

SUPPLEMENT DATED 15 SEPTEMBER 2023

TO THE BASE PROSPECTUS DATED 1 AUGUST 2023



**Banca Popolare
di Sondrio**

Fondata nel 1871

BANCA POPOLARE DI SONDRIO S.P.A.

(incorporated as a company limited by shares under the laws of the Republic of Italy and registered at the Companies' Registry of Sondrio under registration number 00053810149)

**Euro 5,000,000,000 Covered Bond (*Obbligazioni Bancarie Garantite*) Programme
unconditionally and irrevocably guaranteed as to payments
of interest and principal by**

POPSO COVERED BOND S.R.L.

(incorporated as a limited liability company in the Republic of Italy and registered at the Companies' Registry of Treviso-Belluno under registration number 04620230260)

IN ACCORDANCE WITH ARTICLE 6, PARAGRAPH 4, OF THE LUXEMBOURG LAW (AS DEFINED BELOW), THE COMMISSION DE SURVEILLANCE DU SECTEUR FINANCIER ("CSSF") ASSUMES NO UNDERTAKING AS TO THE ECONOMIC OR FINANCIAL OPPORTUNENESS OF THE TRANSACTION OR THE QUALITY AND SOLVENCY OF THE ISSUER.

This supplement (the "**Supplement**") constitutes a Supplement to the base prospectus dated 1 August 2023 (the "**Base Prospectus**"), for the purposes of Article 23(1) of Regulation (EU) 2017/1129 (as subsequently amended and supplemented, the "**Prospectus Regulation**") and Article 30 of the Luxembourg Law on Prospectuses for Securities dated 16 July 2019, as subsequently amended (the "**Luxembourg Law**").

This Supplement constitutes a supplement to, and should be read in conjunction with, the Base Prospectus.

Capitalised terms used in this Supplement and not otherwise defined herein shall have the same meaning ascribed to them in the Base Prospectus.

The amendments included in this Supplement shall only apply to Final Terms, the date of which falls on or after the approval of this Supplement.

This Supplement has been approved by the *Commission de Surveillance du Secteur Financier*, which is the Luxembourg competent authority for the purposes of the Prospectus Regulation and Luxembourg Law, as a supplement issued in compliance with the Prospectus Regulation in order to (i) incorporate by reference in the Base Prospectus the Issuer's half-yearly condensed consolidated Financial Statements as at 30 June 2023; and (ii) update accordingly the sections entitled "*Information incorporated by reference*", "*The Issuer*" and "*General Information*" included in the Base Prospectus.

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RESPONSIBILITY STATEMENT

Each of the Issuer and the Guarantor accepts responsibility for the information contained in this Supplement, with respect to those sections which already fall under the responsibility of each of them under the Base Prospectus and which are supplemented by means of this Supplement. To the best of the knowledge of the Issuer and the Guarantor (having taken all reasonable care to ensure that such is the case), 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.

NOTICE

Neither the Arrangers nor the Dealer nor any person mentioned in the Base Prospectus, as supplemented by this Supplement, with exception of the Issuer and the Guarantor, is responsible for the information contained in the Base Prospectus, as supplemented by this Supplement, any document incorporated by reference in the Base Prospectus or this Supplement or any Final Terms and accordingly, and to the extent permitted by the laws of any relevant jurisdiction, none of these persons accepts any responsibility for the accuracy and completeness of the information contained in any of these documents.

The Arrangers and the Dealer have not verified the information contained in the Base Prospectus, as supplemented by this Supplement. None of the Arrangers or the Dealer makes any representation, express or implied, or accepts any responsibility, with respect to the accuracy or completeness of any of the information in the Base Prospectus, as supplemented by this Supplement. Neither the Base Prospectus, as supplemented by this Supplement, nor any other financial statements are intended to provide the basis of any credit or other evaluation and should not be considered as a recommendation by any of the Issuer, the Guarantor, the Arrangers or the Dealer that any recipient of the Base Prospectus, this Supplement or any other financial statements should purchase the Covered Bonds. Each potential purchaser of Covered Bonds should determine for itself the relevance of the information contained in the Base Prospectus, as supplemented by this Supplement, and its purchase of Covered Bonds should be based upon such investigation as it deems necessary. None of the Arrangers or the Dealer undertakes to review the financial condition or affairs of the Issuer, the Guarantor or the Banca Popolare di Sondrio Group during the life of the arrangements contemplated by the Base Prospectus nor to advise any investor or potential investor in Covered Bonds of any information coming to the attention of any of the Arrangers or the Dealer.

