

**Banca Transilvania attracted another EUR 500 million from investors
in its first ESG bond issue**

BT, first rating from Moody's. Moody's and Fitch ratings for the bank

[Banca Transilvania](#) attracted EUR 500 million through a bonds issue on November 29, with investors placing orders amounting to over EUR 1,650 million. 90% of the total issue was subscribed by international investors from 21 countries. A total of 108 investors - investment funds, financial institutions, pension funds, commercial and central banks, as well as insurance and trading companies - subscribed to the offer.

The issue was oversubscribed in just a few hours, allowing the interest rate to fall from 7.75% at the start of the order placement to 7.25% at the end. It is the first bond issue with an ESG label, with a social component (minimum 50%) and a green component, and is listed on the [Dublin Stock Exchange](#). The bonds are MREL eligible, contributing, according to the European standards, to an optimal level of MREL- eligible funds, separate from the customers' deposits, which are guaranteed by the Bank Deposit Guarantee Fund.

The bonds issue was coordinated by arrangers JP Morgan SE, Citigroup Global Markets Europe AG, ING Bank N.V (which also acted as sole sustainability advisor) and BT Capital Partners acted as co-manager. The legal advisors were Filip&Company, Freshfields Bruckhaus Deringer LLP, Clifford Chance Badea and Clifford Chance LLP. Deloitte Audit SRL acted as financial auditor and KPMG Tax SRL was the tax advisor.

BT bonds issues from 2023:

- In the [debut bonds issue](#), the bank attracted EUR 500 million from investors, who placed orders amounting to more than EUR 850 million. It was the bank's debut on the international market (April).

- [BT increased its international bonds issue](#) by EUR 100 million, following the high interest from the institutional investors in the first bond issue (June).
- Banca Transilvania has attracted EUR 200 million from [IFC](#) and the [Asian Infrastructure Investment Bank](#), part of a [subordinated bond package](#). The financing is a subordinated debt and is listed on the Bucharest Stock Exchange (July).
- [BT added EUR 190 million to its bond issuance programme](#) by issuing bonds, bringing the total to almost EUR 1 billion (August).

Banca Transilvania, double rating, from two of the most important international rating agencies, Moody's and Fitch. The bank obtained its first rating from Moody's:

Banca Transilvania received an *investment grade* credit [rating](#) from [Moody's](#) at the end of November 2023, which confirmed BT's robust capital, strong and resilient profitability and significant liquidity. The stable outlook on BT's long-term ratings reflects Moody's expectation that financial performance, particularly capital and profitability, will remain strong despite a less favourable macroeconomic environment and if the liability structure does not change significantly to meet MREL requirements.

Moody's ratings for BT:

- Baa2/P-2 for long-term and short-term deposits;
- Baa3/P-3 for long-term and short-term issuers;
- Stable outlook on long-term ratings;
- Long and short-term counterparty risk ratings (CRR) Baa1/P-2;
- Basic Credit Assessment (BCA) ba1 and an adjusted BCA;
- Counterparty risk (CR) assessments Baa2(cr)/P-2(cr).

Fitch Ratings also confirmed on 5 December 2023, Banca Transilvania's long-term debt rating (IDR) at "BB plus", with a stable outlook.

BT's ratings reflect its robust capital buffers, supported by continued domestic capital generation and stable funding profile.



Banca Transilvania is the largest bank in Romania by assets. Its shares (symbol TLV) reached an all-time high this year on the Bucharest Stock Exchange, with a market capitalisation amounting to RON 18.5 billion.

Banca Transilvania | Public Relations & Communication

Investor contact: investorrelations@btrl.ro; Press contact: comunicare@btrl.ro