

Novo Banco, S.A. informs about the share capital increase

Novo Banco, SA (“novobanco” or the “Bank”) informs that, following the General Shareholders Meeting held today, it was decided to increase its share capital arising from the conversion of the conversion rights relating to 2018 and 2019 fiscal years. The conversion rights were issued under the special regime applicable to deferred tax assets approved by Law No. 61/2014, of 26 August, as amended.

This capital increase is done with the incorporation of reserves in the amount of € 146,366,604.25 (one hundred and forty-six million, three hundred and sixty-six thousand, six hundred and four euros and twenty-five cents) for the fiscal year ended December 31, 2018, and in the amount of €116,816,620.97 (one hundred and sixteen million, eight hundred and sixteen thousand, six hundred and twenty euros and ninety-seven cents), for the fiscal year ended December 31, 2019, through the issuance of 739.798.019 (seven hundred and thirty-nine million, seven hundred and ninety-eight thousand and nineteen) new shares representing 6.27% of its share capital that are attributed to the Portuguese State in accordance with the mentioned regime, which will hold 11,96% of novobanco share capital.

The share capital of novobanco increases to € 6,567,843,862.91 (six billion five hundred and sixty-seven million, eight hundred and forty-three thousand, eight hundred and sixty-two euros and ninety-one cents).

With this share capital increase, and as per agreement between the Resolution Fund and the shareholder Lone Star in the context of the sale of the 75% share capital of novobanco, only the participation of the Resolution Fund will be diluted.

This announcement is made in accordance and for the purpose of article of article 29-Q, No. 3 of the Portuguese Securities Code and the article 17 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council.

Lisbon, 22nd March 2023
Novo Banco, S.A.