The distribution of the Base Prospectus, this Supplement and any document incorporated by reference in the Base Prospectus or this Supplement and any Final Terms and the offering, sale and delivery of the Covered Bonds in certain jurisdictions may be restricted by law. Persons into whose possession the Base Prospectus, this Supplement or any Final Terms come are required by the Issuer and the Dealer to inform themselves about and to observe any such restrictions.

For a description of certain restrictions on offers, sales and deliveries of Covered Bonds and on the distribution of the Base Prospectus, this Supplement or any Final Terms and other offering material relating to the Covered Bonds, see section "*Selling Restrictions*" of the Base Prospectus, as supplemented by this Supplement.

Save as disclosed in this Supplement, there has been no other significant new factor and there are no material mistakes or inaccuracies relating to information included in the Base Prospectus which is capable of affecting the assessment of Covered Bonds issued under the Programme since the publication of the Base Prospectus. To the extent that there is any inconsistency between (i) any statement in or incorporated by reference into this Supplement and (ii) any statement in or incorporated by reference into the Base Prospectus, the statements in or incorporated by reference into this Supplement will prevail.

Copies of this Supplement and of the documents incorporated by reference in this Supplement and in the Base Prospectus may be inspected during normal business hours at the Specified Office of the Luxemburg Listing Agent and of the Representative of the Covered Bondholders.

Copies of this Supplement and the document incorporated by reference in this Supplement and in the Base Prospectus are available on the Luxembourg Stock Exchange's website (<https://www.luxse.com>) and on the Issuer's website (<https://www.popso.it>).

INFORMATION INCORPORATED BY REFERENCE

On page 64 of the Base Prospectus, the first paragraph shall be deleted and replaced as follows:

“This Base Prospectus should be read and construed in conjunction with the following information, which has been previously published or are published simultaneously with this Base Prospectus and which have been or are filed with the CSSF:

- (a) English translation of the audited consolidated and separate (non-consolidated) financial statements of the Issuer and the English translation of the relevant independent auditor’s reports as at and for the year ended on 31 December 2021, available [here](#).*
- (b) English translation of the audited consolidated and separate (non-consolidated) financial statements of the Issuer and the English translation of the relevant independent auditor’s reports as at and for the year ended on 31 December 2022, available [here](#).*
- (c) Issuer’s unaudited condensed consolidated results as at 31 March 2023, available [here](#);*
- (d) the Issuer’s half-yearly condensed consolidated Financial Statements as at 30 June 2023, available [here](#).*
- (e) Issuer’s consolidated non-financial report at 31 December 2022 and the relevant auditor’s report, available [here](#).*
- (f) English translation of the Financial Statements of the Guarantor as at and for the year ended on 31 December 2021, available [here](#).*
- (g) English translation of the independent auditor’s report in respect to the Financial Statements of the Guarantor as at and for the year ended on 31 December 2021, available [here](#).*
- (h) English translation of the Financial Statements of the Guarantor as at and for the year ended on 31 December 2022, available [here](#).*
- (i) English translation of the independent auditor’s report in respect to the Financial Statements of the Guarantor as at and for the year ended on 31 December 2022, available [here](#).*
- (j) Press release “Sustainability rating: Standard Ethics assigns positive outlook to Banca Popolare di Sondrio” published on 5 April 2023, available [here](#).*
- (k) Press release headed “Fitch Ratings confirms all ratings of Banca Popolare di Sondrio” published on 6 July 2023, available [here](#).*
- (l) Press release headed “Banca Popolare di Sondrio: the results of the 2023 ECB/SSM stress test confirm the Group’s capital strength both in the baseline and in the adverse scenario” published on 28 July 2023, available [here](#).”*

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In addition, by virtue of this Supplement, the English language version of the Issuer’s half-yearly condensed consolidated Financial Statements as at 30 June 2023 (the “**Interim Financial Statements**”), which has previously been published and has been filed with the CSSF, is incorporated by reference in, and forms part of, the Base Prospectus.

