



## USD 2.5 billion 2.750% Benchmark due 22 October 2020

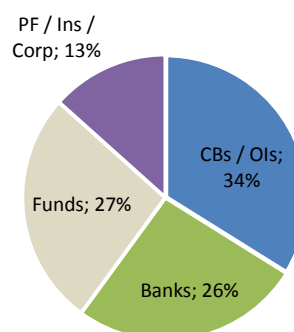
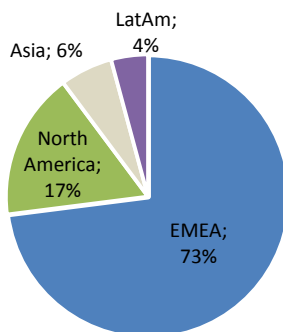
\*\*\* PRESS POINTS \*\*\*

<b>Issuer:</b>	Kommuninvest i Sverige AB	<b>Maturity:</b>	22 <sup>nd</sup> October 2020
<b>Rating:</b>	Aaa/AAA	<b>Re-offer Price:</b>	99.777%
<b>Issue Amount:</b>	USD 2.5 billion	<b>Re-offer Yield:</b>	2.850% (semi-annual)
<b>Payment Date:</b>	18 <sup>th</sup> June 2018	<b>Re-offer vs. MS:</b>	+2 bps
<b>Coupon:</b>	2.750% (semi-annual)	<b>Re-offer vs. CT2:</b>	+31.7 bps
<b>Leads:</b>	BofAML, Citi, SEB, TD Securities	<b>Format:</b>	RegS / 144A

### Transaction Highlights:

- On 12th June, Kommuninvest, the Swedish local government debt office, rated AAA/Aaa, successfully issued a new USD 2.5 billion 2-year RegS/144A bond due 22<sup>nd</sup> October 2020. The transaction constitutes Kommuninvest largest USD benchmark to date.
- Bank of America Merrill Lynch, Citi, SEB and TD Securities acted as joint lead managers on the transaction for Kommuninvest' s third USD benchmark transaction of the year; this is a further step to completing the SEK 85-100bn funding targeted by Kommuninvest for 2018.
- Over 50 accounts participated in the diversified transaction which saw central banks and official institutions taking 34%, Banks were allocated 26%, Funds 27% and Pension funds, Insurance companies and corporates taking 13%. In terms of regional distribution, accounts out of EMEA region and North America were allocated 73% and 17% respectively, while Asian and LatAm investors took 6% and 4% of the deal.

### Distribution:



### By Geography

EMEA	73%
North America	17%
Asia	6%
LatAm	4%

### By Investor Type

Central Banks / Official Institutions	34%
Banks	26%
Funds	27%
PF / Ins / Corp	13%



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### Execution:

- Kommuninvest announced the mandate for the new USD 2-year benchmark transaction on Monday 11<sup>th</sup> June, at 09:34 UKT, with IPTs following at 15:16 UKT of MS plus 2bps area.
- With IOIs exceeding USD 1.3 billion the following London morning, books were opened at 08:13 UKT with an official price guidance in line with IPTs, at MS plus 2bps area.
- With continued strong support after UK open, the orderbook increased to an excess of USD 2.3bn by 10:41 UKT and the spread was set at MS plus 2bps.
- Books were closed at 13:45 UKT with final orders in excess of USD 2.65 billion and the transaction was priced at 15:58 UKT with a coupon of 2.750%, a re-offer yield of 2.850% and a spread of plus 31.7bps versus 2-year US Treasuries.

### Transaction Comments:

- **Christian Ragnartz, Head of Debt Management, Kommuninvest:** “We are very pleased with the transaction, and with the strong support for Kommuninvest bonds from a diverse investor base across the globe. Going into the summer months, and in a positive market environment following recent turmoil, we wanted to secure a substantial part of this year’s funding need and also boost our liquidity reserve.”
- **Adrien de Naurois, SSA Syndicate at Bank of America Merrill Lynch:** “A phenomenal result for Kommuninvest, taking advantage of a clear window and stable market backdrop to print its largest ever USD benchmark transaction. Global investor confidence in the Swedish local government sector was again clearly demonstrated by both the size and high-quality of the final order-book.”
- **Ebba Wexler, Director, SSA Origination, Citi:** “Perfect timing for a 2 year USD transaction from Kommuninvest with the backdrop of recent market volatility and ongoing headline risk from geopolitical factors and tomorrow’s FOMC. The deal attracted demand from a high quality list of SSA investors globally, allowing for a USD 2.5bn issue size which is Kommuninvest’s largest USD benchmark to date.”
- **Helena Colling, Deputy Head of Bond Syndicate, SEB:** “Kommuninvest successfully took advantage of a stable issuance window pre ECB and FED meetings. The quality and size of the book is a testament to the broad investor following Kommuninvest has built up in the USD market and the diversity of the investor demand again illustrates the support Kommuninvest enjoys from the global markets.”
- **Laura Quinn, Head of Fixed Income Origination, TD Securities:** “A stunning entry into the market for Kommuninvest today; marking not only their largest ever USD transaction but a record for agencies in the Nordic region. The issuer took advantage of a slim window ahead of key Central Bank meetings this week, captivating the attention of the market and reaping the rewards.”

### About Kommuninvest:

- Kommuninvest of Sweden is a public sector owned and guaranteed credit market company, regulated by the Swedish Financial Supervisory Authority.
- Kommuninvest lends only to municipalities that are members of Kommuninvest Cooperative Society, and to their majority-owned companies. All members are jointly committed to unlimited cover of all Kommuninvest liabilities.