

Rabat, December 6th, 2018

PRESS RELEASE

AMMC Approval of a prospectus related to a Subordinated Bond Issuance by Banque Centrale Populaire

The AMMC informs the public that it has approved, on December 6th, 2018, a prospectus related to Banque Centrale Populaire Subordinated Bond Issuance. The main characteristics of the bond issue are as follows:

	Tranche A non-listed	Tranche B non-listed	Tranche C non-listed	Tranche D non-listed
Issue ceiling	MAD 2,000,000,000			
Interest rate	Annually revisable by reference to the full 52-week treasury bills rates (monetary rate) determined by reference to the secondary market rates curve of Treasury bills as published by Bank Al-Maghrib dated 03/12/2018, i.e. 2.44%, increased by a risk premium between 45 and 55 basis points. That is, an exit rate ranging between 2.89% and 2.99% for the first year.	Fixed by reference to the 7 year sovereign maturity rate, calculated from the the secondary market's reference rates curve of Treasury bills as published by Bank Al-Maghrib dated 03/12/2018, i.e. 3.06%, increased by a risk premium between 55 and 65 basis points. That is, an exit rate ranging between 3.61% and 3.71% for the first year.	Annually revisable by reference to the full 52-week treasury bills rates (monetary rate) determined by reference to the secondary market rates curve of Treasury bills as published by Bank Al-Maghrib dated 03/12/2018, i.e. 2.44%, increased by a risk premium between 50 and 60 basis points. That is, an exit rate ranging between 2.94% and 3.04% for the first year.	Fixed by reference to the 10 year sovereign maturity rate, calculated from the the secondary market's reference rates curve of Treasury bills as published by Bank Al-Maghrib dated 03/12/2018, i.e. 3.34%, increased by a risk premium between 60 and 70 basis points. That is, an exit rate ranging between 3.94% and 4.04% for the first year.
Risk premium	45-55 bps	55-65 bps	50-60 bps	60-70 bps
Tradability of the bond	Over the counter(Off the stock market)			
Maturity	7 years		10 years	

All the tranches are in fine, and are not guaranteed. The total issue amount shall not exceed 2.000.000.000 MAD.

The allocation will be with french auction with priority given to tranche C, then A, then D and then B.

The subscription period runs from 13th December to 17th of December 2018 included.

An excerpt of the prospectus will be shortly published in a legal announcements newspaper.

The prospectus approved by the AMMC must be:

- Handed in or addressed free of charge to any person requesting it, or that is approached in order to subscribe to the offer;
- Accessible to the public at :
 - Banque Centrale Populaire's headquarters : 101, Bd Zerkouni – Casablanca;
 - Upline Corporate Finance's headquarters : 162 Bd d'Anfa et Rue Molière– Casablanca,
- It is also available on the AMMC website. (www.ammc.ma).

CP/EM/039/2018