

30th September 2021

Press Release

Council of Europe Development Bank

A\$300m 0.6% Kangaroo Benchmark due October 2024

Transaction Highlights

- Council of Europe Development Bank's (CEB) highly successful strategic "re-entry" kangaroo benchmark transaction
- Successfully re-engaging a broad spectrum of A\$ investors both domestically and offshore
- Offering investors a fresh point of liquidity and paving the way for future issuance in Kangaroo format

On Thursday 30th September 2021, Council of Europe Development Bank (CEB), rated Aa1/AAA/AA+ (stab/stab/pos), priced a remarkable new A\$300m 3-year Kangaroo transaction due 8 October 2024. The Joint Lead Managers on the transaction were Nomura, RBC Capital Markets and TD Securities. This transaction represents CEB's first strategic Kangaroo benchmark since 2010, and marks a successful "re-entry" into the market. Re-engaging with a diverse set of investors both domestically and offshore, CEB have notably repositioned their credit after a long hiatus away from the market and paved the way for future Kangaroo issuance.

Council of Europe Development Bank took advantage of a strong backdrop in the SSA Kangaroo primary markets and moved quickly to secure a clear issuance window amid a busy new issue pipeline.

The new mandate was announced on Wednesday, 29th September at 12.00pm Sydney time with spread guidance released simultaneously at BBSW+10bps area for an "A\$ Benchmark" transaction.

The orderbook attracted a number of high-quality investors throughout the European and Americas sessions, allowing the Syndicate to release a book update Thursday 30th of over A\$260m (incl. 75m JLM) at 9.30am Sydney and a deal size of A\$300m minimum with the final spread set at BBSW+10bps

Further momentum during the Sydney morning enabled a further book update of over A\$340m (incl. 75m JLM), with the final deal size set at A\$300m. Pricing took place shortly after 4.30pm Sydney time. The new bond offered a 0.6225% re-offer yield and a semi-annual coupon of 0.6%. The transaction attracted a wide range of investors with Domestic investors notably accounting for 45% and EMEA accounts taking 33%. In terms of investor type, Bank Treasuries took the lions share at 57% with AM/PF/INS at 26% and CB/OIs taking 17%.

Investor Distribution

By Geography

Domestics	45%
EMEA	33%
Asia	16%
Americas	6%

By Investor Type

Banks & Bank Treasuries	57%
AM/Ins/PF	26%
Central Bank/Official Institution	17%

Bond Summary Terms

Issuer:	Council of Europe Development Bank (Ticker: COE)
Issuer rating:	Aa1/AAA/AA+ (stab/stab/pos)
Amount:	A\$ 300m
Pricing Date:	30 September 2021
Settlement Date:	8 October 2021 (T+5)
Maturity Date:	8 October 2024
Coupon:	0.6%, s.a., RBA Bond Basis
Issue Price:	99.933%
Issue Yield:	0.6225% s.a.
Reoffer Spread:	BBSW+10bps
Joint Lead Managers:	Nomura, RBC Capital Markets, TD Securities
ISIN:	AU3CB0283638

About Council of Europe Development Bank

The Council of Europe Development Bank (CEB) is a multilateral development bank with an exclusively social mandate. The Bank receives no aid, subsidy or budgetary contribution from its member states to finance its activities. The necessary resources are therefore raised on the international capital markets in the form of borrowings.

As a major instrument of the policy of solidarity in Europe, the Bank finances social projects by making available resources raised in conditions reflecting the quality of its rating (Aa1 with Moody's, outlook stable, AAA with Standard & Poor's, outlook stable and AA+ with Fitch Ratings, outlook positive).

To ensure that it maintains access to the funds needed to pursue its activities, the Bank continues to have recourse both to large-scale borrowings in major currencies, aimed at a broad range of institutional investors, and to issues in given currencies or with specific structures corresponding to more particular requirements.