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

Transaction Timeline

<table>
<thead>
<tr>
<th>Day</th>
<th>Time (EST)</th>
<th>New Issue</th>
<th>Commentary</th>
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<tbody>
<tr>
<td>Jan. 15</td>
<td>8:45</td>
<td>IPTs:</td>
<td>4.700% area</td>
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<td>Represented ~20 bps NIC</td>
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<td>Guidance:</td>
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<td>Represented ~0 bps NIC</td>
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<td>12:15</td>
<td>Launch:</td>
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<td>Represented ~0 to -5 bps NIC</td>
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<td>Jan. 21</td>
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<td>Settlement</td>
<td>(T+3)</td>
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Terms of the Global USD Notes due 2050

- **Issuer:** The Republic of Paraguay (“Paraguay”)
- **Ratings:** Ba1/BB/BB+ (M / S&P / F)
- **Rating:** 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

Investor Distribution

- **Investor Type:**
  - Asset Manager/Mutual Fund: 89%
  - Hedge Fund: 8%
  - Bank / Broker: 1%
  - Insurance/Pension: 1%
  - Official Institution or Central Bank: 2%
- **Geography:**
  - North America: 73%
  - Europe: 26%
  - Asia: 1%
  - LatAm: 1%
  - Other: 1%