

# Annual Post-Issuance Report

# 2018



MINISTRY OF FINANCE  
of the Republic of Lithuania



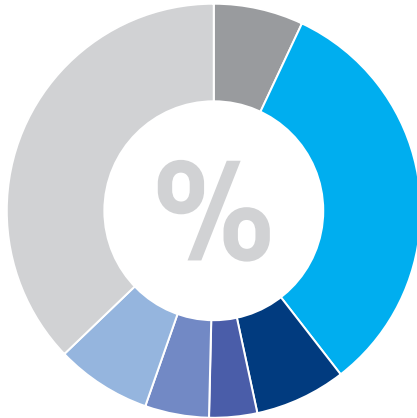
## ANNUAL POST-ISSUANCE REPORT

In April 2018, the Lithuanian Government issued its first Green Bonds in the domestic market. Please find below a termsheet of the securities issued and investor allocations.

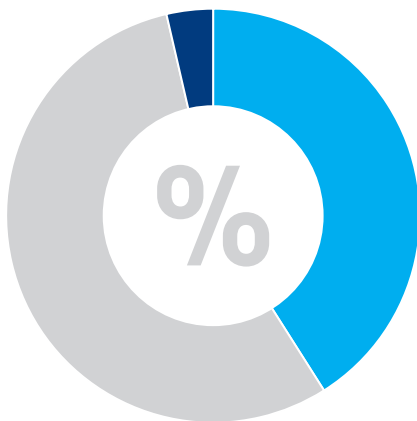
BOND	REPUBLIC OF LITHUANIA EUR 20 MILLION, 1.2% GREEN BOND DUE 2028
ISIN Code	LT0000610305
Method of distribution	Domestic Auction
Pricing Date	30 April 2018
Settlement Date	3 May 2018
Average Yield at Issue	1.298%
Maturity Date	3 May 2028
First Coupon Date	3 May 2019
Coupon	1.2%, Fixed, Annual
Day Count Fraction	Actual/Actual
Redemption	100% of Principal Amount
Form	Nonmaterial
Status	Senior Unsecured Unsubordinated
Collective Action Clauses	Euro area model CACs
Business Days	Vilnius / Following business day convention, unadjusted
Listing	Nasdaq Vilnius
Settlement	Nasdaq CSD SE Lithuanian Branch
Governing Law	Lithuanian
Min Denomination + Increment	EUR 100 + EUR 100
Issue Size	EUR 20,000,000

## INVESTOR ALLOCATIONS BY TYPE

as of 31 may 2018



Central banks	7.00 %
National private financial institutions	32.50 %
Foreign controlled financial institutions	7.12 %
National private insurance corporations	3.75 %
Foreign controlled insurance corporations	5.00 %
Financial corporations except MFIs and Insurance corporations and pension funds (ICPFs)	7.47 %
Other monetary financial institutions (excluding central bank)	37.16 %



## INVESTOR ALLOCATIONS BY COUNTRY

as of 31 may 2018

Estonia	41 %
Lithuania	55 %
Latvia	4 %



This highly successful transaction was the first such type Sovereign issuance in the Baltic States. The Green Bonds served to highlight the Lithuanian Government support for projects with clear environmental and social benefits, exclusively to improve the energy efficiency of multi-apartment buildings throughout Lithuania, leading to energy savings and contributing to Lithuania's goals under the Paris climate agreement, EU climate framework and other national environmental goals.

Moody's Investment Services assigned a Green Bond Assessment (GBA) of GB1 (Excellent) to the Lithuania's Green Bond issue.





## ALLOCATION TO PROJECTS AND USE OF PROCEEDS

The proceeds of the issue are on-lent to the **Public Investment Development Agency** (hereinafter **VIPA**) ensuring that they are exclusively applied to finance or re-finance, new and/or existing eligible **Green Projects**. The 'eligible projects' means the multi-apartment modernization projects which should achieve more than 40 percent of energy savings after modernization.

It is foreseen that implementation of the projects would increase the housing value and provide an additional level of life quality, comfort and aesthetics.

To ensure quality of projects, the initial project preparation is a time consuming process as it involves investment technical project development, technical project evaluation, evalua-

tion of prepared documents by the independent **Housing Energy Efficiency Agency** (hereinafter **BETA**) under the Ministry of Environment, public procurement procedures, etc. Due to reasons mentioned above, no amount of **EUR 20 million** has yet been allocated to projects. Nevertheless, **VIPA** has evaluated and issued conditional obligation letters to finance projects for the amount exceeding **EUR 68 million**. As soon as specified conditions are met [e.g. procurement is completed], **VIPA** will sign loan agreements and start allocating green bond proceeds to the energy efficiency projects in multi-apartment buildings. It is expected the Green Bond proceeds to be used by the end of 2019.



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