 15th June 2035), launched in January 2025.
- Once again, the IGCP was receptive to the prevailing market conditions, seizing a clear issuance window following a stable backdrop in the Euro Government Bond market amidst broader global volatility.
- Albeit a busy week in the primary EUR market, the transaction benefited from strong demand and was 5.3 times oversubscribed, with a final orderbook exceeding EUR 15.8 billion (including EUR 2.15 billion of JLM interest), comprising of over 140 orders. This robust demand enabled the Republic to comfortably issue EUR 3.0 billion and establish a new liquid 15-year reference point on the PGB curve.
- With this syndication, the Republic of Portugal has now executed approximately EUR 10.9 billion of the Portuguese Government Bond year-to-date issuance, representing around 53% of its EUR 20.5 billion funding program for 2025.

Execution Summary

- On Tuesday, 29th of April 2025 at 12:10pm Lisbon time, the IGCP announced a new EUR 3 billion (wng) 15-year benchmark maturing on 15th June 2040, to be launched in the near future, subject to market conditions.
- On the back of a stable market opening in the following morning on Wednesday 30th April 2025, books were opened at 8:02am Lisbon time, alongside a spread initial guidance of mid-swaps +93bps area being released.
- Momentum built quickly from the outset and within less than two hours, by 9:51am Lisbon time, the orderbook had exceeded EUR 13.7 billion (incl. 1.85 billion JLM interest) and the final spread was set at mid-swaps +92bps, tightening 1bp from initial guidance.
- At 10.15am Lisbon time, the orderbook closed in excess of EUR 15.8 billion (incl. 2.15 billion JLM interest).
- The new EUR 3 billion 15-year OT benchmark was priced at 12:58pm Lisbon time, with a coupon of 3.375% and a re-offer yield of 3.498%, equivalent to a spread of +74.2bps versus the DBR 4.750% July 2040.
- The transaction was allocated to a wide range of high-quality accounts. Geographically, the distribution was well-diversified with large participation from investors based in Europe (88.7%). By investor type, demand predominantly came from fund managers and banks, central banks and official institutions.

Final Distributions

By Region



By Type

