

FINAL TERMS

Final Terms dated 6 June 2007

KommuneKredit
U.S.\$10,000,000,000 Euro Medium Term Note Programme
Issue of NZD 20,227,500 Zero Coupon Notes due 8 June 2027

This document constitutes the Final Terms 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 10 July 2006 (the "Information Memorandum"). These Final Terms must be read in conjunction with such Information Memorandum.

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| 1. | Issuer: | KommuneKredit |
| 2. | (i) Series Number: | I200704206 |
| | (ii) Tranche Number: | 1 |
| 3. | Specified Currency or Currencies: | New Zealand Dollar ("NZD") |
| 4. | Aggregate Nominal Amount: | |
| | (i) Series: | NZD 20,227,500 |
| | (ii) Tranche: | NZD 20,227,500 |
| 5. | Issue Price: | 27.5664 per cent. of the Aggregate Nominal Amount |
| 6. | Specified Denominations: | NZD 2,500 |
| 7. | (i) Issue Date: | 8 June 2007 |
| | (ii) Interest Commencement Date (if different from the Issue Date): | 8 June 2007 |
| 8. | Maturity Date: | 8 June 2027, subject to adjustment in accordance with the Following Business Day Convention on an unadjusted basis. |
| 9. | Interest Basis: | Zero Coupon

(further particulars specified below) |
| 10. | Redemption/Payment Basis: | Redemption at par |
| 11. | Change of Interest or Redemption/Payment Basis: | Not Applicable |

12.	Put/Call Options:	Not Applicable
13.	Status of Notes:	Senior
14.	Listing:	Luxembourg
15.	Method of distribution:	Non-syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

16.	Fixed Rate Note Provisions	Not Applicable
17.	Floating Rate Note Provisions	Not Applicable
18.	Zero Coupon Note Provisions	Applicable
	(i) Amortisation/Accrual Yield:	6.655 per cent. per annum
	(ii) Reference Price:	27.5664 per cent.
	(iii) Any other formula/basis of determining amount payable:	Day Count Actual/ Actual ICMA
	(iv) Day Count Fraction in relation to Early Redemption Amounts and late payment:	Condition 4(f) applies
19.	Index-Linked Interest Note Provisions	Not Applicable
20.	Dual Currency Note Provisions	Not Applicable

PROVISIONS RELATING TO REDEMPTION

21.	Issuer Call	Not Applicable
22.	Investor Put	Not Applicable
23.	Final Redemption Amount	Par
24.	Early Redemption Amount	
	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):	Condition 4(g) applies

GENERAL PROVISIONS APPLICABLE TO THE NOTES

25.	Form of Notes:	Bearer Notes:
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Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes in the limited circumstances specified in the Permanent Global Note.

26. New Global Note: No
27. Additional Financial Centre(s) or other special provisions relating to Payment Dates: London, TARGET Wellington and Auckland. Following business day convention applies for payment purposes only.
28. Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature): No
29. 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
30. Details relating to Instalment Notes: amount of each instalment, date on which each payment is to be made: Not Applicable
31. Redenomination, renominatisation and reconventioning provisions: Not Applicable
32. Consolidation provisions: Not Applicable
33. Other terms or special conditions: In Condition 7 (Repayment upon event of default),
“(f) Membership: “kommuner” and “amtskommuner” (or any similar local authorities including “regioner” (regions) under the laws of the Kingdom of Denmark) cease to be the only members of the Issuer, or the members of the Issuer cease to be jointly and severally liable for all its obligations including its borrowings; or”
should be replaced with
“(f) Membership: “kommuner” and “regioner” (or any similar local authorities under the laws of the Kingdom of Denmark) cease to be the only members of the Issuer, or the members of the Issuer cease to be jointly and severally liable for all its obligations including its borrowings; or”.

DISTRIBUTION

34. (i) If syndicated, names of Managers: Not Applicable
(ii) Stabilising Manager (if any): Not Applicable
35. If non-syndicated, name of Dealer: Royal Bank of Canada Europe Limited

36. Additional selling restrictions: New Zealand

No Information Memorandum in respect of the Notes has been, nor will be, registered under the New Zealand Securities Act 1978 (the **Act**). Accordingly, the Notes must not be offered to the public in New Zealand within the meaning of that Act. Without limitation, no person may (directly or indirectly) offer for subscription or purchase or issue invitations to subscribe for or buy, or sell the Notes, or distribute the Information Memorandum or any other advertisement or offering material relating to the Notes in New Zealand, or to any resident of New Zealand, except that the Notes may be offered (i) to persons whose principal business is the investment of money or who, in the course of and for the purpose of their business, habitually invest money, or who in the circumstances can properly be regarded as having been selected other than as members of the public or (ii) otherwise as permitted under the Act, the Securities Regulations and any other applicable laws.

OPERATIONAL INFORMATION

37. ISIN Code: XS0303646946

38. Common Code: 030364694

39. Any clearing system(s) other than Euroclear and Clearstream, Luxembourg and the relevant identification number(s): Not Applicable

40. Delivery: Delivery against payment

41. Additional Paying Agent(s) (if any): Not Applicable

42. Intended to be held in a manner which would allow Eurosystem eligibility: No

LISTING APPLICATION

These Final Terms comprise the details required to list the issue of Notes described herein pursuant to the listing of the USD 10,000,000,000 Euro Medium Term Note Programme of KommuneKredit.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in these Final Terms.
Signed on behalf of the Issuer:

By:

Duly authorised


JOHNNY MUNK
MANAGING DIRECTOR


ESKE HANSEN
Senior Vice President