

## **TERNA: SUCCESSFUL LAUNCH OF ITS FIRST GREEN BOND FOR 750 MILLION EURO**

*Sustainability and growth are key elements to the investment plan for the Italian country*

**Rome, 16 July 2018** – Terna S.p.A. today successfully launched its first green bond addressed to institutional investors.

The issuance is made under its Euro 8,000,000,000 Medium Term Notes Programme (EMTN), which has been rated “BBB+” by Standard & Poor’s, “(P)Baa1” by Moody’s and “BBB+” by Fitch for an aggregate amount of 750 million Euro.

The green bond has been very successful in the market with an oversubscription of approximately 6 times the offered amount and has been issued with a duration of 5 years and a maturity date falling on 23 July 2023, will pay a coupon of 1.00%, with an issue price equal to 99.627%, a spread of 80 basis points over the midswap and an indicative spread of approximately 60 basis points lower than the Italian BTP having same maturity. The actual cost on Terna in respect of such issuance is therefore equal to 1.08% as opposed to the aggregate average cost of the consolidated debt equal to 1.6% as set out in the Plan. An application will be made for the green bond to be listed on the Luxembourg Stock Exchange.

The net proceeds from the issuance will be used to finance the company’s eligible green projects identified and/or to be identified in accordance with the Green Bond Principles 2018 published by the International Capital Market Association (ICMA). Terna therefore confirms its strategy aimed at combining sustainability and growth to promote the current energy transition and generate greater benefits to the Italian country and all the stakeholders.

In this respect, the company has outlined and published a Green Bond Framework to facilitate the transparency and quality of the green bonds issued. The Framework and the second party opinion prepared by the independent advisor Vigeo Eiris are available to the public on company’s website ([www.terna.it](http://www.terna.it)).

The green bond was placed by a syndicate of banks formed by Banca Akros, Banca IMI, Bank of America Merrill Lynch, BNPP (also acting as Green Structuring Advisor), Credit Suisse, J.P. Morgan, Natixis e UniCredit acting as joint lead managers and joint bookrunners.

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