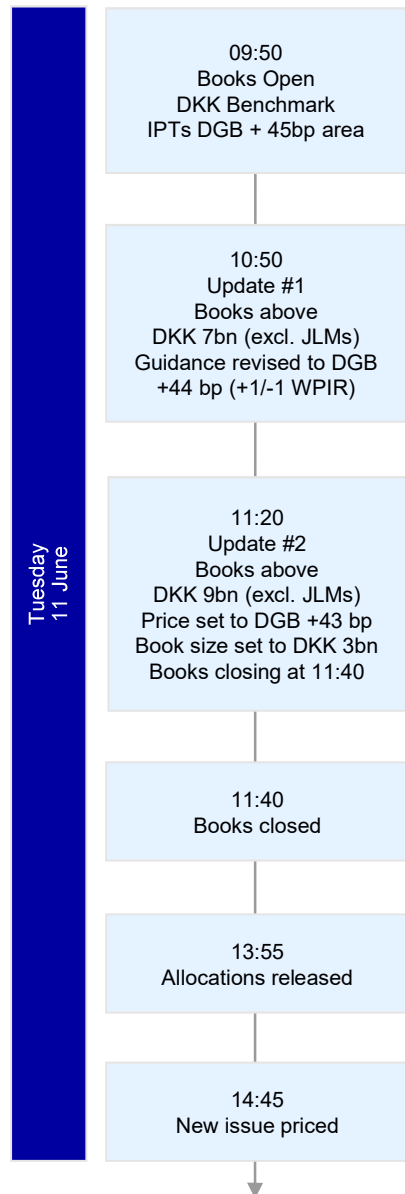


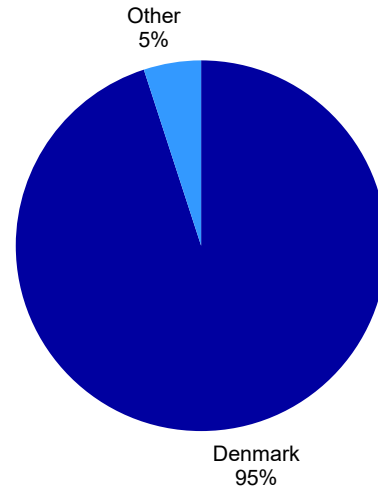
KommuneKredit – DKK 3bn 0.5% Jun-39 Benchmark



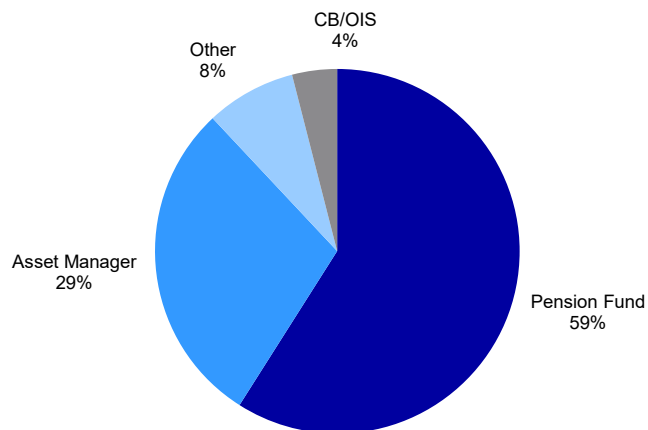
Execution timeline (CET)



Allocations – Geography



Allocations – Investor Type



Final books above DKK 10bn (at re-offer)

17 accounts participating

Transaction Details

Issuer	KommuneKredit
Issue type	Senior unsecured, VP Book entry
Issuer rating	Aaa / AA+ (all stable)
Trade / Settlement date	11 June / 19 June 2019
Maturity date	19 June 2039
Currency	Danish Krone
Size	DKK 3,000,000,000
Coupon	0.5%, Fixed, Annually, Act/Act
Reoffer spread	DGB 4.50% Nov-2039 + 43 bps
Reoffer price / yield	98.512% / 0.579%
Governing law	Danish Law
Listing	Nasdaq Copenhagen
ISIN	DK0008931371
Joint lead managers	Danske Bank, Nordea

Highlights

- Following KommuneKredit's landmark decision to begin issuing benchmark bonds in DKK via a 5-year and long 3-year DKK issues in the past year, the issuer has now extended their DKK benchmark curve with a blowout inaugural 20-year DKK 3bn benchmark trade.
- The transaction was announced via a books open announcement at 9:50 CET, with IPTs of +45 bps area above the 20-year Danish government benchmark bond. At the time of the first update an hour later, the order book amassed more than DKK 7bn. Guidance was then revised to +44 bps over the benchmark, with a +1/-1 pricing range.
- Just 1.5 hours after books were opened, books reached more than DKK 9bn, reflecting strong demand from of an array of quality investors, allowing for a final spread at the tight range of final guidance at +43 bps over the benchmark and an issue size of DKK 3bn.
- 17 different investors participated in the transaction, the bulk of whom come from Denmark. In addition, there were a couple of international accounts from the Nordic and UK regions. Given the long maturity of the transaction, the largest investor type was, naturally, pension funds at 59%. The second-largest investor type was asset managers at 29%, followed by central banks and official institutions at 4%.
- KommuneKredit has secured very long-dated funding of sizeable volume and at attractive pricing in comparison to an equivalent trade in EUR or USD by appealing to the current demand for duration in light of recent drops in yield. The success of this trade clearly demonstrates KommuneKredit's ability to utilize the strong support they receive from the Danish investor base to continue to develop their DKK benchmark curve.