

PRICING SUPPLEMENT**23 September 1999****KommuneKredit****U.S.\$2,000,000,000 Euro Medium Term Note Programme**

This document constitutes the Pricing Supplement relating to the issue of Notes described herein. Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Information Memorandum dated 4 August 1999. This Pricing Supplement must be read in conjunction with such Information Memorandum.

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| 1. | Issuer: | KommuneKredit |
| 2. | (i) Series Number: | I199900818 |
| | (ii) Tranche Number: | 001 |
| 3. | Specified Currency or Currencies: | Japanese Yen ("JPY") |
| 4. | Aggregate Nominal Amount: | JPY 600,000,000 |
| | (i) Series: | JPY 600,000,000 |
| | (ii) Tranche: | JPY 600,000,000 |
| 5. | (i) Issue Price: | 100.00 per cent. of the Aggregate Nominal Amount |
| | (ii) Net proceeds: | JPY 600,000,000 |
| 6. | Specified Denominations: | JPY 100,000,000 |
| 7. | (i) Issue Date: | 29 September 1999 |
| | (ii) Interest Commencement Date (if different from the Issue Date): | Not Applicable |
| 8. | Maturity Date: | 25 September 2019, subject to adjustment in accordance with the Modified Following Business Day Convention |
| 9. | Interest Basis: | For the period from and including 29 September 1999, to but excluding 25 September 2000:
Fixed Rate |
| | | For the period from and including 25 September 2000, to but excluding 25 September 2019:
Power Reverse Dual Currency |
| 10. | Redemption/Payment Basis: | Redemption at par |
| 11. | Change of Interest or Redemption/Payment Basis: | Not Applicable |
| 12. | Put/Call Options: | Not Applicable |

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| 13. | Status of Notes: | Senior |
| 14. | Listing: | None |
| 15. | Method of distribution: | Non-syndicated |

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

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| 16. | Fixed Rate Note Provisions | Applicable |
| | (i) Rate of Interest: | 4.50 per cent. per annum payable in arrear |
| | (ii) Interest Payment Date: | 25 September 2000, subject to adjustment in accordance with the Modified Following Business Day Convention |
| | (iii) Fixed Coupon Amount: | Not Applicable |
| | (iv) Broken Amount(s): | JPY 4,450,000 per JPY 100,000,000 Note |
| | (v) Fixed Day Count Fraction: | 30/360 |
| | (vi) Other terms relating to the method of calculating interest for Fixed Rate Notes: | Not Applicable |
| 17. | Floating Rate Note Provisions | Not Applicable |
| | (i) Specified Period(s)/Specified Interest Payment Dates: | Not Applicable |
| | (ii) Business Day Convention: | Not Applicable |
| | (iii) Additional Business Centre(s): | Not Applicable |
| | (iv) Manner in which the Rate(s) of Interest is/are to be determined: | Not Applicable |
| | (v) Party responsible for calculating the Rate(s) of Interest and Interest Amount(s) (if not the Agent): | Not Applicable |
| | (vi) Screen Rate Determination: | Not Applicable |
| | - Reference Rate: | Not Applicable |
| | - Interest Determination Date(s): | Not Applicable |
| | - Relevant Screen Page: | Not Applicable |
| | (vii) ISDA Determination: | Not Applicable |
| | - Floating Rate Option: | Not Applicable |
| | - Designated Maturity: | Not Applicable |
| | - Reset Date: | Not Applicable |

(viii)	Margin(s):	Not Applicable
(ix)	Minimum Rate of Interest:	Not Applicable
(x)	Maximum Rate of Interest:	Not Applicable
(xi)	Floating Day Count Fraction:	Not Applicable
(xii)	Fall back provisions, rounding provisions, denominator and any other terms relating to the method of calculating interest on Floating Rate Notes, if different from those set out in the Conditions:	Not Applicable
18.	Zero Coupon Note Provisions	Not Applicable
(i)	Amortisation Yield:	Not Applicable
(ii)	Reference Price:	Not Applicable
(iii)	Any other formula/basis of determining amount payable:	Not Applicable
19.	Index-Linked Interest Note Provisions	Applicable

