

Cassa depositi e prestiti €750mn 7-year Social Bond

On March 18th, 2019 Cassa depositi e prestiti (CDP) successfully priced its new €750mn senior unsecured Social Bond

Transaction summary

Transaction Execution:

- On Monday, 18th March 2019, following the constructive feedback collected during its pan-European roadshow and on the back of a positive market backdrop, CDP successfully launched and priced its new 7-year Social Bond. This is the third Social/Sustainability issuance by CDP, after the inaugural Social Bond in November 2017 and the Sustainability Bond in September 2018, demonstrating the issuer's commitment towards the ESG market
- Books opened at 10:45 CET with IPTs in the area of MS+210bps, representing an initial concession of ca. 7bps over CDEP 1 7/8 02/07/26 that at the announcement was trading at +203bps (Mid). After 2 hours, the guidance was revised down to MS+200bps area, on the back of orders in excess of € 1.5bn (excl. JLM). The high quality of the book enabled the issuer to finally set the spread at MS+195bps (15bps tighter than IPTs) for a size of € 750mn
- The final pricing is ca. 8bps inside the issuer's curve with an implied a premium vs. BTP in the region of ca. 22bps (compared to BTP 03/01/206).

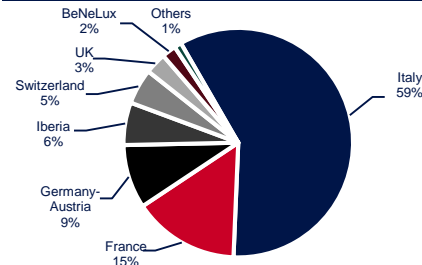
Main Social Features:

- The newly issued CDP's Social Bond is inspired by the UN SDGs 4 "Quality Education" and 11 "Sustainable Cities and Communities"
- In particular, the new CDP Social Bond aims mainly at providing the necessary liquidity for the construction, renovation, safety measures and earthquake-proofing for publicly-owned buildings dedicated to school education at all levels and for urban redevelopment, including through initiatives aimed at improving living standards in areas subject to degradation, social hardship and poor safety and security conditions
- CDP obtained a Second Party Opinion on its transaction by the independent advisor Vigeo Eiris
- In addition to the usual contribution from domestic investors, international accounts showed a great deal of interest in the transaction, subscribing over 40% of the total. Top international investors came from France (15%), Germany/Austria (9%), Iberia (6%) and Switzerland (5%).
- As for investor-type breakdown, 54% of the allocated bond went to Banks/Private Banks, followed by Fund Managers (25%), Insurances/Pension Funds (15%) and Central Banks (4%).

Transaction highlights

Issuer	Cassa depositi e prestiti S.p.A. (CDP)
Issuer ratings	Baa3 (M) / BBB (SP) / BBB (F) / BBB+ (Scope)
Issue ratings	Baa3 (M) / BBB (SP) / BBB (F) / BBB+ (Scope)
Documentation	Issued under the Issuer's €10bn Debt Issuance Programme dated 9 May 2018
Governing law	Italian law
Format / Type	RegS/ Social Bond
Ranking	Senior Unsecured
Size	€750mn
Denomination	€100,000 + €100,000
Pricing Date	18 March 2019
Settlement Date	21 March 2019
Maturity Date	21 March 2026 (7Y)
Coupon	2.125% fixed, annual act/act
Reoffer Spread	MS +195 bps
Reoffer Yield	2.236%
Reoffer Price	99.288%
Listing	Luxembourg Stock Exchange

Investor allocation by region



Investor allocation by type

