

MIFID II product governance / Professional investors and ECPs only target market – Solely for the purposes of each manufacturers' product approval process, the target market assessment in respect of the Notes has led to the conclusion that: (i) the target market for the Notes is eligible counterparties and professional investors only, each as defined in Directive 2014/65/EU (as amended, "MiFID II") and (ii) all channels for distribution of the Notes to eligible counterparties and professional investors are appropriate. Any person subsequently offering, selling or recommending the Notes (a "distributor") should take into consideration the manufacturers' target market assessment; however, a distributor subject to MiFID II is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the manufacturers' target market assessment) and determining appropriate distribution channels

Final Terms dated 2 November 2018

MUNICIPALITY FINANCE PLC (Kuntarahoitus Oyj)

Issue of SEK 200,000,000 Floating Rate Notes due 4 October 2022 (the "Notes")
to be consolidated and form a single series with the SEK 300,000,000 Floating Rate Notes due
4 October 2022 issued on 4 October 2018 (the "Original Notes")
Guaranteed by

THE MUNICIPAL GUARANTEE BOARD (Kuntien takauskeskus)

under the €30,000,000,000

Programme for the Issuance of Debt Instruments

PART A – CONTRACTUAL TERMS

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 (the "Conditions") set forth in the Offering Circular dated 11 May 2018 and the supplemental Offering Circular dated 14 September 2018 (the "Offering Circular"). These Final Terms contain the final terms of the Notes and must be read in conjunction with such Offering Circular as so supplemented.

These Final Terms are available for viewing at www.rns-pdf.londonstockexchange.com.

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| 1. | (i) | Issuer: | Municipality Finance Plc (Kuntarahoitus Oyj) |
| | (ii) | Guarantor: | The Municipal Guarantee Board (Kuntien takauskeskus) |
| 2. | (i) | Series Number: | 180-18 |
| | (ii) | Tranche Number: | 2 |
| | | (If fungible with an existing Series, details of that Series, including the | The Notes are to be consolidated and form a single Series with the Original Notes on or after the date (the "Exchange Date") that is the first business |

	date on which the Notes become fungible).	day following the expiration of a period of 40 days after the Issue Date.
3.	Specified Currency or Currencies:	Swedish Kronor (“ SEK ”)
4.	Aggregate Nominal Amount:	
	(i) Series:	SEK 500,000,000
	(ii) Tranche:	SEK 200,000,000
5.	(i) Issue Price:	106.30 per cent. of the Aggregate Nominal Amount plus accrued interest from 4 October 2018.
6.	(i) Specified Denominations:	SEK 2,000,000
	(ii) Calculation Amount:	SEK 2,000,000
7.	(i) Issue Date:	6 November 2018
	(ii) Interest Commencement Date:	4 October 2018
8.	Maturity Date:	Specified Interest Payment Date (as defined in item 16(ii) below) falling in or nearest to October 2022
9.	Interest Basis:	3-months STIBOR + 1.50 per cent. Floating Rate <i>(further particulars specified below)</i>
10.	Redemption/Payment Basis:	Redemption at par
11.	Change of Interest or Redemption/Payment Basis:	Not Applicable
12.	Put/Call Options:	Not Applicable
13.	(i) Status of the Notes:	Senior
	(ii) Status of the Guarantee:	Senior
	(iii) Date Board approval for issuance of Notes and Guarantee obtained:	Not Applicable
14.	Method of distribution:	Non-syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

15. **Fixed Rate Note Provisions** Not Applicable
16. **Floating Rate Note Provisions** Applicable
- (i) Interest Period: Not Applicable
- (ii) Specified Interest Payment Dates: Interest will be payable quarterly in arrears on 4 October, 4 January, 4 April and 4 July in each year commencing on 4 January 2019 and ending on the Maturity Date.
- (iii) Business Day Convention: Modified Following Business Day Convention
- (iv) Business Centre(s): Stockholm, TARGET and London
- (v) Manner in which the Rate(s) of Interest is/are to be determined: ISDA Determination
- (vi) Party responsible for calculating the Rate(s) Interest and Interest Amount(s) (if not the Fiscal Agent): The Fiscal Agent
- (vii) Screen Rate Determination:
- Reference Rate: Not Applicable
 - Interest Determination Date(s): Not Applicable
 - Relevant Screen Page: Not Applicable
- (viii) ISDA Determination:
- Floating Rate Option: SEK- STIBOR- SIDE
 - Designated Maturity: 3 months
 - Reset Date: The first day of each Interest Period
- (ix) Linear Interpolation: Not Applicable
- (x) Margin(s): + 1.50 per cent. per annum
- (xi) Minimum Rate of Interest: Not Applicable
- (xii) Maximum Rate of Interest: Not Applicable

