

June 4, 2021

**Confidential Settlement Communication
Subject to FRE 408 and All Equivalent**

**Debt Restructuring Proposal of
Ad Hoc Bondholder Group of the Province of Buenos Aires**

This term sheet sets out the key commercial terms upon which members of the Province of Buenos Aires Ad Hoc Bondholder Group (the “**Group**”) are willing, in principle, to restructure certain international bonds issued by the Province of Buenos Aires (the “**Transaction**”). This term sheet is not exhaustive, does not constitute or imply a commitment by the Group to a restructuring transaction nor is it intended to constitute a legally binding agreement between the Province of Buenos Aires and the Group. The completion of the Transaction is subject, among other things, to execution of definitive documentation and satisfaction of customary closing conditions, in each case in a form to be mutually agreed.

Exchange Transaction	<p>The Transaction will be consummated through an exchange offer to all holders of 2015 Bonds and 2006 Bonds (collectively, the “Existing Bonds”) and will treat all series of Existing Bonds in a substantially similar manner (except as noted below).</p> <p>Holders of each series of Existing Bonds (with the exception of holders of Existing USD 2035 Bonds and EUR 2035 Bonds) will have the right to receive either the New USD 2037 A Bond or the New EUR 2037 A Bond (collectively, the “New Bonds”).</p> <p>Holders of Existing USD 2035 Bonds and Existing EUR 2035 Bonds will have the right to receive either the New USD 2037 B Bond or the New EUR 2037 B Bond.</p> <p>Offer documentation for the Transaction, and terms of New Bonds, to be structured and documented to maximize bondholder participation in a manner consistent with the terms set forth herein.</p>
Principal Amount of New Bonds	<p>Existing Bonds will be exchanged for New USD Bonds and New EUR Bonds at par (i.e., no haircut). Holders of Existing Bonds who participate in the Transaction will receive U.S.\$1,000 or EUR 1,000 in principal amount of the New Bonds of the applicable series for each U.S. \$1,000 or EUR 1,000 in principal amount of Existing Bonds, subject to the currency election, plus certain amounts in respect of accrued interest as defined below.</p>
Currency Election	<p>The New Bonds will be issued in U.S. dollars and Euros. All holders of the Existing Bonds will have a right to elect to receive New Bonds denominated either in U.S. dollars or in Euros with the exchange ratio being based on the exchange rate for EURUSD computed 5 business days prior to the expiry of the</p>

	exchange offer (applicable exchange rates), as defined by WMR (Reuters) 4pm London.
Maturity Dates	The New Bonds will reflect an extension of existing maturities, with a final maturity date in 2037 and an average maturity of 10.8 years. Please refer to Schedule I for a detailed maturity schedule.
Amortization	The New Bonds will be subject to amortization, with principal to be repaid in semi-annual installments in accordance with Schedule I and Schedule II. The earliest amortization will begin in 2024.
Treatment of Accrued Interest	All accrued and unpaid interest on the Existing Bonds as of the Settlement Date shall be compensated in full, as follows: <ul style="list-style-type: none"> • 7.5% paid in cash on the Settlement Date • 92.5% capitalized into the New Bonds
Interest Rate for New Bonds	New Bonds shall accrue interest as from the Settlement Date. Interest shall be payable semi-annually in arrears for each series of New Bonds at the respective annual rates, in cash, as provided in Schedule I.
Total Cash Flow Relief	The above treatment of Existing Bonds will provide aggregate cash flow relief in excess of USD 4.6 billion over a period of 5 years under the methodology used by the Provincial government. Appendix I shows the expected cash flows under the terms of the New Bonds.
Legal Documentation	New 2037A Bonds and 2037B Bonds will be issued under indentures that provide appropriate legal rights and protections for bondholders and that are mutually agreed by the parties.
Creditor Group Fees	On the Settlement Date, the Province will pay all reasonable costs, fees and expenses of the Ad Hoc Bondholder Group of the Province of Buenos Aires, represented by White & Case LLP and Ayres Investment Management LLP, related to the restructuring, including litigation-related fees and expenses.

