

April 12th, 2021

Région Ile-de-France successfully issued its first negative-yield instrument, a 7-year bond, under its updated framework for green, social and sustainable bond issuance, aligned with the European taxonomy.

On Monday 12 April 2021, Région Ile-de-France, rated Aa2/AA (Moody's/Fitch) successfully issued its first tranche under its updated framework for green, social and sustainable bond. This new €500mn bond issue will redeem in 7 years and offers a yield of -0.116%.

Following the 2020 success, this transaction once again broke all records as it represents the first public benchmark under an ESG format and with a negative yield priced by a European sub-sovereign issuer.

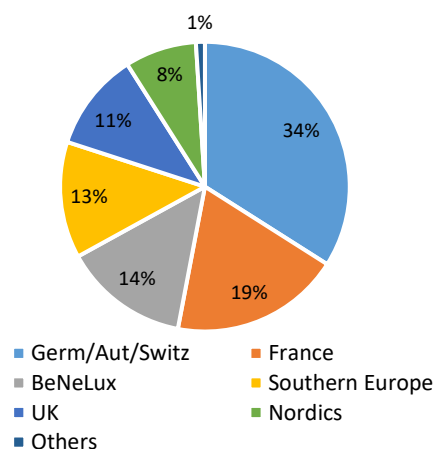
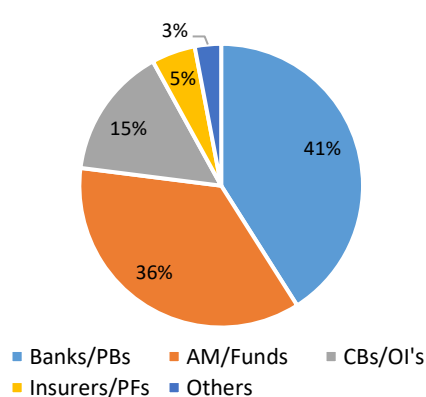
Indeed, this is the first time that Région Ile-de-France achieved a negative yield on the debt market, highlighting the attractiveness of its signature. The orderbook gathered up to €3.5bn (representing an over subscription of 7x) thanks to the conjunction of a well-known financial strength, a historic and regular presence on the sustainable debt market, further reinforced this year with the innovations brought by the updated issuance framework in March 2021.

The transaction gathered 114 investors across 16 countries : Germany, Italy, Switzerland and France represented over 60% of the orderbook.

This new tranche achieved a -0.116% yield, equivalent to a spread of 19bps over the interpolated OATs (May 2027 and May 2028). This represents one of the lowest new issue spreads ever for the Région. Barclays, Crédit Agricole CIB, DZ BANK, HSBC et ING acted as Joint Lead Managers on this transaction.

Composition of demand for the issue by allocation breakdown

By Investor type:		By Geography:	
Banks / Private Banks	41%	Germ/Aut/Switz	34%
Asset Managers / Fund Managers	36%	France	19%
Central Banks / Official Institutions	15%	BeNeLux	14%
Insurers / Pension Funds	5%	Southern Europe	13%
Others	3%	UK	11%
		Nordics	8%
		Others	1%



Summary of the Terms and Conditions for the new Bond Issue

Issue Amount	EUR 500mn
Pricing Date	12 April 2021
Payment Date	20 April 2021 (T+6)
Maturity Date	20 April 2028
Re-offer Price	100.816%
Re-offer Yield	-0.116 % ann.
Annual Coupon	0% per annum.
Re-offer Spread	iOATs +19bps
Listing	Euronext Paris
Joint Lead Managers	Barclays, Crédit Agricole CIB, DZ BANK, HSBC, ING