



USD 1.5 billion 2.625% Benchmark due 15 September 2022

PRESS POINTS

Transaction Summary

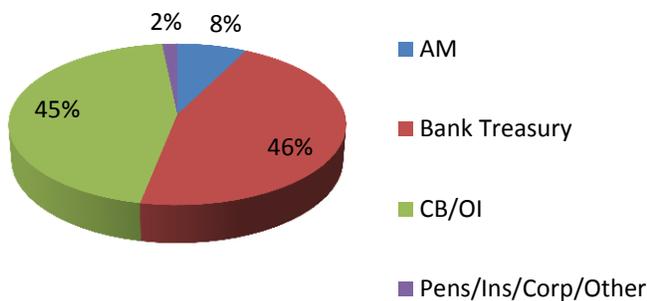
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|--------------------------------|---|
| Issuer: | Kommuninvest i Sverige Aktiebolag (publ) |
| Rating: | Aaa (Moody's) / AAA (S&P) (Stable/Stable) |
| Issue amount: | USD 1.5 billion |
| Pricing date: | 15 January 2019 |
| Payment date: | 23 January 2019 |
| Coupon: | 2.625% (s.a.) |
| Maturity: | 15 September 2022 |
| Re-offer Price: | 99.674% |
| Re-offer Yield: | 2.720% (s.a.) |
| Re-offer vs. mid-swaps: | +12bps |
| Re-offer vs. UST (CT3): | +21.7bps |
| Lead Managers: | HSBC, J.P. Morgan, Nordea, TD Securities |

Transaction Highlights and Execution:

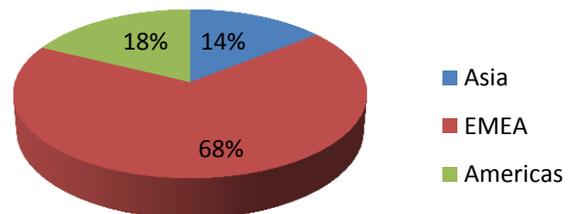
- On Tuesday 15th January 2019, Kommuninvest, the Swedish local government debt office, rated Aaa (stable) / AAA (stable), successfully issued a new USD 1.5 billion long 3-year RegS/144A bond due 15th September 2022 at a spread of mid swaps +12 basis points. This was Kommuninvest's first USD benchmark of 2019.
- Following a volatile start to 2019, risk-on sentiment improved towards the end of the prior week. As a result, the USD pipeline was busy in the SSA market, and Kommuninvest were nimble in announcing an early mandate to secure an issuance window for their transaction.
- The chosen maturity of September 2022 represents Kommuninvest's longest USD benchmark since their 5yr transaction issued in September 2014. Investors were invited to reflect Indications of Interest (IOIs) at an Initial Price Thought (IPT) level of mid swaps +15bps area, offering investors an approximate 2bp new issue concession versus the issuer's secondary curve.

- The transaction received significant investor interest overnight with IOIs in excess of USD 2.9bn the following morning at 8.00am London when books were officially opened. At this time, the exceptional quality of the orderbook allowed Kommuninvest to tighten price guidance by 2bps to MS+13bps area (+/-1bp).
- Books continued to gather momentum and within 30 minutes books were closed in Europe with the spread set at MS+12bps, 3bps tighter than the IPT level and inside of Kommuninvest's secondary curve. The size of the deal was upsized to USD 1.5bn at this time, the issuer's second largest current outstanding USD bond.
- The deal was officially priced at 3.05pm GMT at mid-swaps +12bps at a re-offer price of 99.674%. The pricing level was equivalent to a spread of 21.7bps versus the UST 2.500% Jan-22 and the bond pays a semi-annual coupon of 2.625%.
- The orderbook peaked in excess of USD 4.2bn composed of 81 investors, Kommuninvest's largest ever order book for a USD transaction. Kommuninvest was the first issuer this year to tighten 3bps from the IPT level. The final order book was in excess of USD 3.5bn, again highlighting the issuer's loyal and growing investor following in the USD market.
- The final allocated order book included 59 participating accounts, the largest number so far for a Kommuninvest transaction, and was geographically diverse. Investors from the EMEA region represented the largest allocation at 68%, followed by Americas at 18%. In terms of investor type, the Bank Treasury community was dominant with 46% and the rest of the orderbook was largely comprised of Central Banks & Official Institutions at 45%.

Distribution by Investor Type



Distribution by Investor Geography



Transaction Comments:

- *“This was a very good start to this year's funding activities. The exceptionally strong demand likely reflects the current uncertain market conditions; nevertheless we appreciate having access to a high-quality global investor base which continue to invest in our funding programs, **said Christian Ragnartz, Head of Debt Management, Kommuninvest***
- **Elena Farrell, DCM, HSBC:** *“An outstanding start to the 2019 funding program for Kommuninvest! Highlighting once again Kommuninvest’s appeal amongst global investors with an impressive \$3.6bn of demand from around 70 accounts, in spite of minimal concession on offer”*
- **Matthieu Batard, Executive Director SSA Syndicate, J.P. Morgan:** *“What an outcome for Kommuninvest’s first USD benchmark of 2019! Across metrics of orderbook growth and quality an impressive result that led to the issuer’s largest benchmark orderbook on record, in combination with a remarkable 3bps price tightening. This success will surely inspire fellow SSA issuers to follow in Kommuninvest’s footsteps.”*
- **Kamal Grossard-Amin, Managing Director, Nordea:** *“Kommuninvest opened the USD market for Nordic SSAs with an exceptional strong result, obtaining the largest USD orderbook from any Nordic agency on record, while pricing flat to its secondary curve. The transaction is a true testament to Kommuninvest’s appeal among global investors, its excellent credit story and its successful track record in USD market.”*
- **Laura Quinn, Managing Director, Head of Origination, TD Securities:** *“Kommuninvest have achieved a tremendous result with their first benchmark of the year; maximising investor interest with a very high quality order book and pricing 3bps inside IPTs despite a busy couple of days of competing supply.”*

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.
- For more information please visit <https://kommuninvest.se>