

Unédic

EUR 1.0 billion 15-year benchmark due 25th May 2033

PRESS RELEASE – 23rd May 2018

Unédic, the French unemployment insurance manager rated Aa2/AA by Moody's and Fitch, priced on Wednesday 23rd May its first syndicated benchmark of 2018. The new EUR 1 billion benchmark due 25th May 2033 pays an annual coupon of 1.25% and was priced at a spread of 13bps over interpolated OATs. The transaction benefits from an unconditional and irrevocable first demand guarantee from the Republic of France. The transaction was carried through a syndication made of 4 lead managers: BNP Paribas, Crédit Agricole CIB, Deutsche Bank and J.P. Morgan.

Background

- Created in 1958, Unédic is an association in charge of managing the compulsory unemployment insurance system in France and has a strategic role within the French welfare system. It was set up in accordance with the law of 1st July 1901 and was created for an indefinite period.
- Unédic, the French unemployment insurance agency, issued on Wednesday 23rd May 2018 a new EUR 1 billion 15-year transaction maturing on 25th May 2033. This is Unédic's first transaction of 2018 and their second venture into the 15-year tenor, following their long-end benchmark transaction in 2017.
- The success of this issue, which extends the issuer's curve beyond last year's April 2032 benchmark, is a testament to the faith the domestic and international investor community has in the Unédic name.

Execution highlights

- The mandate for this new 15-year benchmark was announced at 15:10 CET on Tuesday 22nd May.
- Formal price guidance was released the following morning at 09:00 CET at interpolated OATs +14bps area.
- Investor demand was strong from the outset and within 90 minutes, orderbooks were in excess of EUR 1 billion (excluding Joint-Lead Manager interest). Guidance remained unchanged at this time.
- The orderbook continued to grow steadily over the course of the morning, reaching EUR 1.5 billion (including EUR 225 million of Joint-Lead Manager interest) by 11:10 CET. At this time, the spread of the transaction was set at interpolated OATs +13bps, 1bp inside of guidance.
- Orderbooks closed at 11:45 CET and the transaction size was subsequently set at EUR 1 billion. Following the spread tightening, the final orderbook size was communicated to be in excess of EUR 1.4 billion (including EUR 225 million of Joint-Lead Manager interest).
- The new 15-year benchmark priced at 13:48 CET at 13bps over interpolated OATs, translating to a re-offer yield of 1.307% and a coupon rate of 1.25%.



BNP PARIBAS



CRÉDIT AGRICOLE
CORPORATE & INVESTMENT BANK



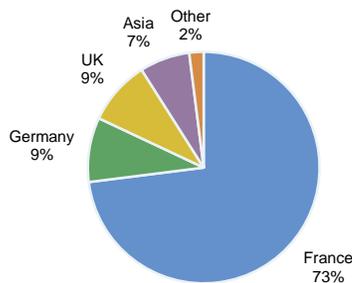
Deutsche Bank

J.P.Morgan

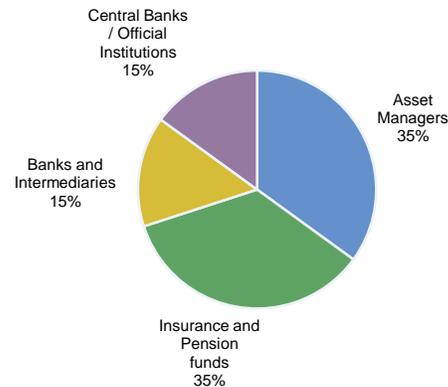
Summary of distribution

- By geography, the deal saw participation from both domestic and international accounts. Domestic accounts received the majority of allocations (73%), followed by Germany and the UK receiving 9% each.
- The new transaction attracted a balanced and widespread distribution by investor type. The top two categories, asset managers and insurance/pension funds took 35% of allocations each. Banks and intermediaries, as well as central banks and official institutions, received 15% each.

Distribution by region



Distribution by type



Summary of terms and conditions

Issuer	Unédic
Type of Notes	European Medium Term Notes
Guarantee	Explicit, Unconditional & Irrevocable Guarantee of the Republic of France
Rating	Aa2(Pos)/AA(st) (Moody's/ Fitch)
Notional Amount	EUR 1,000,000,000
Pricing Date	23 May 2018
Settlement Date	30 May 2018
Maturity Date	25 May 2033
Coupon	1.25% (ann. Act/Act ICMA)
Reference Benchmark	Interp. FRTR 1.5% May-31 & FRTR 1.25% May-34
Re-offer Spread vs. Benchmark	+ 13bps
Re-offer Yield	1.307% (ann.)
Re-offer Price	99.229%
Joint-Lead Managers	BNP Paribas, Crédit Agricole CIB, Deutsche Bank, J.P. Morgan