

SECOND SUPPLEMENT

(dated 22 February 2024)

to the

BASE PROSPECTUS

(dated 7 June 2023)



Banco Montepio

**CAIXA ECONÓMICA MONTEPIO GERAL,
CAIXA ECONÓMICA BANCÁRIA, S.A.**

(a Savings Bank (caixa económica bancária) incorporated as a public limited liability company under the laws of the Portuguese Republic)

Registered Office: Rua Castilho, 5, 1250-066 Lisbon

Share Capital: €1,210,000,000

**Registered with the Lisbon Commercial Registry Office under the sole
commercial registration and taxpayer number 500 792 615**

€6,000,000,000

**EURO MEDIUM TERM NOTE PROGRAMME
BASE PROSPECTUS**

This Second Supplement dated 22 February 2024 (the "**Supplement**") is supplemental to, forms part of and must be read and construed in conjunction with the base prospectus dated 7 June 2023 as supplemented on 4 October 2023 (the "**Base Prospectus**"), and constitutes a supplement to the Base Prospectus for the purposes of Article 23 of the Regulation (EU) 2017/1129 (the "**Prospectus Regulation**") prepared in connection with the €6,000,000,000 Euro Medium Term Note Programme (the "**Programme**") established by Caixa Económica Montepio Geral, caixa económica bancária, S.A. (the "**Issuer**" or "**Banco Montepio**"). Terms defined in the Base Prospectus have the same meaning when used in this Supplement.

This Supplement has been approved by the Luxembourg *Commission de Surveillance du Secteur Financier* (the "**CSSF**"), as competent authority under the Prospectus Regulation. The CSSF only approves this Supplement as meeting the standards of completeness, comprehensibility and consistency imposed by the Prospectus Regulation.

The Issuer accepts responsibility for the information contained in this Supplement. To the best of the knowledge of the Issuer, the information contained in this Supplement is in accordance with the facts and does not omit anything likely to affect the import of such information.

This Supplement is supplemental to, and should be read in conjunction with, the Base Prospectus. To the extent that there is any inconsistency between any statement in this Supplement and any other statement in or incorporated by reference in the Base Prospectus, the statements in this Supplement will prevail.

Save as disclosed in this Supplement, no other significant new factor, material mistake or material inaccuracy relating to information included in the Base Prospectus has arisen or been noted, as the case may be, since the publication of the Base Prospectus.

This Supplement has been published on the website of the Luxembourg Stock Exchange (at <https://www.luxse.com/>).

With effect from the date of this Supplement the information appearing in, or incorporated by reference into, the Base Prospectus shall be amended and/or supplemented in the manner described below.

I. DOCUMENTS INCORPORATED BY REFERENCE

1. In the Chapter headed "**Documents Incorporated By Reference**" of the Base Prospectus, on page 41, before paragraph no 1., the following text shall be added:

"1. the announcement dated 1 February 2024 setting out Banco Montepio's disclosure of the unaudited results and the key financial indicators for the year ended 31 December 2023 (available at <https://www.bancomontepio.pt/content/dam/montepio/pdf/institucional/investor-relations/financial-information/2023/annual-reports/banco-montepio-consolidated-results-2023.pdf>) including the information set out at the following pages, in particular:

2023 CONSOLIDATED FINANCIAL INFORMATION

Consolidated Income Statement	28
Consolidated Balance Sheet	29"

II. DESCRIPTION OF THE ISSUER

2. Under the Chapter headed "**Description of the Issuer**" of the Base Prospectus, at the end of the Section "**Recent developments**" starting on page 134, the following text shall be added:

"Banco Montepio issued MREL-eligible Senior Preferred debt securities

On 23 October 2023, Banco Montepio successfully priced a €200 million Senior Preferred debt securities issuance under its Euro Medium Term Note Programme, eligible for MREL. Settlement took place on 30 October 2023. The €200 million issuance matures 3-years after its issuance, includes a call option at Banco Montepio's discretion at the end of the second year, was issued at an issue price of 100 per cent. and pays an annual fixed coupon of 10.0 per cent. for the first 2 years. At the end of year 2, on the optional redemption date, if not redeemed the bond will reset at 3-month Euribor plus a margin of 6.234 per cent. This issuance was completed pursuant to the measures included in the strategic plan drawn up by Banco Montepio to comply with its MREL regulatory requirements by January 2025, together with the continued strengthening of capital ratios through organic generation, the constant improvement of asset quality and the maintenance of an adequate funding plan to meet those requirements.

Moody's upgraded Banco Montepio's long-term deposits rating to investment grade, senior unsecured debt to Ba2 and Mortgage Covered Bonds rating to Aaa

In a press release dated 22 November 2023, Moody's upgraded the "Long-Term Bank Deposits" rating of Banco Montepio to the investment grade level of Baa3 and the "Senior Unsecured" debt rating to Ba2. This was the third consecutive increase in Banco Montepio's credit rating in thirteen months, aggregating to a total increase of four notches in that period. The following long-term ratings were also upgraded:

"Counterparty Risk Rating" and "Counterparty Risk Assessment" from Ba1 to Baa2; "Baseline Credit Assessment" from b1 to ba2; "Junior Senior Unsecured MTN" from (P)B1 to (P)Ba2; and "Subordinate" debt from B2 to Ba3. According to Moody's, these upgrades were due, in part, to the improvement in Banco Montepio's performance and financial fundamentals, namely with regard to the continued reduction of balance sheet risk, higher capital levels and the strong profitability driven by higher interest rates. Moody's also noted, favourably, Banco Montepio's governance model, whose improved rating to G-3 reflected the success achieved with the implementation of the adjustment plan, as well as the improvement in the financial strategy and risk management practices adopted. Moody's also upgraded the "Mortgage Covered Bonds" rating of Banco Montepio by 2 notches to Aaa.

DBRS upgraded Banco Montepio's rating by two notches, to BB

In a press release dated 13 December 2023, DBRS upgraded Banco Montepio's "Long-Term Issuer Rating" and "Long-Term Senior Debt Rating" by two notches, from B (high) to BB, maintaining the trend stable. This was the second consecutive increase in Banco Montepio's rating disclosed by DBRS since March 2023, aggregating to a total of 3 notches in that period. The following ratings were also upgraded: "Subordinated Debt" to B (high); "Long-Term Deposits" to BB (high); "Short-Term Deposits" to R-3. According to DBRS, these upgrades were due, in part, to the progress made by Banco Montepio in strengthening its balance sheet and capital buffers, as well as in simplifying its operating structure, namely through the significant reduction of non-performing assets and the sale of non-strategic assets, combined with improved profitability. DBRS also highlighted the performance achieved by Banco Montepio concerning corporate governance."

3. Under the Chapter headed "**Description of the Issuer**" of the Base Prospectus, at the end of the Section "Recent developments" the following text shall be added:

Complimentary financial information, following the 2023 results disclosure

CET1 ratio (phasing-in) year-on-year change (breakdown of impacts)

Dec-22	IFRS9	Real estate owned	Mortgage Significant Risk Transfer (SRT)	2023 Recurring profit/loss	Finibanco Angola sale	Other	Dec-23
13.7%	-0.38 p.p.	+0.13 p.p.	+0.26 p.p.	+1.82 p.p.	+0.24 p.p.	+0.32 p.p.	16.1%