



KOMMUNINVEST

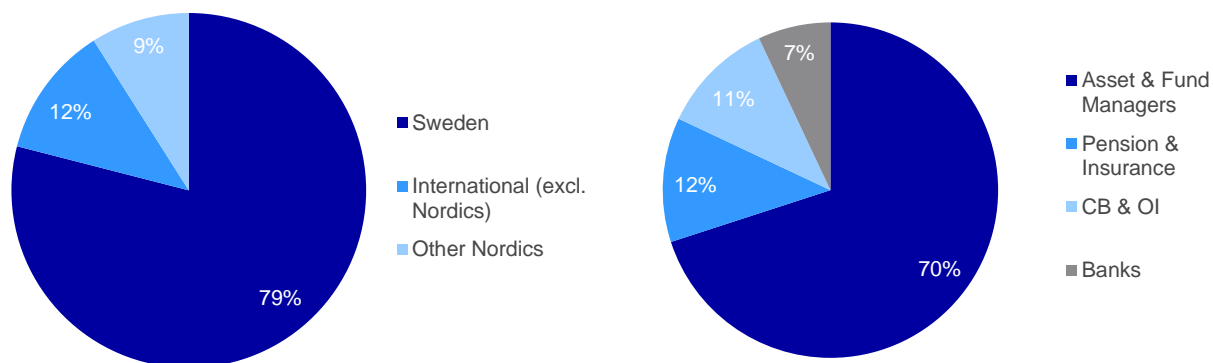
Kommuninvest SEK 5bn Green Bond transaction due 10th June 2026

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|------------------|-----------------------------|-----------------|---------------|
| Issuer: | Kommuninvest i Sverige AB | Maturity: | 10 June 2026 |
| Rating: | Aaa/AAA | Re-offer Price: | 99.946% |
| Amount: | SEK 5bn | Re-offer Yield: | 0.386% |
| Settlement Date: | 10 June 2021 | MS: | +0 bps |
| Coupon: | 0.375% (Annual/unadjusted) | Denomination: | SEK 10k + 10k |
| Leads: | Danske Bank, Nordea and SEB | ISIN: | XS2351401109 |

Transaction Highlights:

- On Thursday 3 June 2021 Kommuninvest, the Swedish local debt office and the largest Swedish Green Bond issuer, successfully issued 5 year SEK 5bn FXD Senior Unsecured Green Bond
- This is Kommuninvest 13th Green Bond issue in syndicated format. In addition to SEK-denominated Green Bond issues Kommuninvest does also have two Green Bonds outstanding in USD
- Danske Bank, Nordea and SEB acted as Joint Lead Managers in the transaction and use of proceeds will be allocated according to Kommuninvest's [Green Bond Framework](#), which includes investment projects undertaken by Swedish local governments that promote the transition to low-carbon and climate-resilient society
- The final order book reached above SEK 7.6bn (excl. JLMs) and consisted of 20 separate accounts. Kommuninvest's international investor base stood for more than 20% of allocation whereof 12% came from outside the Nordics

Order Distribution:



Execution:

- At 13:00 CET on Wednesday 2 June 2021 Kommuninvest announced a mandate for a syndicated SEK Green Bond transaction
- An intention to launch a 5 year, SEK 1-3 bn fixed rated Green Bond, in the near future, subject to market conditions. Already at this stage the deal attracted high attention and positive investor feedback with around 10 lines of IOIs, which totalled to circa SEK 3.5bn
- The supportive investor feedback, specifically from the Swedish investor community, for a new SEK Green Bond from Kommuninvest gave comfort to open books on Thursday morning with guidance set at SEK MS +0/1bps (WPIR) for a minimum size of SEK 3bn
- Circa one hour after the books open announcement the book had reached above SEK 6bn (excl. JLMs). The spread was simultaneously set to SEK MS flat. The deal size also communicated to be capped at SEK 5bn. The final order book reached SEK 7.6bn (excl. JLMs) for a final deal size of SEK 5bn
- The spread of SEK MS flat resulted in a re-offer yield of 0.386%. The coupon for the new 5 year SEK 5bn FXD Senior Unsecured Green Bond was set to 0.375%
- In addition to a number of international accounts participating in the transaction several of Scandinavian's most prominent ESG investors were also seen participating in the transaction
- The successful outcome demonstrates the fixed income investor community's strong demand for Kommuninvest's Green Bond transactions and echoes Kommuninvest's solid credit story and long track record within the bond market

About Kommuninvest:

- Kommuninvest was established in 1986 under the name of Kummuninvest i Örebro Län AB as a regional project for inter-municipal financial cooperation in the County of Örebro, Sweden. Kommuninvest's activities were expanded to cover the whole of Sweden in 1993, and its name was changed to Kommuninvest i Sverige AB (publ). Since 1995, the organization has been registered as a joint-stock credit company, subjecting it to the supervision by Finansinspektionen, Sweden's financial supervisory authority
- Kommuninvest's main purpose is to provide financing at competitive levels to Swedish municipalities and regions that are members of the Kommuninvest Co-operative Society ("the Society"). The Society owns 100% of the shares of Kommuninvest and as of today has 292 members, of which 278 are municipalities and 14 are regions
- Lending is restricted to municipalities and regions that are members of the Society and to entities that are majority-owned and fully guaranteed by one or more members. Kommuninvest carries a zero risk-weighting according to Swedish accounting rules, which are in line with those agreed by some other European countries such as Germany and France
- Kommuninvest issued its first Green Bond in 2016 and has since evolved to become one of the largest Nordic green bond issuers. At year-end 2020, the equivalent of SEK 43.6 billion was outstanding in six Green Bonds denominated in SEK and USD. This makes Kommuninvest Sweden's largest issuer of green bonds. The Green Bond Framework allows financing in eight project categories. In the second opinion from CICERO, four of these are characterized as "dark green", signalling investment projects aligned with the 2050 climate targets. Overall, the framework has a "medium green" shading