

Alpha Services and Holdings S.A., the 100% parent company of Alpha Bank S.A. ("Alpha Bank"), announces that Alpha Bank has successfully completed the issuance of a Euro 450 million senior preferred bond [7.12.2022]

Alpha Bank has completed on 6.12.2022 the issuance of a Euro 450 million senior preferred bond. The bond has a maturity period of 4.5 years and is callable at 3.5 years, with a coupon of 7.5%, and a yield of 7.75%. Demand for the bond reached Euro 1 billion, exceeding the initial target of Euro 300 million.

In parallel, the Bank extended a tender offer for an existing Senior Preferred bond (issued in December 2021, maturing in February 2024 and callable in February 2023). The proposal was made on a voluntary basis, in the context of the Bank's active management of its liability structure, allowing investors to transfer their positions to the new issue. The overwhelming acceptance by existing bondholders who opted to renew their investment in the Bank in the medium term, confirms their confidence in the Bank.

Alpha Bank's pro-forma Minimum Requirement for Own Funds and Eligible Liabilities (MREL) ratio, accounting for the transaction and the early redemption of the existing bond, stands at 20.44%.

The issuance attracted the interest of more than 100 investors and was covered by 42% by institutional investors and supranational institutions, 45% by asset management funds and 13% by wealth management firms. It is worth noting that the two-thirds of the issue were placed outside Greece, confirming the interest of foreign investors in the prospects of the Bank and the country.

With this transaction, Alpha Bank continues to implement its strategy of achieving MREL targets in a sustainable manner, while improving its financing profile. It is the second senior preferred bond issuance for 2022, following the Euro 400 million issuance of a 3-year Senior Preferred bond in end-October 2022, callable at two years, thus confirming the Bank's ability to capitalize on the positive market dynamics and meet the regulatory timetable, in a challenging economic environment, tapping into international demand and a strong domestic customer base.

BNP Paribas, Deutsche Bank, Goldman Sachs, and Morgan Stanley acted as joint bookrunners of the issuance.