

5.25 % ERSTE USD Fix Rate Note 22-24

ISIN: AT0000A31KN2

Overview

Date: 2023/02/08 18:23:48

Bid **98.757** Ask -Difference  0.00% (0.00)

General attributes

Type of bond	Erste Group senior bonds
Bond style	senior
Issuer type	financial institution
Country of issue	AT
Current coupon	5.250%
Coupon style	fix
Coupon payment date	2023/12/01
Coupon payment period	annually
Yield to maturity p.a. (before capital gains tax)	5.09%
Value date	2022/12/01
Maturity	2024/12/01
Repayment value	100.00
Currency	USD
Minimum unit	1,000



Performance since inception. Performances under 12 month have only little informative value because of the short maturity. Information about previous performance does not guarantee future performance.

Source: Erste Group Bank AG

+ Advantages

- Interesting fixed coupon amounting to 5.25 % p. a. in US Dollar.
- Interest is paid annually.
- Investors could benefit if the US Dollar becomes stronger compared to the Euro.
- Redemption is at 100 % of nominal amount at maturity by Erste Group Bank AG.
- Erste Group Bank AG will set quotes for this product during the term, nevertheless, is not obliged to it.

! Risks you should be aware of

- Euro-investors bear the currency risk of US Dollar to Euro, as the bond is quoted in US Dollar.
- The redemption at 100 % of nominal amount in US Dollar only applies at maturity (if a USD settlement account exists, the coupon payments and redemption is in USD, otherwise there is an automatic conversion to Euro).
- Investors bear the issuer risk of Erste Group Bank AG, i.e. the risk of changes of the creditworthiness and the risk of insolvency.

- During the term price fluctuations are possible and premature sales can lead to capital loss.
- The coupons and redemption are paid in USD, therefore the investors incur additional costs (by having a foreign currency account or by the conversion to Euro).
- This bond is not covered by any deposit guarantee scheme. Investors are exposed to the risk that Erste Group Bank AG may not be able to meet its obligations arising from the bond in the event of insolvency or over-indebtedness or from an official order (bail-in regime). A total loss of invested capital is possible.

Description

The bond has a term of 2 years. The coupon is fixed at 5.25 % p.a in US Dollar (USD). The bond is redeemed on 01/12/2024 at 100 % of nominal amount in USD.

If there is a settlement account in USD, coupon payments and the redemptions are in USD, otherwise there is an automatic conversion to EUR.

Payment notes

This bond pays a fixed interest of 5.25 % p. a. in US Dollar (USD), the coupon is paid annually on 01/12, starting with 01/12/2023.

Settlement

This bond is redeemed on 01/12/2024 at 100 % of nominal amount in US Dollar (USD).

Secondary market

During the term it is possible to sell the product during the trading hours at the exchanges, where the product is listed.