

The Treasury successfully completed international funding plan for 2018

On Wednesday, September 5, the Treasury of the Republic of Latvia capitalized favourable situation in financial markets and priced Eurobond dual-tranche in a total amount of EUR 350 million.

Thus a funding plan for borrowings in amount of 1 billion EUR in international markets for 2018 is successfully completed, and financing is ensured to cover not only this year requirement, but also for debt repayments in the first half of next year.

On September 5, Latvia reopened two of its outstanding Eurobonds – notes maturing May 30, 2028 with coupon 1.125% were increased by EUR 150 million at a yield of 0.997% and notes maturing February 15, 2047 with coupon 2.250% were increased by EUR 200 million at a yield of 1.861%.

Both Eurobond offerings were well received from around 70 investors, mainly from Europe. The Joint Lead Managers were *Citi, JP Morgan* and *Natixis*.

Overview of transaction

	Tap of Notes due 2028	Tap of Notes due 2047
Issuer	Republic of Latvia	
Rating	A3/ A- /A-	
Format	RegS Registered	
Maturity	30 May, 2028	15 February, 2047
Tap size	EUR 150 million (tap)	EUR 200 million (tap)
Current outstanding amount	EUR 500 million	EUR 1 billion
Coupon p.a.	1.125%	2.250%
Yield	1.148%	1.938%
Issue price	101.178%	108.522%
Spread vs MS	+14 bps	+38 bps
Pricing date	5 September 2018	
Governing Law	English	
Listing	Luxembourg Stock Exchange	
Lead Managers	Citi, JP Morgan, Natixis	

Investor distribution

