

New Issue of 10-year Green Federal Bond 2023 (2033)

Issuer: Federal Republic of Germany

Transactions details

ISIN DE000BU3Z005

Issuance volume € 5.25 bn
(incl. € 0.25 bn retention quote)

Maturity 2033-02-15

Coupon 2.30 %

Pricing 2023-04-25

Settlement 2023-05-03

Interest calculated from 2023-01-13

First coupon date 2024-02-15

Re-offer price 98.708 %

Re-offer yield 2.449 %

Lead Manager
 Barclays
 BofA Securities
 Commerzbank
 Credit Agricole CIB
 Danske Bank
 NatWest

Transaction highlights

With today's transaction, Germany...

- provides the current 10-year benchmark with a green twin.
- anchors the 6th point on the green Bund curve with tenors of 2, 4, 7, 8, 10 and 27 years now.
- lifts the outstanding volume of its green bonds to € 46.75 bn, well-balanced throughout the curve.
- has now issued half of the targeted 2023 green issuance volume of € 15-17 bn.
- also attracted new (green) investors.

The deal was executed smoothly, thanks to high support from both asset managers with strong ESG credentials as well as traditional Bund investors.

The stable growth in the order book, even when spread was tightened, to a final size of € 14.8 bn allowed for a fair allocation at a measurable greenium of 0.5 bps. Excellent diversification with broad global coverage across all investor types, e.g. 44% asset manager, 10% central banks, and 29% pension funds / insurances.

