

ERSTE CMS Nachrangfloater 20-30

ISIN: **AT0000A2GH40** WKN:
EB0FV9

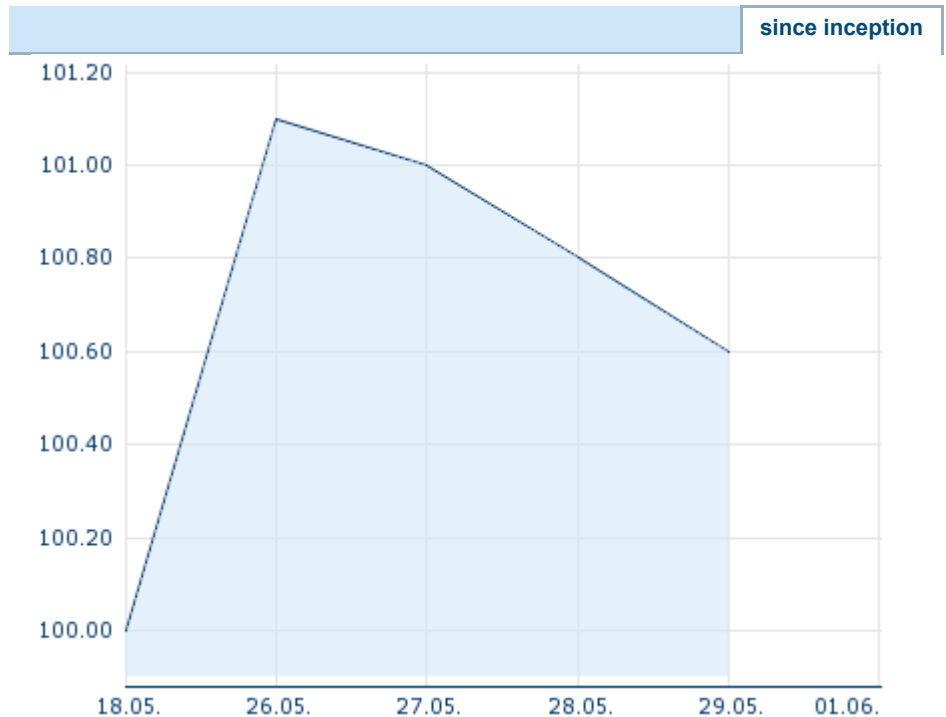
Overview

Date: 2020/05/29 12:44:13

Bid	Ask
-	-
Difference	0.00% (0.00)

General attributes

Type of bond	Erste Group subordinated bonds
Bond style	subordinated
Issuer type	financial institution
Country of issue	AT
Current coupon	3.000%
Coupon style	floating
Coupon payment date	2021/06/15
Coupon payment period	annually
Yield to maturity p.a. (before tax)	-
Value date	2020/06/15
Maturity	2030/06/15
Repayment value	100.00
Currency	EUR
Minimum unit	1,000



Performance since inception. Performances under 12 month have only little informative value because of the short maturity. Information about previous performance does not guarantee future performance.

Source: Erste Group Bank AG

+ Advantages

- periodical coupon payments
- higher interest payments in comparison to non-subordinated bonds compensate higher credit risk due to subordination
- redemption of 100% in terms of face value (subject to the default risk of the issuer), if there is no statutory loss participation obligation
- In case of an early redemption due to legal and/or fiscal changes investors receive a payment of 100% in terms of face value.

! Risks you should be aware of

- Investors are subject to the risk of the insolvency and thus default of the issuer and may incur capital losses of up to 100%.
- In the event of the liquidation or insolvency of the issuer, investors, as subordinate creditors, are particularly subject to the risk that claims will only be fulfilled once all other claims by non-subordinate creditors have been fully satisfied.
- The subordinate status vis-à-vis non-subordinate creditors increases the default risk.

- The recapitalisation or the winding-up of credit institutions may involve the reduction or write-off of the nominal value and the conversion into equity. In this case the investors of subordinate bonds may lose their right to redemption and, in case of conversion into equity, may be expropriated.
- The regulatory framework and supervisory steps may have significant effect on investor rights and may negatively affect the market value of subordinate bonds even before the occurrence of economic insolvency or winding-up.
- Investors bear the risk of interest rate increases, which would trigger a fall in the market price of the bond
- The bond price is subject to fluctuations during the life of the bond, which may result in losses.
- The redemption of 100% (in terms of face value) by Erste Group Bank AG only applies to the end of maturity.

Description

This bond is a security that establishes unsecured and subordinate debt of Erste Group Bank AG (issuer). It constitutes an instrument of Tier 2 capital in accordance with article 63 of Regulation 575/2013/EU (CRR). Due to the subordinate status of bond, claims made by creditors in the event of the liquidation or insolvency (i.e. excessive debt or default) of the issuer will only be fulfilled once all other claims by non-subordinate creditors of the issuer have been satisfied.

This bond pays in the first two years a fixed coupon of 3.00 % p.a. and a variable coupon with a floor of 2.35 % and a cap of 4.00 % in the following years. At the end of maturity, which is ten years, the bond is redeemed at 100 % in terms of face value. The creditor has no right to demand early redemption of the bond. However, the issuer is entitled to cancel the bond for tax or regulatory reasons and to redeem it prematurely at 100.00% in terms of face value plus any interest accrued until the date of redemption.

Payment notes

This bond pays in the first two years a fixed coupon of 3.00 % p.a and offers a variable coupon with a floor of 2.35 % and a cap of 4.00 % in the following years.

Settlement

This bond will be redeemed on 15/06/2030 at 100 % of face value (subject to the default risk of Erste Group Bank AG).

Secondary market

The bond will be issued on a continuous basis and publicly offered in Germany, Austria, Romania and Slovakia. From the issue date onwards the bond can basically be traded on a stock exchange or over-the-counter. Under normal trading conditions the issuer will continuously quote indicative prices. Listing at the unofficial market of Stuttgarter Wertpapierbörse (Baden-Württembergische Wertpapierbörse) and the regulated official market of Wiener Börse is scheduled. The decision about the admission to the respective

market and the actual listing will be taken by the board of the respective stock exchanges. From admission onwards the bond can be traded on each stock exchange during trading hours.