

Dual tranche 3yr & 7yr Covid-19 Social Response Bond



Transaction Summary

Transaction Execution

- On Tuesday, 14th of April, CDP announced the mandate for a Euro 3yr and 7yr Benchmark dual tranche Covid-19 Social Response Bond with a NetRoadshow presentation made available to investors, coupled with investor calls upon request
- On Wednesday, 15th of April, the issuer opted to go ahead with the transaction releasing Guidance of BTPs 1Mar23 +45bp area for the 3yr tranche and BTPs 15Jan27 +50bp area for the 7yr tranche
- FV for this transaction was estimated in the context of BTP+ mid to high 20's for both maturities thus implying a 20/25bps initial new issue concession to start with, in line with recent SSA's transactions
- With the books steadily getting pace, a first update was released communicating books >€1.4bn
- Final spreads of BTPs 1Mar23 +40 for the 3yr and BTPs 15Jan27 +45 for the 7yr were set, and the book reached the >€1.75bn mark (incl. €75m JLM), with limited price sensitivity and size left open
- Despite the spread revision, the books showed no sensitivity, ending up at a level of ~€1.9bn combined (incl. €75m JLM) with >130 placed orders, with a meaningful participation from SRI investors

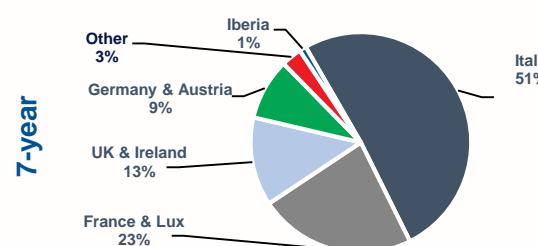
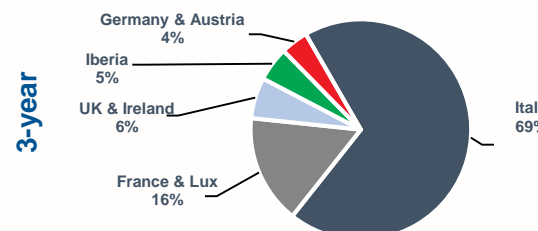
Transaction Features

- Following the disruptive economic and social impacts in Italy due to the Covid-19 virus, CDP opted to issue a dual-tranche Covid-19 Social Response Bond, confirming its key role for the Italian system in this current challenging environment
- The transaction is the fourth CDP visit to wholesale market for a Social Bond, second in 2020, and represents the first Italian deal in the market after the Covid-19 outbreak and the first Covid-19 Social Response Bond issued by a National Promotional Institution in Europe
- The proceeds of the issue will be focused on fighting the Covid-19 emergency as well as sustaining the recovery of Italian economy and communities with initiatives aimed at helping corporates, mainly SMEs, accessing banking and financial services, and providing Local Authorities with financial support, as well as supporting the improvement and protection of the public health system
- The Social Bond was issued under the current CDP Green, Social and Sustainability Bond Framework and is expected to contribute to a broad range of SDGs, in particular SDG 3 "Good health and wellbeing" and SDG 8 "Decent work and economic growth"
- Despite the market backdrop underpinned by high BTP volatility, the transaction was able to shakeoff most of the negative background noise, with an investor response that allowed CDP to print a €1bn transaction with a new issue concession in line with recent SSAs transactions
- The 3yr and 7yr tenors fit well into the already well developed CDP's credit curve with the transaction being marketed over the BTP reference in order to minimise volatility during the execution and to appeal to the widest possible audience

Transaction Highlights

Issuer	Cassa Depositi e prestiti S.p.A. (CDP)	
Issue ratings	BBB(S&P) / BBB(Fitch) / BBB+(Scope)	
Documentation	Issued under the Issuer's €10bn Debt Issuance Programme dated 10(05/2019 and the supplement to the Base Prospectus dated 8 April 2020	
Governing law	Italian law	
Notes	EUR Senior Unsecured, Reg S Bearer, dematerialised	
Denomination	€100,000 + €100,000	
Pricing Date	15 April 2020	
Settlement Date	20 April 2020	
Maturity Date	20 April 2023 (3y)	20 April 2027 (7y)
Size	€500mn	€500mn
Coupon	1.500% fixed, annual act/act	2.000% fixed, annual act/act
Reoffer Yield	1.545%	2.081%
Reoffer Price	99.869%	99.477%
Listing / ISIN	Luxembourg Stock Exchange / IT0005408080	Luxembourg Stock Exchange / IT0005408098

Investor Allocation by Region



Investor Allocation by Type

