



Kommuninvest SEK 3.5 bn Green Bond issue due 1st September 2025

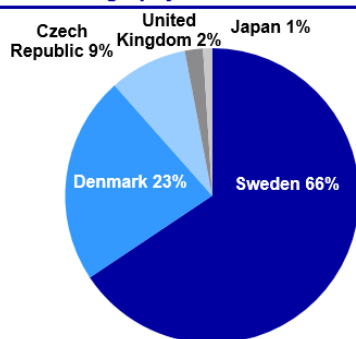
Issuer:	Kommuninvest i Sverige AB	Maturity:	1 September 2025
Rating:	AAA / Aaa by S&P and Moody's	Re-offer Price:	99.950%
Amount:	SEK 3.5 bn	Re-offer Yield:	3.018%
Settlement Date:	8 September 2022	Mid Swap:	- 4 bps
Coupon:	3.000% (Annual/unadjusted)	Denomination:	SEK 10k + 10k
Leads:	Nordea, SEB & Swedbank	ISIN:	XS2530407340

Transaction Highlights:

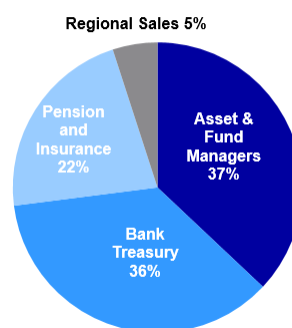
- Thursday the 1st of September 2022 Kommuninvest, the Swedish local government debt office and the largest Swedish green bond issuer, successfully issued a 3-year SEK 3.5 bn Green Fixed Rate Bond. Nordea, SEB and Swedbank acted as Joint Lead Managers in the transaction and the use of proceeds will be allocated according to Kommuninvest's [Green Bond Framework](#).
- The transaction represents Kommuninvest's 16th Green Bond issue. In addition to SEK-denominated Green Bond issues, Kommuninvest also have Green Bonds outstanding in USD and EUR.
- The final order book consisted of 28 separate accounts. Kommuninvest's international investor base stood for more than 35% of the allocation whereof 12% of the accounts came from outside the Nordics. The transaction attracted a diverse investor community with an almost even split between Pension & Insurance funds, Asset & Fund Managers and Bank Treasuries.

Order distribution:

Allocations – Geography



Allocations – Investor Type



1st September 2022

Confidential



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Execution:

- On the 31st of August Kommuninvest announced a mandate for a syndicated 3-year SEK Green Senior Unsecured fixed rate transaction.
- The announcement attracted investor interest quickly and the majority of the incoming feedback indicated large interest in a new Green Kommuninvest Bond.
- Following positive feedback from the previous day and a good market window, books opened at 09:27 on the 1st of September. Guidance was set to MS -4/-3 bps.
- Orders came in quickly and in less than an hour, at 10:15, the first update was sent out. Books had reached approximately SEK 4 bn during this short period of time.
- The second update was sent out 11:14. Books had reached SEK 5 bn and the spread was set to MS -4 bps. The final size was set to SEK 3.5 bn.
- Books closed at 11:30 with final book size above SEK 5.3 bn good at final spread.
- Books were allocated at 13:00 and at 13:41 the issue was priced. Coupon landed at 3.000% and the issue yield 3.018%.
- After this transaction, Kommuninvest has approximately SEK 67 bn of Green Bonds outstanding in SEK, EUR and USD.
- This successful transaction highlights both a well-thought-out market timing and the strength of Kommuninvest's name among investors. The successful transaction also displays the high demand for green bond issuance in the Nordic primary market.



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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 and regions 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. 294 out of Sweden's 310 municipalities and regions are members of Kommuninvest Cooperative Society.
- Kommuninvest issued its first Green Bond in 2016 and has since evolved to become Sweden's largest issuer of green bonds. After this transaction, Kommuninvest has the equivalent of SEK 67 bn outstanding in 9 Green Bonds denominated in SEK, USD and EUR. The Green Bond Framework allows financing in eight project categories. In the second opinion from CICERO, three of these are characterized as "dark green", signaling investment projects aligned with the 2050 climate targets. Overall, the framework has a "medium green" shading.