

PRESS RELEASE

Saint-Denis, 16 Novembre 2021

## With a further 3 billion euros raised, Société du Grand Paris secures over 70% of Grand Paris Express financing

On Tuesday 16th of November, Société du Grand Paris successfully launched its ninth and tenth Green bond issuances under its “Green Euro Medium Term Note” programme. This was via a dual-tranche transaction for a total amount of 3 billion euros with 1.75 billion 10-year tranche (with a 0.300% Coupon) and a 1.25 billion 30-year tranche (with a 1.000% Coupon). This EMTN programme was recently awarded first place in the « Largest Certified Climate Bond & Largest Subnational Green Bond » awards by the « Climat Bonds Initiative » in 2020.

This transaction, the last of the year for the issuer, attracted 33 investors on the 30-year tranche and 57 investors on the 10-year one, with combined orderbooks reaching 3.4 billion euros. Despite a volatile rates environment, many international investors reaffirmed their strong support for the Grand Paris Express project.

Société du Grand Paris would like to thank its partner banks, reunited once again for this new issue, as well as the investors for their significant contribution and continued commitment since the launch of this Green EMTN program back in 2018, the first ever of this category. Over the past 3 years, Société du Grand Paris has raised over 24.5 billion euros, of which 22.5 billion euros drawn from their EMTN programme. This represents over 70% of the funding required for the Grand Paris Express project. In total, Société du Grand Paris has raised 7.5bn euros in 2021.

*“The attractiveness of our bonds is confirmed once again by these two transactions. In 3 years, thanks to the confidence of our Supervisory Board which supports our financing strategy and thanks to strong market conditions, we have now secured 70% of the financing of the Grand Paris Express through our various funding programs. The projected costs of the project are thus covered until 2026, allowing us to pursue its implementation under the best possible economic conditions.”*

**Jean-François Monteils, Chairman of the management board of Société du Grand Paris**

The new bonds attracted strong interest from both conventional and ESG investors, with final orderbooks surpassing 3.4 billion euros (1.95 billion euros for the 10-year tranche and 1.45 billion euros for the 30-year tranche).

### Details of the transaction:

The mandate for a new Société du Grand Paris EUR 10 and 30-year dual tranche Green Bond benchmark transaction was announced to the market at 1.30pm (Paris) on Monday 15<sup>th</sup> November 2021.



J.P.Morgan

NATIXIS



NOMURA



BNP Paribas, Citi, Deutsche Bank, Goldman Sachs, Nomura and Société Générale CIB acted as Joint Lead Managers on the 10-year tranche while Barclays, Crédit Agricole CIB, HSBC, J.P. Morgan, Natixis et Natwest Markets acted as Joint Lead Managers on the new 30-year line. Crédit Agricole CIB acted as Communication Coordinator.

Books were officially opened 9am (Paris) on Tuesday 16<sup>th</sup> November with spread guidances at OAT November 2031 +23bps area for the 10-year tranche and interp. OAT May 2050 & May 2052 +23bps for the 30-year leg.

#### EUR1.75bn 25th of November 2031 tranche:

The new 10-year tranche rapidly saw growing interest from investors, and by 11h05 (Paris time) orderbooks had surpassed 1 billion euros (excluding JLM interest). At that point, Société du Grand Paris decided to send out the first update to the market, communicating on orderbook size and keeping initial Guidance unchanged at OAT+23a

Following this orders kept increasing, reaching 1.35 billion euros forty minutes later (Paris time). Société du Grand Paris then decided to set the final spread at OAT+23bps, informing investors books would be closing in short order at 12h30 (Paris time).

Over the next half an hour, the orderbook continued growing at an impressive speed, surpassing 1.95 billion euros prior to the transaction launching at 13h10 (Paris time). A final size was set at 1.75 billion euros.

Pricing of the 10-year tranche took place at 15h50 (Paris time), with a coupon set at 0.30% (representing a 0.344% Reoffer Yield and a 23bps spread over the OAT 11/31).

The 10-year tranche displayed a well-balanced split in orders, between Bank Treasuries (28%), Central Banks/Official Institutions (27%) and Asset Managers (24%). Geographically, French and Asian Investors dominated, taking 31% and 19% of allocation respectively.

#### EUR1.25bn 26th of November 2051 tranche :

Just like for the 10-year tranche, demand for the new 30-year line was robust and in excess of EUR 1bn by 11am (Paris) and the spread was set at +23bps over the interpolated OAT 50>52 curve at 11.45am (Paris), when books reached in excess of EUR 1.35bn.

