

NOVO BANCO, S.A. informs on a sale and purchase agreement in respect of the entire share capital of GNB - Companhia de Seguros de Vida, S.A.

Following the announcement on 3 August 2017 and in accordance and for the purposes of article 248 – A of the Portuguese Securities Code, NOVO BANCO, S.A. hereby informs that it has entered into a sale and purchase agreement with Bankers Insurance Holdings S.A., an affiliate company of Global Bankers Insurance Group, LLC (“Global Bankers”), in respect of the entire share capital of GNB – Companhia de Seguros de Vida, S.A. (“GNB Vida”), for a total consideration of 190 million euro, (subject to normal adjustments at completion) and afterwards according to performance.

This operation includes also a 20-year agreement between NOVO BANCO and GNB Vida, to distribute life insurance products in Portugal.

The execution of the sale of GNB Vida is conditioned to the verification of certain conditions, including the authorizations from the relevant regulatory authorities.

The completion of the transaction as per the agreed terms should have a neutral impact on results and a positive impact on the Common Equity Tier 1 ratio of NOVO BANCO.

This transaction is an important step forward in NOVO BANCO’s divestment strategy of non-core assets whilst focusing in its core banking activity.

Lisbon, 12 September 2018

NOVO BANCO, S.A.