



PRESS RELEASE

BFF BANKING GROUP ANNOUNCES A 5-YEAR SENIOR UNSECURED BOND ISSUANCE FOR EURO 200 MILLION

Milan, 22 June 2017 – BFF Banking Group announces the successful placement to institutional investors of a new senior unsecured and unrated bond due June 2022, for an aggregate notional amount of Euro 200 million, issued by the parent company Banca Farmafactoring S.p.A.

The issuance represents a further step in the continuous diversification of funding sources carried out by the Group.

The transaction – the first after the BFF listing on the Milan Stock Exchange – follows the repayment on 12 June 2017 of the inaugural 3-year senior unsecured bond for Euro 300 million, issued in June 2014.

The notes will be issued with a denomination of Euro 100,000 and integral multiples of Euro 1,000 in excess thereof. The issuance price is 99.619%, and the notes will carry an annual fixed coupon of 2%.

The issuance and settlement are expected to occur on 29 June 2017. On or about the issue date, the notes will be listed on the official list of the Irish Stock Exchange and will be admitted to trading on the relevant regulated market.

Morgan Stanley & Co. International plc acted as Sole Underwriter and Lead Manager on the transaction. White & Case LLP acted as legal counsel of the issuer and Clifford Chance Studio Legale Associato acted as legal counsel to Morgan Stanley & Co. International plc.

This communication does not constitute an offer or a solicitation to subscribe for or purchase any securities. The securities described herein have not been and will not be registered under the United States Securities Act of 1993 (as amended) (the “**Securities Act**”). The securities described herein may not be offered, sold or delivered within the United States or to “U.S. persons” (as defined in Regulation S under the Securities Act) as part of their initial offering. The securities described herein may be initially offered and sold only outside the United States in reliance on Regulation S under the Securities Act and subsequent resales may be made only in accordance with applicable law. Copies of this announcement are not being made and may not be distributed in or sent to the United States, Canada, Australia or Japan.



BFF Banking Group

BFF Banking Group is the leading player in Europe in the management and nonrecourse factoring of receivables towards the Public Administrations. BFF Banking Group operates in Italy, Poland, Czech Republic, Slovakia, Spain and Portugal. In 2016 the Group's consolidated adjusted net profit was €88 million and the CET1 ratio for the Banking Group at year end 2016 was 16.7%.

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