

»»» KfW EUR Benchmark V/2019

7yr EUR 4bn 0% due Sep 2026

18th September 2019

Investor Relations: investor.relations@kfw.de • www.kfw.de/investor-relations

KfW adds 7yr maturity to its EUR Benchmark Programme 2019 with well oversubscribed order book.

Petra Wehlert (Head of Capital Markets) comments: “The new 7yr completes the range of benchmark maturities issued in 2019 and reached another all-time low yield of -0.394%. This result clearly exceeded our expectations and we are overwhelmed by the exceptional investor demand for our 5th EUR Benchmark.”

Joint Lead Managers:



Transaction Highlights

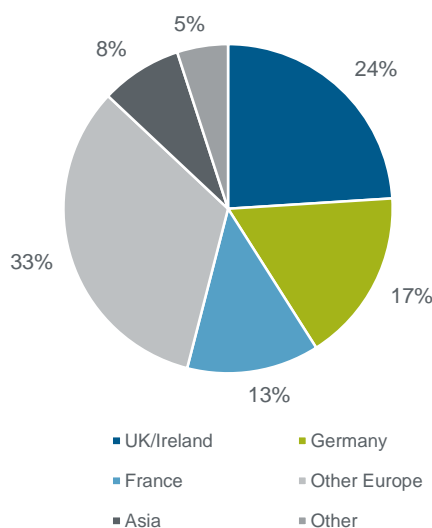
- On Tuesday 17th September 2019, KfW, rated Aaa/AAA/AAA (all stable; Moody’s/Scope/S&P) and guaranteed by the Federal Republic of Germany, successfully issued a new 7-year euro-denominated bond, its fifth EUR benchmark of the year.
- KfW “reopened” the Euro SSA new issuance market following the September ECB meeting, taking advantage of latent investor demand for bonds following a period of low issuance volumes in the currency.
- Final orders in excess of EUR 9.25bn (excl. JLM interest) allowed the issuer to tighten the pricing by 2bps from initial guidance, offering a limited new issue concession versus its secondary curve.
- The new EUR 4bn transaction is due on 30th September 2026, pays a coupon of 0% and priced at a final spread of mid-swaps –12bps (-0.394%), equivalent to 28.6bps over the OBL 08/26.

89% raised ytd out of EUR 80bn

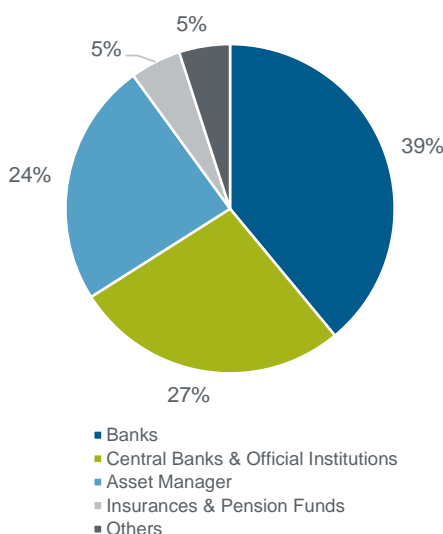
KfW expects its volume of long-term funding to be raised in the capital markets in 2019 to be approximately EUR 80 billion.

Distribution Statistics

By geography



By investor type



116 individual investors

Strong and well diversified order book driven by UK based accounts and banks.



Photo: gettyimages / Piotr Krzeslak, Cultura

Transaction Summary

ISIN	DE000A2TSTU4
Issuer	KfW
Guarantor	Federal Republic of Germany
Rating	Aaa / stable (Moody's) AAA / stable (Scope Ratings) AAA / stable (Standard & Poor's)
Notional Amount	EUR 4 billion
Pricing Date	17 September 2019
Maturity Date	30 September 2026
Coupon	0% p.a.
Reoffer Price / Yield	102.809% / -0.394% p.a.
Swap Spread	mid-swaps – 12bps
Benchmark Spread	OBL 08/2026 + 28.6bps
Format	EMTN programme
Listing	Frankfurt
Clearing	CBF (CBL, Euroclear)
Joint Lead Managers	Barclays Bank, Bank of America Merrill Lynch, Deutsche Bank

Execution Process

- The deal was announced in the afternoon of Monday 16th September at 15:54 CET. Following a stable market opening on Tuesday morning, the books opened with initial spread guidance of MS-10bps area at 09:02 CET.
- The momentum picked up rapidly with orders exceeding EUR 6.5bn (excluding JLM interest) one hour after the book opening, allowing for guidance to be revised to MS-11bps area (+/- 1bp WPIR). Strong investor demand continued to support the book as orders reached in excess of EUR 8.5bn (excluding JLM interest) by 11:02 CET after which the spread was set to MS-12bps. The books finally closed at 11:45 CET in excess of EUR 9.25bn (excluding JLM interest).
- The deal was priced at 15.05 CET at MS-12bps, a coupon of 0% and a reoffer price of 102.809% for EUR 4bn size transaction, giving a yield of –0.394% and a spread of 28.6bps over the OBL 08/26.