

KOMMUNEKREDIT – KYC FACT SHEET

THE CREDIT ASSOCIATION FOR LOCAL AND REGIONAL
AUTHORITIES IN DENMARK

30 August 2019



KOMMUNE
KREDIT

STEADY
& STABLE

ORGANIZATION

- KommuneKredit was established in 1898 by a special Act and is legally organized as a credit association under Danish law.
- Membership of the association is mandatory for any Danish municipality and region (local governments) guaranteeing for or having obtained a loan from KommuneKredit. Currently all local governments are members, thereby representing the entire population of Denmark.
- Members of KommuneKredit are directly jointly and severally liable for all KommuneKredit's obligations. Please refer to KommuneKredit's website for further information regarding [KommuneKredit's liability structure](#).
- KommuneKredit is exempt from [the Banking Directive](#) (cf. Art. 2(5)(5)) and therefore does not hold a banking license. KommuneKredit is therefore not 'in scope' for completing a Wolfsberg Questionnaire.
- KommuneKredit is considered a 'Non-Financial Counterparty below the Clearing Threshold' ('NFC-').
- Given KommuneKredit's legal status as an association, KommuneKredit can only issue bonds, not stocks.
- KommuneKredit is not a multibranch and only operates from its Copenhagen Office.

OWNERSHIP

- KommuneKredit is legally organized as a credit association.
- No natural persons control or own any part of KommuneKredit nor does KommuneKredit have any beneficiaries. KommuneKredit therefore has no beneficial owners.
- KommuneKredit's Management Board, as 'senior managing officials', shall be considered as 'beneficial owners'.
- KommuneKredit has no parent company, nor does KommuneKredit have any subsidiaries.

GOVERNANCE AND COMPLIANCE

- KommuneKredit is managed by a Board of Directors and a Management Board, cf. the Act on KommuneKredit. The Board of Directors has the overall responsibility for the management of KommuneKredit's business and ensures that the affairs of KommuneKredit are organized in a prudent manner.
- The Board of Directors is elected every four years and has nine members. Eight members are elected by the members of KommuneKredit; two by the regions, six by the municipalities. One independent member is elected by the Board of Directors. Please refer to KommuneKredit's website for a [full list of the Board of Directors](#).
- KommuneKredit's day-to-day management lies with the Management Board, which consists of two managing directors, who are appointed by the Board of Directors. One managing director is also Chief Executive Officer. Please refer to KommuneKredit's website for more information regarding [KommuneKredit's managing directors](#).
- KommuneKredit is subject to [the Danish legislation regarding Anti-Money Laundering](#).
- KommuneKredit has appointed a compliance officer, who has a direct reporting line to both the Management Board and the Board of Directors.
- KommuneKredit has implemented an anonymous 'whistle-blower'-system, in which any notices received are handled by an external legal counsel.
- The members of the Board of Directors and the Management Board are registered with the Danish FSA pursuant to the Anti-Money Laundering legislation. Neither KommuneKredit nor any of the members of the Board of Directors or the Management Board has been subject of any sanctions, anti-money laundering proceedings, investigations, sanctions or punitive actions or received any penalties, fines, convictions or civil enforcements.

FUNDING AND LENDING

- KommuneKredit's only business evolves around borrowing funds nationally and internationally in order to on-lend them to its members or a company, that is guaranteed by a member. KommuneKredit can not grant a loan to a natural person.
- KommuneKredit regularly issues benchmark transactions and other public issues on regulated markets, i.e. the Luxembourg Stock Exchange and Nasdaq Copenhagen A/S.
- Funds are on-lent to KommuneKredit's customer-base, and its customer base is located in Denmark only.
- KommuneKredit's treasury activities are focused on investments in HQLA assets.
- No funding stems from, nor is any loan granted to or invested in, a company or person in a sanctioned jurisdiction or under sanctions, respectively.

ADDRESS

KommuneKredit
Kultorvet 16
DK-1175 Copenhagen K
Denmark
www.kommunekredit.com

ACT ON KOMMUNEKREDIT AND ARTICLES OF ASSOCIATION

[Act on KommuneKredit](#) (Act. No. 383 of 3 May 2006)
[Articles of Association](#) of KommuneKredit

SUPERVISORY AUTHORITY

KommuneKredit is supervised by the Ministry of Industry, Business and Financial Affairs

LEI-CODE AND VAT

KommuneKredit's LEI-no. is:
[529900D8QLT76PRLJL76](#)
KommuneKredit's CVR/TIN/VAT-no. is: [22128612](#)

EXTERNAL AUDITORS

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
DK-2300 Copenhagen S
Denmark

REPORTS AND ACCOUNTS

Please refer to [KommuneKredit's website](#)

CREDIT RATINGS

Please refer to [KommuneKredit's website](#)

STANDARD SETTLEMENT INSTRUCTIONS (SSI)

Please contact: back@kommunekredit.dk

FOR FURTHER INFORMATION CONTACT

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Disclaimer: All information in this Fact Sheet is true and accurate, to the best of our knowledge, as of the date stated above.