



Latvia Issues an Inaugural 30-year Eurobond

Treasury
Republic of Latvia

On Thursday February 9, Latvia successfully priced dual-tranche Eurobonds in the international capital markets in an aggregate amount of EUR 650 million, covering most of Latvia's financing requirements for 2017.

The 30-year Eurobonds represent the longest tenor issued by Latvia. The 30-year tranche priced at a coupon of 2.250% (yield 2.330%), in a new benchmark issue size of EUR 500 million.

Simultaneously, Latvia tapped its 0.375% Eurobonds maturing October 7, 2026, increasing the outstanding amount of these bonds by EUR 150 million at a yield of 1.062%.

Demand for Latvia's Eurobonds exceeded issue size by 1.6 times in the case of the 30-year Eurobonds and by 2.8 times in the case of the tap..

The Eurobonds were well received by approximately 50 investors for each tranche. Investors were mainly from Europe (Germany, Austria, United Kingdom and other countries).

The Joint Lead Managers were Deutsche Bank, Goldman Sachs and Société Générale.

Overview of bond issue:

Transaction	Tap of 0.375% €650m Notes due 2026	New 30-year Notes due 2047
Issuer	Republic of Latvia	Republic of Latvia
Rating	A3/ A- /A-	A3/ A- /A-
Format	Reg S Registered	Reg S Registered
Maturity	7th October 2026 (10 years)	15th February 2047 (30 years)
Size	EUR 150,000,000 (tap)	EUR 500,000,000
Coupon p.a.	0.375%	2.250%
Issue price	93.735	98.287
Launch spread	+38 bps	+98 bps
Governing Law	English	English
Launch date	7th February 2017	7th February 2017
Listing	Luxemburg	Luxemburg
Lead Managers	Deutsche Bank, Goldman Sachs, Societe Generale	Deutsche Bank, Goldman Sachs, Societe Generale

Distribution by type of investors

