**KommuneKredit EUR 500mm increase of 0.01% due 4 May 2034**

On Wednesday 29th September 2021, KommuneKredit (“KOMMUN”) priced the €500mm increase of 0.010% due 4 May 2034.

**Bond Terms Summary**

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| Issuer | KommuneKredit |
| Rating | Aaa/AAA (Moody's/S&P - both stable) |
| Status | Senior unsecured, 0% RW, HQLA 1 |
| Tap Amount | EUR 500,000,000 |
| Current Outstanding | EUR 500,000,000 |
| New Outstanding | EUR 1,000,000,000 |
| Trade Date | 29-Sep-2021 |
| Settlement Date | 06-Oct-2021 (T+5) |
| Maturity Date | 04-May-2034 |
| Coupon | Fixed 0.01%, ACT/ACT (ICMA), first full coupon 4th May 2022 |
| Re-offer spread to mid-swaps | MS+5 |
| Re-offer spread to benchmark | DBR 0% 08/15/31+55.5bps |
| Re-offer price | 96.016% plus accrued interest |
| Re-offer yield | 0.334% (ann.) plus accrued interest |
| ISIN | XS2393762070 (expected to funge with existing Notes after 40 days) |
| Listing | Luxembourg |
| Lead Managers | Goldman Sachs International, J.P. Morgan, SEB, TD Securities |

**Transaction Summary**

* On Wednesday 29th September, KommuneKredit (Aaa / AAA, both stable) successfully priced the EUR 500mm increase of 0.01% due 4 May 2034, bringing the new outstanding amount to EUR 1,000,000,000. The reopening of the bond was jointly led by Goldman Sachs International, J.P. Morgan, SEB, TD Securities.
* The mandate was announced to the market at 2:20pm CET on Tuesday 28th September and books opened at 9am CET the following morning with guidance of MS+8bps area.
* On the back of strong momentum, by 10:35 CET the order book had accumulated to over EUR 1.3bn, thus allowing the guidance to be revised to MS+6bps area (+/-1bp WPIR).
* At 11:00am CET books closed and orders were in excess of EUR 1.15bn at guidance. The leads subsequently fixed the spread at 11:15am CET at MS+5bps, 3bps inside initial guidance.
* Allocations were released at 12:25pm CET and the tap was priced at 13:06pm CET, setting the reoffer yield of 0.344%, translating into a reoffer price at 96.016% for the 0.01% coupon bond. The issue also comes at a final spread of 55.5bps over the 15-Aug Bund.
* The transaction attracted a very solid and diverse book as illustrated by the final allocation distribution.
Investors participated from across the world, with the lion share derived from Germany/Austria (51%), the Nordics (22%) and BeNeLux (14%). In terms of investor type, the deal was dominated by Banks who accounted for 35%, followed by Asset Managers (34%), Central Banks and Official Institutions (29%), and other investors (2%).

**By Geography**

**By Investor Type**

**About KommuneKredit**

KommuneKredit is Denmark’s Local Government Funding Agency. KommuneKredit was established as a membership organization under Danish law in 1899. Its voluntary membership is restricted to Danish local governments (the municipalities and regions) and currently all local governments are members, thereby representing the entire population of Denmark. Its objective as a non-profit organization is to secure cost-efficient financing for its clients.

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