

**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 7 February 2019

**MUNICIPALITY FINANCE PLC (Kuntarahoitus Oyj)**

Issue of NOK 500,000,000 Floating Rate Notes due February 2023  
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 Circulars dated 14 September 2018 and 4 December 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](http://www.rns-pdf.londonstockexchange.com).

- |    |      |                 |  |
|----|------|-----------------|--|
| 1. | (i)  | Issuer:         | Municipality Finance Plc (Kuntarahoitus Oyj)         |
|    | (ii) | Guarantor:      | The Municipal Guarantee Board (Kuntien takauskeskus) |
| 2. | (i)  | Series Number:  | 30/2019  |
|    | (ii) | Tranche Number: | 1  |

(If fungible with an existing Series, details of that Series, including the date on which the Notes become fungible). Not Applicable

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|-----|---|---|
| 3.  | Specified Currency or Currencies:                                       | Norwegian Kroner (“ <b>NOK</b> ”)   |
| 4.  | Aggregate Nominal Amount:   |   |
|     | (i) Series:   | NOK 500,000,000   |
|     | (ii) Tranche:   | NOK 500,000,000   |
| 5.  | (i) Issue Price:  | 105.921 per cent. of the Aggregate Nominal Amount                                     |
| 6.  | (i) Specified Denominations:  | NOK 1,000,000   |
|     | (ii) Calculation Amount:  | NOK 1,000,000   |
| 7.  | (i) Issue Date:   | 12 February 2019  |
|     | (ii) Interest Commencement Date:  | Issue Date  |
| 8.  | Maturity Date:  | Interest Payment Date falling in or nearest to February 2023                          |
| 9.  | Interest Basis:   | 3 months NIBOR +1.50 per cent. Floating Rate<br>(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. | (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. | <b>Fixed Rate Note Provisions</b>    | Not Applicable |
| 16. | <b>Floating Rate Note Provisions</b> | Applicable     |

- (i) Interest Period: The period beginning on (and including) the Issue Date and ending on (but excluding) the first Specified Interest Payment Date and each subsequent period beginning on (and including) a Specified Interest Payment Date and ending on (but excluding) the next following Specified Interest Payment Date is herein called an “Interest Period” for the purpose of this item 16
- (ii) Specified Interest Payment Dates: Interest will be payable quarterly in arrears on 13 February, 13 May, 13 August and 13 November in each year commencing on 13 May 2019 and ending on the Maturity Date (each called a “Specified Interest Payment Date” for the purpose of this item 16), subject to adjustment for payment purposes only in accordance with the Business Day Convention specified below.
- (iii) Business Day Convention: Modified Following Business Day Convention
- (iv) Business Centre(s): Oslo, TARGET, London
- (v) Manner in which the Rate(s) of Interest is/are to be determined: Screen Rate Determination
- (vi) Party responsible for calculating the Rate(s) Interest and Interest Amount(s) (if not the Fiscal Agent): Nordea Bank Abp
- (vii) Screen Rate Determination: Applicable
- Reference Rate: 3-month NIBOR
  - Interest Determination Date(s): 12.00 noon on the second Oslo business day before the relevant Interest Period.
  - Relevant Screen Page: Reuters page “OIBOR”
- (viii) ISDA Determination: Not Applicable
- (ix) Linear Interpolation: Applicable – the Rate of Interest for the long first Interest Period shall be calculated using Linear Interpolation.
- (x) Margin(s): +1.50 per cent. per annum
- (xi) Minimum Rate of Interest: 0.00 per cent. per annum
- (xii) Maximum Rate of Interest: Not Applicable

(xiii) Day Count Fraction: Actual/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**

20. **Call Option** Not Applicable

21. **Put Option** Not Applicable

22. **Final Redemption Amount of each Note** NOK 1,000,000 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**

24. **Form of Notes:** **VPS Notes:**

VPS Notes issued in uncertificated book entry form

25. **New Global Note:** No

26. **Business Centre(s) or other special provisions relating to Payment Dates:** Oslo, TARGET and London

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|-----|---|----------------|
| 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**

- |     |  |   |
|-----|--|---|
| 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<br>Satamaradankatu 5<br>00020 NORDEA<br>Helsinki<br>Finland |
| 33. | TEFRA:   | Not 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 Martin Svedholm  
Manager, Funding

By:  .....  
Duly authorised Hannu-Pekka Ylimommo  
Legal Counsel

**SIGNED** on behalf of the Guarantor:

By:  .....  
Duly authorised Heikki Niemeläinen  
CEO, Managing Director

## **PART B – OTHER INFORMATION**

### **1. LISTING**

- (i) Listing: London Stock Exchange
- (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 Regulated Market of the London Stock Exchange with effect from the Issue Date.

### **2. RATINGS**

Ratings: The Notes to be issued are expected to be rated:

Moody's: Aa1

Standard & Poor's: AA+

Each of Moody's and Standard & Poor's is established in the EEA and registered under Regulation (EU) No 1060/2009, as amended.

### **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: NO0010843030

Common Code: Not Applicable

FISN: MUNICIPALITY FI/VAR BD 20230213

CFI: DBVUFR

Any clearing system(s) other than Euroclear, Clearstream,

Verdipapirsentralen, Norway. VPS identification number: 985 140 421 The Issuer shall be entitled to obtain information from the register maintained by the VPS for

Luxembourg and DTC and the  
relevant identification number(s):

the purposes of performing its obligations under the issue  
of VPS Notes

Delivery:

Delivery against payment

Names and addresses of additional  
Paying Agent(s) (if any):

Nordea Bank Abp, filial i Norge