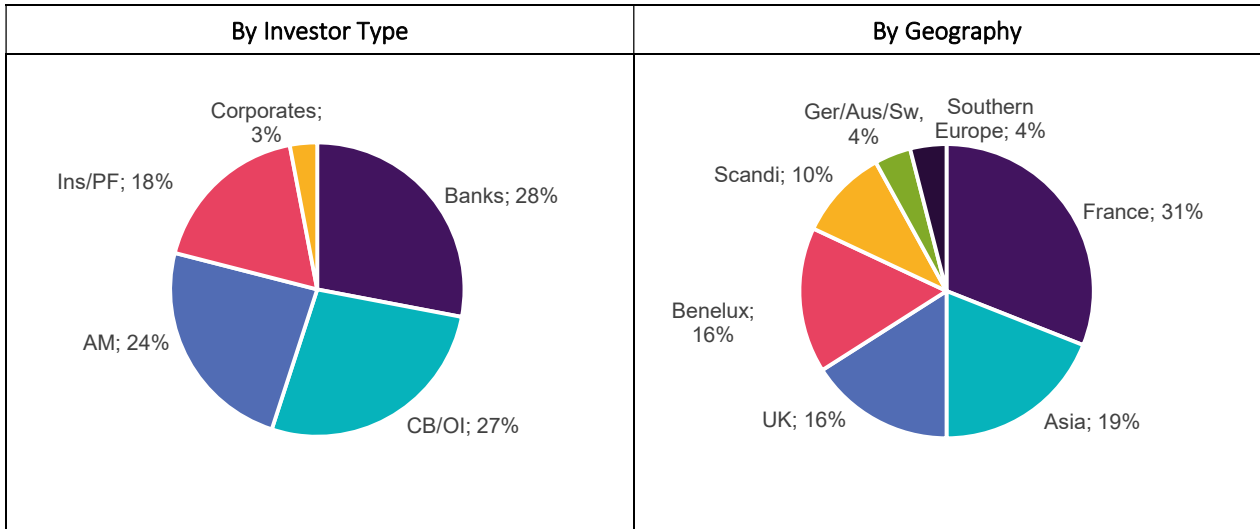
The line was launched with a EUR 1.25bn issue size at 1.10pm (Paris) after the orderbooks had closed in excess of EUR 1.45bn.

The new EUR 1.25bn 30-year Green Benchmark was priced at 3.25pm (Paris) with a 1% annual coupon and a +23 spread over the interpolated OAT 50>52's curve, offering a 1.029% reoffer yield.

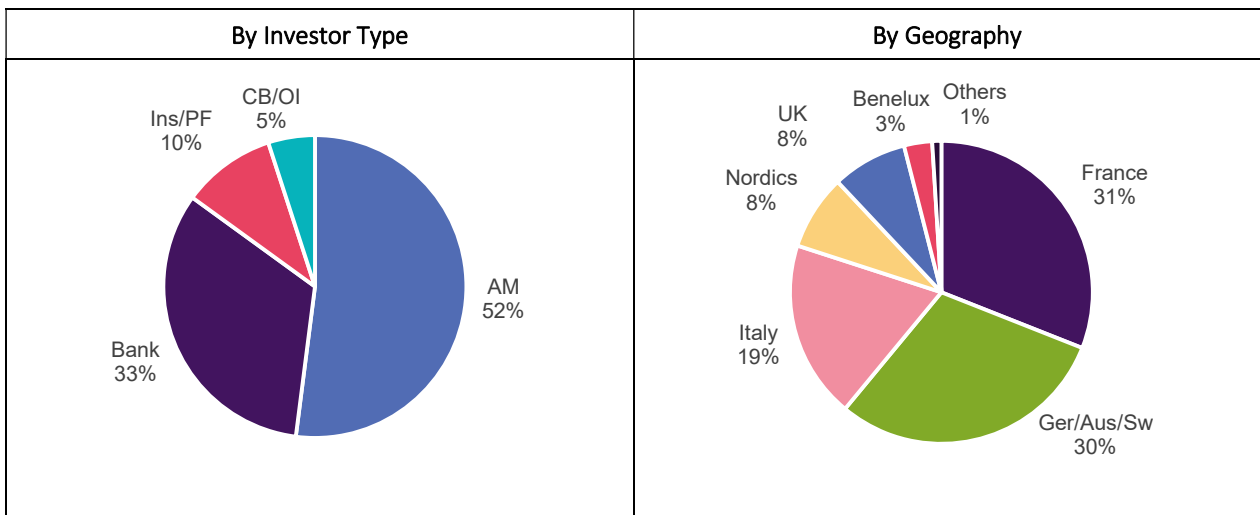
From an investor type perspective, Asset Managers took the lion's share, receiving 52% of the allocated amount, followed by Banks (33%), Insurance Companies and Pension Funds with (10%) and Central Banks and Official Institutions (5%). From a geographical perspective, domestic accounts dominated (31%),

followed closely by German, Austrian and Swiss accounts (30%). The rest was shared between Italy (19%), Nordics (8%), UK (8%), Benelux (3%) and others (1%).

**2031 Tranche Distribution**



**2051 Tranche Distribution**



10 & 30-year green bond terms summary

Issuer	Société du Grand Paris ("SOGRPR")	
Rating	Aa2 "stable outlook" (Moody's) / AA "negative outlook" (Fitch)	
Format	Green, Bearer RegS, Dematerialised	
Issue Date	16 November 2021	
Settlement Date	26 November 2021 (T+8)	
Tranche	10-year	30 ans
Volume	1.75 billion euros	1.25 billion euros
Maturity	25 November 2031	26 November 2051
Coupon	0.300% annual Act/Act ICMA	1.000% annual Act/Act ICMA
Re-offer Spread	23 bps over the Nov-31 OAT	23 bps over interpolated OATs (May-50 and May-52)
Re-offer Yield and Price	0.344% / 99.568%	1.029% / 99.255%
ISIN	FR0014006NV0	FR0014006OB0
Joint Lead Managers	BNP Paribas, Citi, Deutsche Bank, Goldman Sachs Bank Europe SE, Nomura and Société Générale	Barclays, CACIB, HSBC, JP Morgan, Natixis and NatWest Markets
Listing	Euronext Paris	
Denominations	100 000 euros + 100 000 euros	