

## Podřízený dluhopis EGB Fix-To-Float / 2027

ISIN: AT0000A1QPC8

## Overview

Date: 2019/12/16 00:00:00

<b>Bid</b>	<b>Ask</b>
<b>99.47</b>	<b>101.45</b>

<b>Difference</b>	0.00% (0.00)
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## General attributes

Type of bond	Subordinated bonds
Bond style	subordinated
Issuer type	financial institution
Country of issue	AT
Current coupon	2.220%
Coupon style	floating
Coupon payment date	2017/07/12
Coupon payment period	semi annually
Yield to maturity p.a. (before capital gains tax)	-
Value date	2017/01/12
Maturity	2027/01/12
Repayment value	100.00
Currency	CZK
Nominal value	10,000
Capital gains tax	-
Accrued Interest	98.67
Investor tolerance	5 (scale 1-7)
Last trading day	2027/01/04

➤ Basic bond documents (prospectuses, supplements,..)

## PDF Downloads

CZ Flyer	↓
Key Information Document	↓

since inception



The chart is composed of values which are the arithmetic average values of bid / ask (MID) from previous working day. Performances under 12 month have only little informative value. Information about previous performance does not guarantee future performance.

Source: Česká spořitelna, a. s.

## + Advantages

## Why buy the subordinated bond?

- It reflects the quality of the Erste Group Bank as a strong Central European bank, offering concurrently a higher yield compared to classical bond products.
- Attractive fixed coupon of 2.4 % p. a. In the first two years.
- Attractive floating coupon from 2 % p. a. to 5 % p. a. in the following years.
- Regular half-year disbursement of interest.

## ! Details you should be aware of

- The prices of bonds are usually given as the percentage of the nominal value. Purchase price means that the client is selling, selling price means that the client is buying.
- Issue date: 12 January 2017
- Currency: (CZK)
- Nominal value of a single bond: CZK 10,000
- Minimum investment: 1 piece
- Interest disbursement: twice a year
- Fixed interest (in the first two years):

Please read the disclaimer at the end of the document.

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➤ CZ Key Information Documents

- 2.4% p. a.
- Floating interest from the third year until the maturity date: as per 6M PRIBOR, however at minimum 2% p. a. and at maximum 5% p. a.
- Price for the provision of early redemption: 2% of the transaction volume
- Issuer: Erste Group Bank AG
- Selling price: according to the current Exchange Rate List of Česká spořitelna
- Specific risks associated with the subordinated bond  
If the issuer finds itself in a situation requiring increase of regulatory capital, all measures will need to be taken first to internally create capital in accordance with applicable European legislation. The regulatory authority may order the transformation of subordinated bonds into equity (shares), reduction of their principal, or their full depreciation. If the issuer, in this case Erste Group Bank AG, is liquidated or becomes insolvent, all unsubordinated debt obligations shall firstly be settled (e.g. loans, senior bonds) and only then will investors in subordinated bonds receive their funds. A further risk for subordinated bond holders is the possible limitation of their liquidity. It cannot be ruled out that in future it will not be possible to trade bonds on any market nor sell them before their maturity date. In view of these risks subordinated bonds offer the bonus of a higher yield.

#### Description

Do you trust the financial strength of the Erste Group Bank and would you like to be part of the success of this renowned Central European financial group? The Podřízený dluhopis EGB Fix-To-Float / 2027 with fixed as well as floating interest-bearing offers an interesting yield potential.

For its duration this subordinated bond offers its clients two types of yield interest: fixed and floating. In a short-term period of two years in the current low-interest environment, it offers an above standard fixed interest of 2.4 % p.a. Then in the next eight years until repayment its yield shall be based on the six-month PRIBOR rate while the minimum interest shall be 2% p.a. and the bond will pay out a maximum of 5% p.a.

**Podřízený dluhopis EGB Fix-To-Float / 2027 is ideal for anybody who expects an increase of interest rates over a longer period of time.**

## Payment notes

### How the yield is calculated?

- In the first two years, the fixed interest rate of 2.4% p.a. shall be applied to the bond
- In the following years, a floating interest rate shall be applied to the bond which shall be determined every half a year on the basis of the current six-month PRIBOR interbank interest rate and shall range from the minimum of 2% p. a. to the maximum of 5% p. a.
- If the six-month PRIBOR is fixed in the range from 2% to 5%, the investor shall receive an interest in the amount corresponding to this specific value.
- If the six-month PRIBOR is fixed under 2% (e.g. 1%), the investor shall receive an interest in the amount of 2% p. a.
- If the six-month PRIBOR is fixed above 5% (e.g. 6.5%), the investor shall receive an interest in the amount of 5% p. a.
- The interest shall be disbursed on a six-month basis.

## Settlement

- The maturity date of the bond shall be 12 January 2027
- The disbursement of the yield as well as the nominal value shall be conducted by Česká spořitelna.
- The bond purchase as well as sale settlement takes 3 business days.

## Secondary market

- Minimum purchased quantity: 1 piece.
- The bond may be sold also prior to its maturity date for the price specified by the current exchange rates table.

**Warning: Since 1 August 2013, when granting state aid, the principles applied are those contained in the communication of the Commission on the application of State aid rules to support measures in favour of banks in the context of the financial crisis (2013/C 216/01). According to these principles, before granting any kind of restructuring aid, be it a recapitalising or impaired asset rescue measure, all capital generating measures, including the conversion of junior debt to equity, should be exhausted. For subordinated bond holders these principles mean that they have to contribute to reducing the capital shortfall while their contributions can take the form of either conversion of a bond to a share or a write-down of their principal.**

# Underlying

## Underlying

## Next Steps

### Know-How

In our know-how area you can find all relevant details on the different types of bonds. The tutorial gives you selected information about the functionality of bonds and assists you in making your investment decision. In our glossary we explain the most important keywords and within the FAQ section you can find answers to the most common questions concerning this topic.

[➤ Go to Know-How](#)



### Find a branch...

Buy securities directly in a branch of Česká spořitelna.

[➤ Go there](#)

### Trade via George...

Enjoy the opportunity to trade selected securities online via George, the new banking.

[➤ Go there](#)

### Downloads & links

[Yield Calculator](#)



### Disclaimer

In the period before maturity, the bond price can fluctuate above and below the bond face value depending on the development of the interest rate and underlying asset. A bond can be sold even before the maturity date, for the price pursuant to the pricelist of the issuer. Our consultants will give you detail information on the advantages and risks of investment in bonds. The information sources used are generally regarded as reliable, although Česká spořitelna and Erste Group Bank AG cannot guarantee the correctness and completeness of the information contained therein. The aim of this web page is to give information on the services and products contained therein; it is not a binding proposal establishing any rights and obligations for participants. All information you can find here is of informative nature only. Before using the web page for investment, a specialized Česká spořitelna consultant should be consulted.