



GRAND DUCHY OF LUXEMBOURG

EUR 1.7bn 3.700% 10-year (Oct-36) Benchmark

PRESS RELEASE - Wednesday, 14th October 2026

Transaction Terms

Issuer	Grand Duchy of Luxembourg
Rating	Aaa / AAA / AAA (all stable)
ISIN	LU3534860476
Size	EUR 1.7 billion
Pricing Date	14 October 2026
Settlement Date	21 October 2026
Maturity Date	21 October 2036
Coupon	3.700%
Spread to Mid-Swaps	+20bps
Re-offer Yield	3.747%
Re-offer Price	99.614%
Spread vs Bunds	+27.9bps

Lead Managers	Barclays, BCEE (Spuerkeess), BGL BNP Paribas, Citi and Crédit Agricole CIB
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Transaction Summary

- On Wednesday, 14 October 2026, the Grand Duchy of Luxembourg – rated Aaa/AAA/AAA (all stable) – returned to the Euro debt capital markets for the second time in 2026 with its inaugural Distributed Ledger Technology (“DLT”) native €1.7 billion 10-year benchmark. The transaction was priced with a final spread of mid-swaps +20bps, equivalent to +27.9bps over the 3.000% reference Bund due August 2036, equivalent to a final yield of 3.747% and reoffer price of 99.614%.
- Building on its inaugural digital Treasury Certificate issuance in 2025, the Grand Duchy of Luxembourg has taken its next step in digital sovereign financing with its first DLT-native benchmark bond. LuxCSD acts as issuer Central Securities Depository for the issuance of a Luxembourgish benchmark bond leveraging the Deutsche Börse Group’s D7 digital issuance platform, marking a significant milestone, as it represents the first DLT-native benchmark bond from a European government. The DLT is based on a private permissioned blockchain EVM (“Ethereum Virtual Machine”) compatible.
- The issuance allows interoperability between DLT and traditional systems without disruption for the market: securities are issued on-chain, while represented off-chain to execute primary and secondary market settlement as well as asset servicing in conventional rails. The issuance is fully regulated, comprising MiFID “transferable securities” in a CSDR-regulated environment, with ECB collateral eligibility.
- The Grand Duchy of Luxembourg has once again leveraged its excellent macroeconomic fundamentals and fiscal discipline to succeed with its inaugural DLT-native benchmark bond. The transaction attracted strong demand from high-quality investors across core and peripheral jurisdictions, reaffirming Luxembourg’s status as a safe-haven asset, with final demand surpassing €3.1bn. Whilst demand would have supported a larger transaction, the €1.7bn issue size was calibrated to the upcoming November redemption, reflecting the Grand Duchy’s continued fiscal discipline and prudent approach to debt management.



- Strategically, the new 10-year bond fills a natural gap in the Luxembourg government bond ("LGB") curve, providing a new liquid, current coupon 10-year reference. This benchmark also serves to increase the weighted average maturity of LGB debt.
- The high-quality and well-diversified orderbook enabled the issuer to tighten the spread +2bps from initial guidance to reoffer, pricing with very limited new issue premium.
- Joint lead managers for the transaction were Barclays, BCEE (Spuerkeess), BGL BNP Paribas, Citi and Crédit Agricole CIB.

Pricing and Execution

- The formal mandate of the Grand Duchy of Luxembourg's inaugural EUR 10-year benchmark Digitally Native Securities transaction was announced on Wednesday 7th October 2026 at 14:14 CET, alongside a series of virtual fixed-income investor calls.
- Following strong investor engagement, a roadshow update was released on Tuesday 13th October 2026 at 12:42 CET indicating that the virtual roadshow would conclude that day, with the transaction expected to launch in the near future, subject to market conditions.
- On Wednesday 14th October 2026, following constructive investor feedback overnight, books officially opened at 09:31 CET with initial spread guidance released at mid-swaps +22 bp area.
- With the orderbook in excess of €2.6bn (including €150mn JLM interest), an update was released at 11:12 CET setting the spread at mid-swaps +20 bp, representing a 2 bp tightening from initial guidance. It was announced concurrently that books would close at 11:45 CET.
- At 12:17 CET, the transaction was officially launched with the size set at €1.7bn. Books closed in excess of €3.1bn (incl. €150m JLM interest).
- The transaction was officially priced at 13:46 CET with a coupon of 3.700% and a spread of +27.9bps over the reference Bund, equivalent to a reoffer yield of 99.614%.

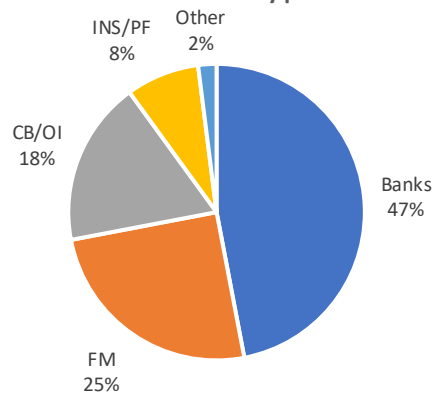
Distribution Summary

- The inaugural DLT-native benchmark bond from Luxembourg gathered investor demand from a wide range of domestic and international accounts. In terms of distribution, the 10-year DLT-native transaction received strong interest from Bank Treasuries, Asset Managers and Central Banks/Official Institutions.
- Geographically, the transaction was well diversified with Netherlands and Belgium (23%), Luxembourg (20%), UK and Ireland (16%), Asia (13%), DACH (11%) and France (10%) taking the vast majority of the allocation.



EUR 1.7bn 3.700% 10-Year DLT-Native Benchmark

Investor Type



Investor Location

