

Republic of Paraguay Reopening of \$450mm 5.400% USD Notes due 2050



Goldman Sachs & Co LLC. Acted as Joint Bookrunner

Transaction Highlights

- On January 15, 2020, Goldman Sachs & Co. LLC (“GS”) acted as Joint Bookrunner in The Republic of Paraguay’s (“Paraguay”) \$450mm reopening of their 30-year (29 WAL) USD notes due 2050
- The significantly oversubscribed new issue orderbook enabled Paraguay to price 25bps inside of IPTs and with negligible new issue concession (i.e., -0 – 5bps)
- Through this transaction Paraguay achieved the following milestones:
 - ✓ **All-time low funding rates:** The reopening of the notes priced with the lowest all-in yield for a USD bond issuance by Paraguay in medium and long tenor area of the curve
 - ✓ **Negligible new issue concessions:** The notes priced with -0 to -5bps concession to the prevailing trading levels of the USD notes due 2050
 - ✓ **Significant improvement:** Priced the re-opening of the notes due 2050 at a yield 95bps tighter than the original pricing less than a year before
 - ✓ **High Quality Orderbook:** On the back of a highly oversubscribed orderbook, the transaction was distributed mainly to long-only accounts in North America and Europe
 - ✓ **Strategic transaction for Paraguay:** The transaction will allow Paraguay to finance infrastructure and capital investment, refinance outstanding debt, and honor funding obligations to certain multilateral organizations
 - ✓ **Relationship with GS:** With the pricing of the transaction, Goldman Sachs has accompanied the Republic as joint bookrunner in their past two sovereign issuances, highlighting the firm’s commitment to the country
 - ✓ **Lowest HY Sovereign Yield:** The transaction achieved the lowest all-in yield for a 30 year issuance of a LatAm HY-rated sovereign

Terms of the Global USD Notes due 2050

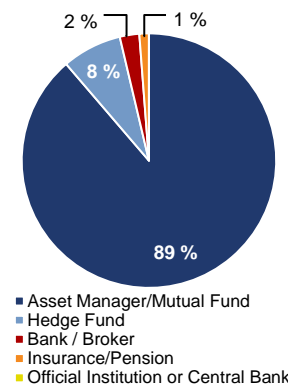
Issuer	■ The Republic of Paraguay (“Paraguay”)
Ratings	■ Ba1/ BB/ BB+ (M / S&P / F)
Ranking	■ Senior unsecured
Format	■ 144A / RegS
Currency	■ USD
Maturity	■ March 30, 2050
Original Size	■ \$500mm
New Issue	■ \$450mm
Pro-Forma Size	■ \$950mm
Spread	■ T+ ~220 bps
Yield	■ 4.450%
Coupon	■ 5.400%
Issue Price	■ \$115.388
Governing Law	■ State of NY
Bookrunners	■ GS, Itau BBA, MS

Transaction Timeline

Day	Time (EST)	New Issue	Commentary
Jan. 15	8:45	IPTs: 4.700% area	Represented ~20 bps NIC
	11:00	Guidance: 4.500% area (+/- 5)	Represented ~0 bps NIC
	12:15	Launch: 4.450%	
	15:00	Pricing: 4.450%	Represented ~0 to -5 bps NIC
Jan. 21		Settlement (T+3)	

Investor Distribution

Investor Type



Geography

