

## Novo Banco, S.A. informs about multi-notch rating upgrade from Moody's

Novo Banco, SA (“**novobanco**” or the “Bank”) informs that today, 21 June 2022, Moody's Investors Service (“Moody's”) has upgraded **novobanco**'s baseline credit assessment (BCA) by 2 notches, from caa1 to b2. The outlook on the long-term deposit and senior unsecured debt ratings remains positive.

The multi-notch upgrade in credit rating from Moody's reflects **novobanco** “improved credit profile as a result of the continued de-risking of its balance sheet and the significant restructuring of its operations over recent years”. In the rating action announced today, Moody's has also considered that, **novobanco** “publicly stated strategic plan and targets as well as the confirmation of a continued and stable return to profitability, which have helped dissipate some concerns about the viability of the bank's franchise”.

Moody's also upgraded the Bank's long-term senior unsecured debt ratings from Caa2 to B3, and long-term deposit ratings from B2 to Ba3.

Following the upgrades mentioned above, as of the publication date, **novobanco** ratings are:

	Long-term	Short-Term
Baseline Credit Assessment (BCA)	b2 (from caa1)	
Adjusted Baseline Credit Assessment (BCA)	b2 (from caa1)	
Counterparty Risk Rating	Ba2 (from B1)	NP
Counterparty Risk Assessment	Ba2(cr) (from B1(cr))	NP(cr)
Deposits	Ba3 (from B2) outlook remains Positive	NP
Senior unsecured debt	B3 (from Caa2) outlook remains Positive	
Subordinated debt	B3 (from Caa2)	

This announcement is being made in accordance and for the purpose of article 29-Q, No. 3 of the Portuguese Securities Code and the article 17 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council.

Lisbon, June 21<sup>st</sup>, 2022  
**Novo Banco, S.A.**