

## **NOVO BANCO, S.A. informs on a promissory sale and purchase agreement in respect of a portfolio of real estate owned properties**

In accordance and for the purposes of article 248 – A of the Portuguese Securities Code, NOVO BANCO, S.A. hereby informs that it has signed a Promissory Sale and Purchase Agreement with entities indirectly owned by funds managed by Anchorage Capital Group, L.L.C., a New York-based investment firm, for the sale of a portfolio of real estate owned properties known as Project Viriato. This portfolio with a gross book value of 716.7 million euro consists of 8,726 foreclosed properties comprising a mix of residential units, associated parking spaces, storages, retail units and land plots. After the sale, the portfolio will be managed by Lace Investment Partners and a team of tier one special servicers that are a reference in Portugal in the management of this type of assets and that will be incorporating up to 30 staff members from NOVO BANCO.

This transaction is expected to be completed until the end of this year once the conditions regarding the portfolio and the transaction have been satisfied. NOVO BANCO expects to receive 388.9 million euro of proceeds in the context of Project Viriato. The final amount is dependent on the definitive portfolio perimeter.

This transaction is an important step forward in NOVO BANCO's divestment strategy of non-core assets whilst focusing in its core banking activity.

Lisbon, 10 October 2018

NOVO BANCO, S.A.