

Alpha Services and Holdings S.A., the 100% parent company of Alpha Bank S.A. (“Alpha Bank”), announces that Alpha Bank successfully concluded a Euro 400 million Senior Preferred bond issuance [21.10.2022]

Following two highly successful Senior Preferred bond issuances in 2021 amounting to EUR 900 million in total, today Alpha Bank has concluded a further Euro 400 million Senior Preferred bond issuance.

The Senior Preferred bond has a 3-year maturity and is callable in year 2 with a coupon of 7% and a yield of 7.25%.

The transaction was supported by the notable participation of local and international investors with pricing consistent with the prevailing rate environment, commensurate with the bank’s improving fundamentals and conducive to the Group’s trajectory of increasing profitability. The issuance was covered by institutional investors (55%), wealth management (20%), supranational organisations (13%) and asset managers (12%).

With this transaction, Alpha Bank continues to execute on its strategy to attain its MREL targets in a sustainable fashion, while further improving the funding profile of the Bank. Alpha Bank’s Minimum Required Eligible Liabilities (MREL) ratio pro-forma for the EUR 400 million transaction stands at 19.5% as of Q2.

The current issue also proves Alpha Bank’s ability to tap the markets and maintain a metronomic regulatory schedule under challenging market conditions resourcing on international demand and a strong local customer base.

Morgan Stanley acted as Sole Book Runner on the transaction.