

Novo Banco, S.A. informs about Issuance of Senior Preferred Debt

Novo Banco, SA (“novobanco” or the “Bank”) informs that it has launched today a new Senior Preferred transaction (“the Notes”) in an amount equal to €500 million, with maturity on 9th of March 2029 and an optional redemption date on 9th of March 2028 (3.5 years). The Notes were subscribed at a price of 99.879% and have an annual coupon of 3.50% in the first 3.5 years, resetting to 3-month Euribor plus a margin of 100bps thereafter. The Notes are expected to be rated Baa3 by Moody’s and BBB- by Fitch.

The Bank announced in the morning the intention to issue € 500 million Senior Preferred debt, gathering strong interest from the market. At peak, the order book was above €1.6 billion.

The Notes were placed entirely with institutional and professional investors gathering interest from c.80 accounts. The final allocation comprises a geographically diversified investor base, including France (31%), UK (28%), Nordics (14%), Iberia (9%) and Italy (5%). The Notes were mostly placed with high quality accounts including asset managers (74%) and central banks (10%). Settlement will take place on 9th of September 2024.

BNP Paribas, BofA Securities, Deutsche Bank, Jefferies and J.P. Morgan acted as Joint Bookrunners on this transaction.

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, 2 September 2024
Novo Banco, S.A.