

Press Release

On Thursday 17th May 2018, Council of Europe Development Bank (CEB), rated Aa1 St. / AA+ Pos. / AA+ St., launched a successful new EUR 1 billion 5-year benchmark via Commerzbank, J.P. Morgan, Natixis and SGCIIB.

The mandate for a EUR 1 billion 5-year benchmark was announced to the market at 8.00 am London time (BST) on Tuesday 17th May 2018, along with initial price thoughts of mid-swaps minus 23bp area. CEB took advantage of an improving market sentiment at opening after an eventful session driven by Italian political headlines the day before.

The transaction gained good traction in the morning with solid interests coming from Fund Managers and Official Institutions entities. The orderbook grew steadily from the outset: a first update was sent at 10:20 am BST to set the spread at MS-23 bps, on the back of an orderbook in excess of EUR 700 million. At 10:45 am BST, investors were informed that the book would go subject at 11:15 am BST/ 12:15 am CET, which supported further momentum by gathering late orders.

Final books closed at 11.15 am BST, in excess of EUR 950 million (excl. JLMs interests) with participation from 38 investors. The transaction attracted particularly strong interest from Fund Manager who took up 43% of the total allocation, banks accounted for 36% and FM 21%, highlighting CEB's strong investor franchise in the Euro market. The transaction was priced at 12:40 pm BST and carries an annual coupon of 0.125%. At MS-23bp, this is equivalent to +23.9bp versus OBL 0% 14 Apr 2023.

Investor Distribution

By Geography		By Investor Type	
UK	34%	Fund Managers	43%
Benelux	22%	Banks	36%
France	15%	Central Banks/Official Institutions	21%
Germany / Austria	13%		
Asia / Middle East	10%		
Others	6%		

Bond Summary Terms

Issuer	Council of Europe Development Bank
Issuer rating	Aa1 / AA+ / AA+ (Moody's / S&P / Fitch)
Format	Senior Unsecured
Amount	EUR 1 billion
Launch Date	17 May 2018
Settlement date	25 May 2018
Maturity date	25 May 2023
Re-offer Spread	MS -23bps
Coupon	0.125%
Issue yield	0.210%
Listing	Luxembourg Stock Exchange's regulated market
Joint lead managers	Commerzbank, J.P. Morgan, Natixis, Société Générale
ISIN	XS1825405878

For further information please contact Magnus Sandin +33 1 47 55 71 10
Felix Grote on +33 1 47 55 55 28