Iccrea Banca – EUR 500mln 2.125% Social SP due Jan 2027

Iccrea Banca

Terms & Conditions

Issuer	ICCREA Banca S.p.A.
Issuer Rating	BB (Stable) / BB- (Stable) / BB(h) (Stable) (S/F/DBRS)
Issue Rating (exp.)	BB / BB- / BBH (S/F/DBRS)
Status/Type	Senior Preferred Unsecured
Size	EUR 500mln
Announcement Date	10 November 2021
Settlement Date	17 November 2021 (T+5)
Maturity	17 January 2027 (Long 5NC4)
Re-offer Price	99.996%
Re-offer Yield	2.125%
Re-offer Spread	224.2bps vs swaps
Coupon	2.125% Fixed, Annual, Act/Act (ICMA), long first
Documentation	Issued under the Issuer's Euro 3 billion Euro Medium Term Note Programme dated 3 September 2021 and supplemented on 30 September 2021 and on 4 November 2021
Min. Denomination	EUR 100k + EUR 1k
Distribution	Reg S, Bearer form, New Global Note
Listing	Luxemburg Stock Exchange
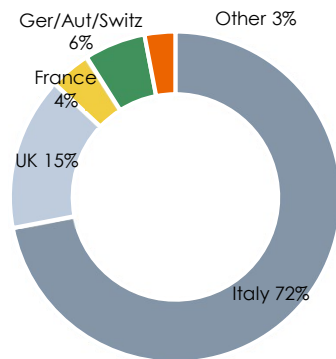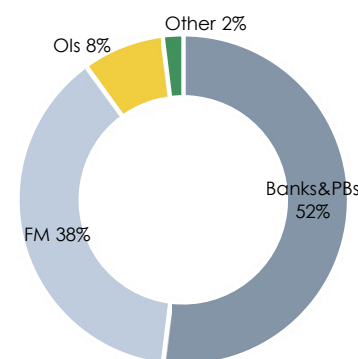
Book Analysis

Book Size	> EUR 650mln
n. Of Allocated Accounts	> 85

Pricing

Final yield	2.125%
IPT	2.125% area

ESG Highlights

Format	Social Bond
Use of Proceeds	The proceeds of the notes will be allocated according to the Social Eligible Categories as defined within the Issuer's Green, Social & Sustainability Framework, aligned to the ICMA Social Bond Principles

Deal Description

- On November 8th, Iccrea Banca mandated JLMs for its Inaugural **Social** Senior Preferred Bond together with a series of investor calls, commencing on the same day, to present its newly established Green, Social & Sustainability Bond Framework

- The Inaugural transaction was announced along with a Tender Offer on the Issuer's outstanding EUR 600mln 1.500% October 2022 Senior Preferred Notes, with the purpose to strengthen its funding structure and fulfill MREL requirements

- On the back of positive feedbacks gathered by international and domestic accounts and taking advantage of stable market conditions, on November 10th the Issuer opted to hit the screens with a EUR 300-500mln Long 5NC4 Social Senior Preferred transaction. Books opened in the morning at 9.16 am CET, releasing IPTs of 2.125% area

- With books growing steadily throughout the morning, an update was published at 11:05 am CET communicating combined books above EUR 500mln mark

- Benefitting from more than 95 high quality and granular orders totaling above EUR 650mln, at 12.38 pm CET the issuer set final terms at 2.125% and final size at EUR 500mln

- Books closed at 1.00 pm CET with subsequent final pricing at 5.15 pm CET at a reoffer price of 99.996%

- The Social Bond launched by Iccrea represents the Bank's debut in the ESG bond space, confirming the aim to enhance its engagement in activities with social purposes, according to its mission and values, and the intention to become a regular player in the sustainable bond market

Allocation by Geography

- Ger/Aut/Switz 6%
- Other 3%
- France 4%
- UK 15%
- Italy 72%

Allocation by Investor Type

- OIs 8%
- Other 2%
- FM 38%
- Banks&PBs 52%