The Interim Financial Statements have been previously published or filed with the Luxembourg Stock Exchange and are available on the website of the Luxembourg Stock Exchange and both in their original version in Italian and translated into English on the website of the Issuer (<https://istituzionale.popso.it/sites/default/files/documents/Consolidated%20interim%20financial%20report%20at%2030%20June%202023.pdf>) and may be inspected, free of charge, during usual business hours on any weekday (except for Saturdays, Sundays and public holidays in Italy) at the registered office

of the Issuer. The English language version represents an accurate and direct translation from the Italian language document, and where there is a discrepancy between the Italian and the English version, the former shall prevail.

The following table shows the specific information that can be found in the Interim Financial Statements incorporated by reference into the Base Prospectus.

Issuer's half-yearly Condensed Consolidated Financial Statements

Half-yearly condensed consolidated financial statements of the Issuer as at and for the six months ended 30 June 2023

Interim management report as at 30 June 2023	Pages	10–48
Consolidated Balance Sheet	Pages	50–51
Consolidated Income Statement	Page	52
Consolidated Statement of Comprehensive Income	Page	53
Consolidated Statement of Changes in Equity	Pages	54–55
Consolidated Cash Flow Statement	Pages	56–57
Consolidated explanatory notes	Pages	58–172
Review report on the interim condensed consolidated financial statements	Pages	176–177 of the pdf document

Pursuant to Article 19(1) of Regulation (EU) 2017/1129, the information not listed in the cross-reference list above are not incorporated by reference and are either not relevant for investors or covered elsewhere in the Base Prospectus.

Any document which is incorporated by reference into any of the documents which are incorporated in, and form part of, the Base Prospectus, shall not constitute a part of the Base Prospectus.

THE ISSUER

On page 169 of the Base Prospectus, the paragraph headed “*Major shareholders*” is deleted and replaced as follows:

“As at 15 September 2023, according to the public information currently available to the Issuer, the following entities hold directly or indirectly significant stakes in the capital of Banca Popolare di Sondrio:

- UnipolSai Assicurazioni S.p.A. 9.512%.; and*
- Private Wealth Management Global Sif Dynamic Strategy 4.908%.*

Funded in 1871 as a cooperative company, the bank operates as a joint-stock company since the approval of the corporate transformation resolved by the Extraordinary Shareholders' Meeting of 29 December 2021; no person or entity directly or indirectly controls the Issuer. No arrangements, the operation of which may at a subsequent time result in a change in control of the Issuer, are known to the Issuer.

On 6 September 2023, Unipol Gruppo S.p.A. clarified to have launched preparatory activities to obtain the necessary authorisations from the competent (Italian and foreign) supervisory authorities in order to assess possible future increases in the shareholding held by the Unipol Group in the Issuer, taking into account the market conditions and general context existing from time to time.”

On page 170 of the Base Prospectus, the paragraph headed “*Regulatory capital*” is deleted and replaced as follows:

“As at 31 December 2022, the BPS Group’s capital ratios were as follows: Common Equity Tier 1 ratio of 15.39 per cent. (phased-in), Tier 1 ratio of 15.39 per cent. (phased-in) and a Total Capital ratio of 17.95 per cent. (phased-in).

On a fully loaded basis as of 31 December 2022, BPS Group’s capital ratios were as follows: Common Equity Tier 1 ratio of 15.30 per cent., Tier 1 ratio of 15.30 per cent. and a Total Capital ratio of 17.86 per cent.

By means of a press release of 15 December 2022, BPS' Group informs that the ECB has provided – with effect from 1 January 2023 – that the minimum CET1 requirement for the BPS Group for 2023 is 8.50 per cent., the minimum Tier 1 Capital Ratio requirement is 10.50 per cent., while the total capital ratio is 13.16 per cent.