- (i) Index/Formula: The amount of Interest payable per JPY100,000,000 Note is as follows:
- USD 110,091.74 x FX minus JPY7,500,000
- Rounded to the nearest JPY, with one half being rounded up.
- Where,
- “FX” is the JPY/USD spot exchange bid rate (expressed as the number of JPY per one USD) on Reuters screen “JPNU” page, or any successor page, on each Reference Date at 3.00 p.m. Tokyo time. If such rate is not published, such exchange rate will be the spot exchange bid rate on the Reuters Screen page “TKYFX” under the column headed “Bank of Japan”, or any successor page, at 3.00 p.m. If such second rate is not published, then such exchange rate will be the arithmetic mean of such spot exchange bid rate as quoted by at least two Reference Market Makers, such Reference Market Makers to be selected by the Determination Agent.
- “Reference Date” means the fifth (5th) Business Day preceding each Interest Payment Date.
- Determination Agent means Banque AIG, London Branch.
- The Calculation Agent will obtain “FX” from the Determination Agent and calculate the Rate; when calculated the Calculation Agent shall notify the Issuer and the Paying Agent of such Rate.
- (ii) Calculation Agent responsible for calculating the interest due: Citibank N.A.
- (iii) Provisions for determining Coupon where calculation by reference to Index and/or Formula is impossible of impracticable: See (i) above
- (iv) Specified Period(s)/Specified Interest Payment Dates: Each 25 September, from and including 25 September 2001, up to and including 25 September 2019
- (v) Business Day Convention: Modified Following Business Day Convention
- (vi) Additional Business Centre(s): Tokyo, London and New York
- (vii) Minimum Rate of Interest: Zero per cent. per annum
- (viii) Maximum Rate of Interest: Not Applicable
- (ix) Day Count Fraction: 30/360

20.	Dual Currency Note Provisions	Not Applicable
	(i) Rate of Exchange/method of calculating Rate of Exchange:	Not Applicable
	(ii) Calculation Agent, if any, responsible for calculating the principal and/or interest due:	Not Applicable
	(iii) Provisions applicable where calculation by reference to Rate of Exchange impossible or impracticable:	Not Applicable
	(iv) Person at whose option Specified Currency(ies) is/are payable:	Not Applicable

PROVISIONS RELATING TO REDEMPTION

21.	Issuer Call	Not Applicable
	(i) Optional Redemption Date(s):	Not Applicable
	(ii) Optional Redemption Amount(s) and method, if any, of calculation of such amount(s):	Not Applicable
	(iii) If redeemable in part:	
	(a) Minimum Redemption Amount:	Not Applicable
	(b) Maximum Redemption Amount:	Not Applicable
	(iv) Notice period (if other than as set out in the Conditions):	Not Applicable
22.	Investor Put	Not Applicable
	(i) Optional Redemption Date(s):	Not Applicable
	(ii) Optional Redemption Amount(s) and method, if any, of calculation of such amount(s):	Not Applicable
	(iii) Notice period (if other than as set out in the Conditions):	Not Applicable
23.	Final Redemption Amount	JPY 100,000,000 per JPY 100,000,000 Note
24.	Early Redemption Amount	JPY 100,000,000 per JPY 100,000,000 Note
	Early Redemption Amount(s) payable on redemption for taxation reasons or on event of default and/or the method of calculating the same (if required or if different from that set out in the Conditions):	JPY 100,000,000 per JPY 100,000,000 Note

GENERAL PROVISIONS APPLICABLE TO THE NOTES

25.	Form of Notes:	Bearer Notes: Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes on 40 days notice/at any time/in the limited circumstances specified in the Permanent Global Note.
26.	Additional Financial Centre(s) or other special provisions relating to Payment Dates:	Not Applicable
27.	Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature):	Not Applicable
28.	Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences (if any) of failure to pay including any right of the Issuer to forfeit the Notes and interest due on late payment:	Not Applicable
29.	Details relating to Instalment Notes: amount of each instalment, date on which each payment is to be made:	Not Applicable
30.	Redenomination, renominatisation and reconventioning provisions:	Not Applicable
31.	Consolidation provisions:	Not Applicable
32.	Other terms or special conditions:	Not Applicable
DISTRIBUTION		
33.	(i) If syndicated, names of Managers:	Not Applicable
	(ii) Stabilising Manager (if any):	Not Applicable
34.	If non-syndicated, name of Dealer:	Wako International (Europe) Limited
35.	Additional selling restrictions:	Not Applicable
OPERATIONAL INFORMATION		
36.	ISIN Code:	XS0101846573
37.	Common Code:	10184657
38.	Any clearing system(s) other than Euroclear and Cedelbank and the relevant identification number(s):	Not Applicable
39.	Delivery:	Delivery against payment
40.	Additional Paying Agent(s) (if any):	Not Applicable

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in this Pricing Supplement.

Signed on behalf of the Issuer: 24 SEP. 1999

By:

✓ JOHNNY MUNK
DIRECTOR

JAN K. VILLADSEN
VICE PRESIDENT