



GOBIERNO
DE LA PROVINCIA
DEL NEUQUÉN

NEUQUÉN
PROVINCIA

JUNTOS
PODEMOS
MÁS

50 AÑOS
1970-2020
PLAN
DE SALUD
NEUQUÉN

PRESS RELEASE

Foreign law bonds

The Province of Neuquén provides information regarding its external indebtedness, including its 7.500% Bonds Due 2025 and its 8.625% Bonds Due 2028

The government of the Province of Neuquén (the “Province”) is considering options in light of the challenging economic conditions confronting the Province, including alternatives regarding its US\$-denominated debt with a view to defining measures to ensure the sustainability of the provincial public debt.

The Province faces unprecedented economic challenges. The contraction of Argentina’s economy over practically 24 months has had a direct effect on the Province’s economy, resulting in a severe decline in federal and provincial fiscal revenues. Most recently, the outbreak of the COVID-19 pandemic crisis, is contributing to the significant deterioration of the Province’s fiscal results, as its revenues become rapidly insufficient to cover its expenditures related to essential services and programs. Importantly, the significant drop in the market price for the Province’s crude oil during the first quarter of 2020, which was only recently partially compensated by the Federal Government’s decision to provide a support price to oil producers, deepened the decline in the Province’s royalty revenues as exploration and extraction activities suffered a significant slowdown.

Committed to honoring its contractual commitments to the best of its ability, the Province has taken a number of actions designed to contain and reduce where possible its expenditures, and is developing a short and medium term set of measures required to address its economic and debt burden.

The Province has appointed Citigroup Global Markets Inc. to provide financial assistance.

For any enquiries regarding this press release, please contact the Ministry of Economy and Infrastructure, Guillermo Pons, e-mail: gpons@haciendanqn.gob.ar; telephone: +54 299 4495300

Notice

This announcement is not an offer of securities for sale in the United States. The Province’s outstanding bonds are not and will not be registered under the U.S. Securities Act of 1933, as amended (the “Securities Act”) or any state securities law. They may not be offered or sold within the United States or to, or for the account or benefit of, U.S. persons except pursuant to an exemption from, or in a transaction not subject to the registration requirements of the Securities Act. This press release does not constitute an offer of any of the Province’s bonds for sale, or the solicitation of an offer to buy any such bonds, in any state or other jurisdiction in which any offer, solicitation or sale would be unlawful. Any person considering making an investment decision relating to any of the Province’s bonds must inform itself independently based solely on an offering memorandum to be provided to eligible investors in the future in connection with any such securities before taking any such investment decision.

NEUQUEN, July 23 of 2020.-