

Novo Banco, S.A. informs about issuance of European Covered Bonds (Premium)

Novo Banco, SA (“novobanco” or the “Bank”) informs that it has today launched a premium European Covered Bond (“the bonds”) in the amount of € 500 million, with maturity on 4 February 2030 (soft bullet). The bonds, which are expected to be rated Aaa by Moodys, pay an annual fixed coupon of 2.75% and were placed at mid-swaps plus 42 bps.

The Bank announced in the morning the intention to issue a € 500 million Covered Bond, gathering strong interest from the market. The order book was more than 7 times oversubscribed, reaching more than € 3.8 billion at peak. This transaction allows the Bank to diversify and optimize its funding sources.

The final allocation comprises a geographically diversified base investors, including DACH (24%), Iberia (22%), Nordics (18%) and France (13%). The notes were mostly placed with high quality accounts including banks (50%) and asset managers (42%). Settlement will take place on 4 February 2025.

Barclays, Commerzbank, Crédit Agricole CIB, ING Bank N.V and LBBW acted as Joint Lead Managers and Joint Bookrunners.

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, 28 January 2025
Novo Banco, S.A.