

HYPO NOE Landesbank concludes refinancing plan for 2022 with benchmark issue out of public cover pool

Yesterday, HYPO NOE Landesbank successfully placed a covered bond benchmark transaction in the capital markets. Notwithstanding increasingly challenging market conditions, HYPO NOE Landesbank is thus consistently pursuing its refinancing strategy as a regular issuer of secured and unsecured benchmark bonds on the capital markets. The EUR 500mn public sector covered bond (AT0000A305R9) carries a coupon of 2.5% with a re-offered yield of 2.539%. The bond with a maturity of just under eight years is expected to be rated 'Aa1' from Moody's.

On Thursday morning at 8:56 CET, lead managing banks BNP Paribas, Erste Group, LBBW, NORD/LB and UBS opened the order books with pricing guidance of mid-swaps +20 bps area. The buying interest shown by investors covered the transaction size of EUR 500mn announced from the beginning, even without joint lead managers, after just under 90 minutes, which was announced with the first update at 10:24 CET. Total orders had passed the EUR 680mn mark (including EUR 80mn joint lead managers interest) by the time of the second update at 11:45 CET, at which time pricing was set at mid-swaps +19 bps with books to go subject at 12:00 CET. At the time of pricing at 13:55 CET, demand from 45 investors were in the books at re-offered.

39% of the issue is attributable to domestic investors. With the remaining 61%, once again a substantial proportion of the transaction could be placed abroad, with Germany (32%) showing particular interest, followed by the Benelux countries (12%), the Nordics (8%), and Italy (7%). As expected, the lion's share went to banks (52%), with the remainder of demand being made up of central banks and official institutions (28%) as well as asset managers and insurance companies (16%).

With the two bonds previously issued this year - a senior preferred and a mortgage covered benchmark bond - HYPO NOE Landesbank's overall refinancing programme is therefore essentially concluded for 2022. In view of the unusually strong supply of competing primary issues during August to date, this transaction once again underlines HYPO NOE Landesbank's solid international name recognition and sound standing with the international investor community.

For further information, visit ir.hyponoe.at.

HYPO NOE Landesbank für Niederösterreich und Wien AG

HYPO NOE Landesbank is the largest and oldest-established of Austria's state mortgage banks¹, and has served as a dependable commercial bank, stable state bank and specialist mortgage bank for more than 130 years. Based on the foundations of its strong position in the capital region of Lower Austria and Vienna, the Bank operates primarily in Austria and Germany, as well as in selected markets in the European Union.

For further information, please contact the Investor Relations team:

☎ +43 590 910 4444 | investorrelations@hyponoe.at | ir.hyponoe.at/en

¹In terms of total assets (2021 consolidated financial statements) and foundation dates