

Press Release – May, 28th 2026

Republic of Portugal

Moody's A3 Stable, S&P A+ Positive, Fitch A Positive, DBRS AH Positive, Scope A Positive
EUR 3 billion OT 3.875% due 15 June 2046

Summary Terms

| | |
|------------------|--|
| Format: | Reg S Category 1, (144a eligible for QIBs), CAC |
| Pricing Date: | 28 May 2026 |
| Settlement: | 4 June 2026 (T+5) |
| Size: | EUR 3 billion |
| Maturity: | 15 June 2046 |
| Coupon: | 3.875% p.a. |
| Re-offer Spread: | Mid swaps +67bps |
| Re-offer Yield: | 3.913% p.a. |
| Re-offer Price: | 99.477% |
| Listing: | MTS, BrokerTec, BGC Brokers and Euronext Lisbon |
| Denominations: | EUR 0.01 |
| Lead Managers: | BBVA, Bank of America, Deutsche Bank, Goldman Sachs Bank Europe SE, J.P. Morgan, and Santander |

Transaction Highlights

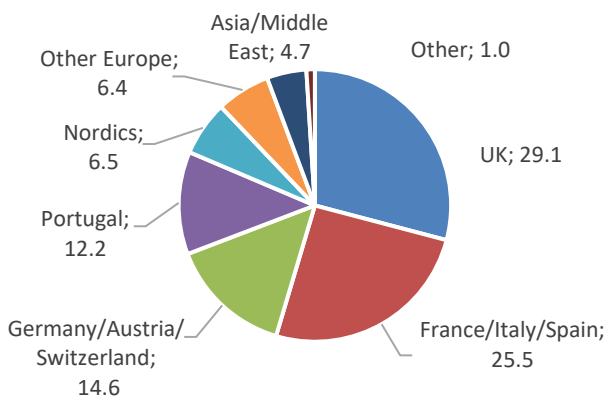
- On Thursday 28th May, the Republic of Portugal rated A3 Stable by Moody's, A+ Positive by S&P, A Positive by Fitch, AH Positive by DBRS and A Positive by Scope successfully priced a new EUR 3 billion 3.875% 20-year Government Bond (OT) due 15th June 2046 at mid-swaps +67bps. The Joint Lead Managers on the transaction were BBVA, Bank of America, Deutsche Bank, Goldman Sachs, J.P. Morgan, and Santander.
- This is the Republic of Portugal's second syndicated transaction in 2026, following the EUR 4 billion OT 3.250% 10-year benchmark (due 13th June 2036), launched in January 2026.
- Despite a busy week in the EUR primary market, the transaction attracted strong investor demand, ultimately being 18 times oversubscribed. The final orderbook exceeded EUR 56.5 billion (including EUR 3.6 billion of JLM interest) and was comprised of 353 investors.
- This robust demand enabled the Republic to successfully issue a benchmark size of EUR 3 billion while establishing a new 20-year reference point on the PGB curve - the Republic of Portugal's first 20-year EUR benchmark since January 2022. Investor appetite was further supported by recent rating outlook revisions on Portugal by both S&P (from stable to positive in February 2026) and Fitch (which followed a similar revision in March).
- With this transaction, IGCP has completed approximately 60% of the €24.0 billion PGB funding programme for 2026.

Execution Summary

- At 1pm Lisbon time on Wednesday, 27th May 2026, amidst a stable market backdrop, IGCP announced the mandate for a new 20-year OT benchmark, maturing 15th June 2046, to be launched in the near future, subject to market conditions.
- On Thursday, 28th May 2026, just before 08:00 Lisbon time, IGCP and the Joint Bookrunners released initial guidance of mid-swaps +69bps area. Within less than 1.5 hours, the orderbook had grown to over EUR 41 billion (including EUR 3.6 billion JLM interest) and at 9:21 Lisbon time the spread was set 2bps tighter at mid-swaps +67 bps.
- Shortly thereafter, the orderbook closed at 10:00 Lisbon time in excess of EUR 56.5 billion (including EUR 3.6 billion JLM interest), making this the largest orderbook to date for a single new issuance line by the Republic, surpassing the previous record of EUR 49 billion achieved in January of this year. The high-quality orderbook allowed the Republic of Portugal to comfortably launch the transaction with a size of EUR 3.0 billion.
- The new EUR 3.0 billion OT 20-year benchmark was officially priced at 13:23 Lisbon time with a coupon of 3.875% and a re-offer yield of 3.913%, equivalent to a spread of +44.5bps versus the German benchmark - the DBR 3.4% due May 2047.
- The transaction was allocated to a strong mix of high-quality accounts. The geographical distribution was well diversified with large participation from investors based in the United Kingdom (29.1%) as well as France / Italy / Spain (25.5%), Germany / Austria / Switzerland (14.6%), Portugal (12.2%) and the Nordics (6.5%). By investor type, the new 20-year OT benchmark was well supported by Fund Managers (36.7%), followed by Banks / Private Banks (33.3%) and Central Banks / Official Institutions (18.0%) as well as Insurance/Pension Funds (5.3%).

Final Distributions – New June 2046

By Region



By Type