The BPS Group has been subject to the 2023 stress test conducted by the ECB, which – as in the past – was conducted under the assumption of a static balance sheet at 31 December 2022 without taking into account corporate strategies and/or future management initiatives. According to the press release issued by BPS on 28 July 2023, the BPS Group did not reveal any criticality and the stress test exercise confirmed the BPS' Group’s capital strength both in the baseline and in the adverse scenario.”

GENERAL INFORMATION

On page 241 of the Base Prospectus, the paragraph headed “*No Significant Change*” shall be deleted and replaced as follows:

“*No Significant Change*”

There has been no significant change in the financial performance and financial position of Banca Popolare di Sondrio and the Banca Popolare di Sondrio Group since 30 June 2023.

There has been no significant change in the financial performance and financial position of POPSO Covered Bond S.r.l. since 31 December 2022.”.

On pages 242–243 of the Base Prospectus, the paragraph headed “*Documents available for inspection*” shall be deleted and replaced as follows:

“*Documents available for inspection*”

For so long as the Programme remains in effect or any Covered Bonds shall be outstanding and admitted to trading on the regulated market of the Luxembourg Stock Exchange, copies and, where appropriate, English translations of the following documents may be inspected during normal business hours at the registered office of the Luxembourg Listing Agent, namely:

- (i) the Programme Documents, of which only the Covered Bond Guarantee is available at https://istituzionale.popso.it/sites/default/files/files/BPS%20CB%20-%20Covered%20Bond%20Guarantee_Collated%20Copy_.pdf;*
- (ii) the Issuer’s memorandum of association (Atto Costitutivo) and by-laws (Statuto) as of the date hereof;*
- (iii) the Guarantor’s memorandum of association (Atto Costitutivo) and by-laws (Statuto) as of the date hereof;*
- (iv) the Issuer’s audited consolidated and separate (non-consolidated) financial statements and the relevant independent auditor’s reports as at and for the year ended on 31 December 2021;*
- (v) the Issuer’s audited consolidated and separate (non-consolidated) financial statements of the Issuer and the relevant independent auditor’s reports as at and for the year ended on 31 December 2022;*
- (vi) the Issuer’s consolidated non-financial report at 31 December 2022;*
- (vii) the Issuer’s unaudited condensed consolidated results as at 31 March 2023;*
- (viii) the Issuer’s half-yearly condensed consolidated Financial Statements as at 30 June 2023;*
- (ix) the Guarantor’s Financial Statements as at and for the year ended on 31 December 2021;*
- (x) the Guarantor’s Audit report in respect to Financial Statements of the Guarantor as at and for the year ended on 31 December 2021;*
- (xi) the Guarantor’s Financial Statements as at and for the year ended on 31 December 2022;*
- (xii) the Guarantor’s Audit report in respect to Financial Statements of the Guarantor as at and for the year ended on 31 December 2022;*
- (xiii) Press release “Sustainability rating: Standard Ethics assigns positive outlook to Banca Popolare di Sondrio” published on 5 April 2023;*
- (xiv) Press release headed “Fitch Ratings confirms all ratings of Banca Popolare di Sondrio” published*

on 6 July 2023;

- (xv) *Press release headed “Banca Popolare di Sondrio: the results of the 2023 ECB/SSM stress test confirm the Group’s capital strength both in the baseline and in the adverse scenario” published on 28 July 2023;*
- (xvi) *a copy of this Base Prospectus together with any supplement thereto, if any, or further Base Prospectus;*
- (xvii) *any Final Terms relating to Covered Bonds, which are admitted to listing, trading and/or quotation by any listing authority, stock exchange and/or quotation system and any future offering circulars, prospectuses, and supplements to this Prospectus and any other documents incorporated herein or therein by reference. In the case of any Covered Bonds which are not admitted to listing, trading and/or quotation by any listing authority, stock exchange and/or quotation system, copies of the relevant Final Terms will only be available for inspection by the relevant Covered Bondholders.*

Copies of all such documents shall also be available to Covered Bondholders, at least for ten years, at the Specified Office of the Representative of the Covered Bondholders, and at the following website: <https://istituzionale.popso.it/en/investor-relations/financial-operations> and under the following area of the Issuer’s website: “Home > Investor relations » Financial operations » Covered Bonds”.