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|--------|--|----------------|
| (xiii) | Day Count Fraction: | Act/360 |
| (iv) | 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 |
| 17. | Zero Coupon Note Provisions | Not Applicable |
| 18. | Index-Linked Interest Note Provisions | Not Applicable |
| 19. | Dual Currency Note Provisions | Not Applicable |

PROVISIONS RELATING TO REDEMPTION

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| 20. | Call Option | Not Applicable |
| 21. | Put Option | Not Applicable |
| 22. | Final Redemption Amount of each Note | SEK 2,000,000 per Calculation Amount |
| 23. | Early Redemption Amount | |
| | Early Redemption Amount(s) per Calculation Amount payable on redemption for taxation reasons or on event of default or other early redemption and/or the method of calculating the same (if required or if different from that set out in the Conditions): | Not applicable |

GENERAL PROVISIONS APPLICABLE TO THE NOTES

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| 24. | Form of Notes: | Bearer Notes: |
| | | 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. |
| 25. | New Global Note: | No |

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| 26. | Business Centre(s) or other special provisions relating to Payment Dates: | Stockholm, TARGET and London |
| 27. | Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature): | No |
| 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. | Other terms or special conditions: | Not Applicable |

DISTRIBUTION

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| 31. | (i) If syndicated, names and address of Managers and underwriting commitments: | Not Applicable |
| | (ii) Date of Subscription Agreement: | Not Applicable |
| | (iii) Stabilising Manager(s) (if any): | Not Applicable |
| 32. | If non-syndicated, name and address of Dealer: | Nordea Bank Abp
Satamaradankatu 5
00020 NORDEA
Finland |
| 33. | TEFRA: | The D Rules are applicable |
| 34. | Additional selling restrictions: | Not Applicable |


PURPOSE OF FINAL TERMS


These Final Terms comprise the final terms required for the issue and admission to trading on the Regulated Market of the London Stock Exchange plc of the Notes described herein pursuant to the €30,000,000,000 Programme for the Issuance of Debt Instruments of Municipality Finance Plc (Kuntarahoitus Oyj) guaranteed by The Municipal Guarantee Board (Kuntien takauskeskus).

RESPONSIBILITY


The Issuer and the Guarantor accept responsibility for the information contained in these Final Terms.

SIGNED on behalf of the Issuer:

By: 
Duly authorised Karoliina Kajova
Manager, Funding
By:
Duly authorised


Hannu-Pekka Ylimommo
Legal Counsel

SIGNED on behalf of the Guarantor:

By: 
Duly authorised Tuukka Salminen
Deputy Managing Director

PART B – OTHER INFORMATION

1. LISTING

- (i) Listing: London
- (ii) Admission to trading: Application is expected to be made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the Regulated Market of the London Stock Exchange with effect from or about the Issue Date.

The Original Notes were admitted to trading on the Regulated Market of the London Stock Exchange on 4 October 2018

2. RATINGS

Ratings: Not Applicable

3. OPERATIONAL INFORMATION

Intended to be held in a manner which would allow Eurosystem eligibility:

No. Whilst the designation is specified as "no" at the date of these Final Terms, should the Eurosystem eligibility criteria be amended in the future such that the Notes are capable of meeting them the Notes may then be deposited with one of the ICSDs as common safekeeper. Note that this does not necessarily mean that the Notes will then be recognised as eligible collateral for Eurosystem monetary policy and intra day credit operations by the Eurosystem at any time during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met.

ISIN Code:

Until the Notes are consolidated and form a single Series with the Original Notes, the Notes will have the temporary ISIN Code XS1904196653. After the Notes are consolidated and form a single Series with the Original Notes on or after the Exchange Date, they will have the same ISIN Code as the Original Notes, being XS1889100332.

Common Code:

Until the Notes are consolidated and form a single Series with the Original Notes, the Notes will have the temporary Common Code 190419665. After the Notes are consolidated and form a single Series with the Original Notes on or after the Exchange Date, they will have the same Common Code as the Original Notes, being 188910033.

FISN: MUNICIPALITY FI/VAREMTN 20221004

CFI: DTVXFB

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

Delivery: Delivery against payment

Names and addresses of additional Paying Agent(s) (if any): Not Applicable