



Kommuninvest first SEK Green Bond, SEK 5bn, due May 2020

Final bond terms

Issuer:	Kommuninvest i Sverige AB (KOMINS)
Rating:	Aaa/AAA
Size:	SEK 5 billion
Pricing date:	18 October 2016
Settlement date:	25 October 2016
Maturity date:	05 May 2020
Coupon:	0.000% annual
Issue price:	100.495%
Re-offer spread:	mid-swaps +11bp
Format:	Regulation S
Joint lead managers:	SEB and Swedbank
Use of proceeds:	An amount equal to the net proceeds of the issue of the Notes will be credited to a special account that will support Kommuninvest's lending for Eligible loans. Eligible loans means a selected pool of loans from Kommuninvest which are financing, in whole or in part, Eligible Projects in member municipalities/county councils that primarily promote the transition to low carbon and climate resilient growth

Comment from Anders Gånge, Head of Funding & Treasury at Kommuninvest

"We have been aiming for a Swedish krona green bond for some time, and we feel this was a great debut. The order book shows significant support from Swedish green investors, which have been one of the objectives, but also includes recognized international accounts. Pricing was in line with our expectations, with the deal eventually priced at 2 bps below our Swedish benchmark curve. We are glad to see that investors are willing to pay a premium for green.

With the two green bonds issued this year, we have firmly established green bonds into our funding programme in both SEK and USD, and we look forward to bringing new bonds to the market in the future"

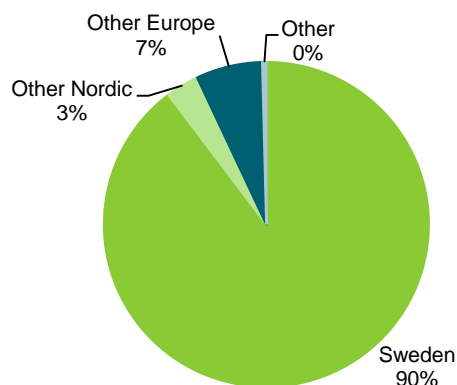
Transaction highlights

- On 18 October 2016, Kommuninvest successfully launched short 4 year 0.000% SEK 5 billion Green Bond transaction. This is the second transaction on the back of Kommuninvest's green lending product and the first transaction denominated in SEK, targeting Swedish municipalities and corporations. The transaction also constitutes the largest ever green bond issued in Swedish krona
- Kommuninvest acts as the local government debt office lending to Swedish municipalities and county councils that are members in the Kommuninvest Cooperative Society (owner of 100 percent of the shares in the credit market company Kommuninvest i Sverige AB). Kommuninvest's mission is to support Swedish municipalities and county councils in their financial operations, through secure and cost-efficient financing, financing advice, skills development and cooperation

- To secure prudence, an academic independent 3rd party, CICERO, has carried out a second opinion on Kommuninvest's green bond framework
- The short 4-year first SEK "green bond benchmark" from Kommuninvest was announced on Monday afternoon, October 17 and immediately generated positive feedback from investors generating IOI's in excess of SEK 5 billion. With stable market conditions on Tuesday morning and IOI's in excess of SEK 8.5 billion, books were opened for a SEK 3-5 billion green bond transaction with guidance unchanged at mid-swaps plus 13bps area in line with the issuer's secondary market SEK curve. With the order book growing steadily throughout the morning reaching SEK 13 billion by 10:30am Swedish local time.
- The transaction was priced at 14:15pm Swedish local time with a level tightened to mid-swaps plus 11bps and a transaction size set to SEK 5 billion. The bond was priced 2bps below the issuer's secondary SEK curve
- A very large portion of the bonds were placed with investors for which Green and Social aspects have been a decisive factor to invest in the transaction such as Alecta, AP3, Danske Capital, Folksamgruppen, Nordea AM, KfW, SBAB, Sjunde AP Fonden, SPP Storebrand and Öhman
- The distribution by investor type and geography was as follows; 71% was placed to Pension and Insurance funds, 11% with Fund managers, 9% with Banks and 9% with Central banks and other investors. Geographically the split was Sweden 90%, 7% Europe outside the Nordics and 3% with other Nordic investors

Distribution

By Investor Region



By Investor Type