Schedule I: Specific Terms of Each Series of New Bonds

The New USD 2037 A Bonds will:

- Mature on July 15, 2037
- Pay interest on a semi-annual basis in arrears, on January 15 and July 15 of each year, at the following annual rates:

Interest Payment Dates falling in	Coupon
2021	2.625%
2022	3.85%
2023	5.00%
2024	6.00%
2025 - 2037	6.75%*

- Coupons will be paid using a 30/360 daycount. The first coupon will accrue from [the Settlement Date], and will be paid on July 15, 2021.
- Pay principal in USD in 28 semi-annual installments beginning in January 2024, as set forth in Schedule II.

The New USD 2037 B Bonds will:

- Mature on July 15, 2037
- Pay interest on a semi-annual basis in arrears, on January 15 and July 15 of each year, at the following annual rates:

Interest Payment Dates falling in	Coupon
2021	2.625%
2022	3.20%
2023	4.20%
2024	4.50%
2025 - 2037	4.50%*

- Coupons will be paid using a 30/360 daycount. The first coupon will accrue from [the Settlement Date], and will be paid on July 15, 2021.
- Pay principal in USD in 16 semi-annual installments beginning in January 2030, as set forth in Schedule II.

The New EUR 2037 A Bonds will:

- Mature on July 15, 2037

* Coupon rates assume a 37.5bp reduction in the terminal coupon rate due to ESG compliance.

- Pay interest on a semi-annual basis in arrears, on January 15 and July 15 of each year, at the following annual rates:

Interest Payment Dates falling in	Coupon
2021	1.625%
2022	2.85%
2023	4.00%
2024	4.50%
2025-2037	5.25%*

- Coupons will be paid using a 30/360 daycount. The first coupon will accrue from [the Settlement Date], and will be paid on July 15, 2021.
- Pay principal in USD in 28 semi-annual installments beginning in January 2024, as set forth in Schedule II.

The New EUR 2037 B Bonds will:

- Mature on July 15, 2037
- Pay interest on a semi-annual basis in arrears, on January 15 and July 15 of each year, at the following annual rates:

Interest Payment Dates falling in	Coupon
2021	1.625%
2022	2.20%
2023	3.20%
2024	3.75%
2025 - 2037	3.75%*

- Coupons will be paid using a 30/360 daycount. The first coupon will accrue from [the Settlement Date], and will be paid on July 15, 2021.
- Pay principal in USD in 16 semi-annual installments beginning in January 2030, as set forth in Schedule II.

* Coupon rates assume a 37.5bp reduction in the terminal coupon rate due to ESG compliance.

Schedule II: Amortization Schedule

Dates	USD & EUR	USD & EUR
	2037 a	2037 b
7/15/2021	0.000%	0.000%
1/15/2022	0.000%	0.000%
7/15/2022	0.000%	0.000%
1/15/2023	0.000%	0.000%
7/15/2023	0.000%	0.000%
1/15/2024	1.834%	0.000%
7/15/2024	1.834%	0.000%
1/15/2025	2.202%	0.000%
7/15/2025	2.202%	0.000%
1/15/2026	2.744%	0.000%
7/15/2026	2.744%	0.000%
1/15/2027	3.113%	0.000%
7/15/2027	3.113%	0.000%
1/15/2028	3.364%	0.000%
7/15/2028	3.364%	0.000%
1/15/2029	3.738%	0.000%
7/15/2029	3.738%	0.000%
1/15/2030	3.290%	5.000%
7/15/2030	3.290%	5.000%
1/15/2031	3.586%	5.000%
7/15/2031	3.586%	5.000%
1/15/2032	3.760%	5.500%
7/15/2032	3.760%	5.500%
1/15/2033	3.933%	6.000%
7/15/2033	3.933%	6.000%
1/15/2034	4.254%	6.500%
7/15/2034	4.254%	6.500%
1/15/2035	4.455%	7.000%
7/15/2035	4.455%	7.000%
1/15/2036	4.714%	7.500%
7/15/2036	4.714%	7.500%
1/15/2037	5.013%	7.500%
7/15/2037	5.013%	7.500%

Appendix I: Expected Cash Flows

	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	2037
Debt Service, USD million																	
ESG compliant	93	279	367	674	755	806	830	836	855	887	892	890	887	901	895	896	886
ESG non-compliant	93	279	367	674	783	833	856	860	877	907	910	906	900	912	904	901	888

Note: PDIs are assumed up to the restructuring effective date which is modeled as 4/30/21 for practical purposes (the first date of current restricted discussions)