

Novo Banco S.A. Restructuring Credit Event - Initial List (1 November 2018)

Auction(s) in respect of 2014 Transactions (senior SRO transactions only)

N.B. The bonds on this Initial List reflect what the DC believes are a representative sample of the obligations of the Reference Entity that should constitute Deliverable Obligations for the purposes of settling any senior 2014 Transaction referencing Novo Banco S.A. and for which the relevant Reference Obligation is the senior bond of Novo Banco S.A. with ISIN XS0772553037 (being the Standard Reference Obligation for Novo Banco S.A. for the Senior Level) (the "Senior SRO 2014 Transactions"). If any market participants have reason to believe that other obligations should be included on the corresponding Final List of Deliverable Obligations, they should submit any such obligations (with the required documentation) by sending an email with all information required by the DC Rules to the DC Secretary (dcsecretary@cdsdeterminationscommittees.org).

Deliverable Obligation Number	ISIN No.	Security Description	Maturity Date	Reference Entity	Issuer / Guarantor	Asset Package Delivery Applicable
1	XS0772553037 ¹	EUR 750,000,000 Fixed Rate Notes due April 2019	23 April 2019	Novo Banco S.A.	Issuer	Yes, this obligation constitutes a "Prior Deliverable Obligation" and therefore is a Deliverable Obligation for purposes of the settlement of any triggered Senior SRO 2014 Transactions. In this case, the Asset Package consists of (i) the cash proceeds received by holders of the Reference Obligation pursuant to the Reference Entity's tender offer/early redemption call right (being 82.00% of principal plus 2.24% of accrued interest, in each case expressed as a % of the nominal amount of the Reference Obligation), plus (ii) the option right of beneficial holders to deposit such redemption proceeds (excluding accrued interest) into the Fixed-Term Deposit Accounts offered by the Reference Entity, the market value of which has been determined to be 5.72% (expressed as a percentage of the nominal amount of the Reference Obligation) - see DC Statement of 17 October 2018 for further details. Please see DC Statement of 1 November 2018 for further details.
2	XS0210172721	EUR 250,000,000 CMS Linked Notes due February 2035 (Series 40)	07 February 2035	Novo Banco S.A.	Guarantor	Not applicable.
3	XS0877741479	EUR 150,000,000 Fixed Rate Notes due January 2043 (Series 4)	23 January 2043	Novo Banco S.A.	Issuer	Not applicable.
4	XS1058257905 ²	EUR 400,000,000 Zero Coupon Notes due April 2046 (Series 20)	16 April 2046	Novo Banco S.A.	Issuer	Not applicable.

NOTES

1. Current Standard Reference Obligation for the Senior Level.
2. For the purpose of any Auction in respect of the Seller Bucket and the settlement of any RAST trades in respect thereof, the Outstanding Principal Balance of the Bonds with ISIN XS1058257905 shall be equal to [---]% of the face amount as at the Auction Date (i.e. EUR [---] per EUR 1,000 minimum denomination). For the avoidance of doubt, Initial Market Bids, Initial Market Offers, Limit Bids and Limit Offers should be expressed as a % of the Outstanding Principal Balance of the relevant Deliverable Obligation rather than as a percentage of the face amount thereof.
3. The Permissible Deliverable Obligation for the deemed Auction in respect of Buyer-exercised Senior SRO 2014 Transactions (as further described in DC Statement of 1 November 2018) is Deliverable Obligation Number 1 above only.
4. The Permissible Deliverable Obligations for any potential Auction in respect of Seller-exercised Senior SRO 2014 Transactions (as further described in DC Statement of 1 November 2018) are Deliverable Obligation Numbers 1-4 (inclusive) above.