Final Terms

**EU MiFID II product governance/Professional investors and ECPs only target market** – Solely for the purposes of each manufacturer’s product approval process, the target market assessment in respect of the Notes has led to the conclusion that: (a) the target market for the Notes is eligible counterparties and professional clients only, each as defined in Directive 2014/65/EU (as amended, "**EU MiFID II**"); and (b) all channels for distribution of the Notes to eligible counterparties and professional clients 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 EU 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 21 June 2022

**MUNICIPALITY FINANCE PLC (Kuntarahoitus Oyj)**

Issue of EUR 30,000,000 Floating Rate Notes due 23 June 2025

Guaranteed by

**THE MUNICIPAL GUARANTEE BOARD (Kuntien takauskeskus)**

**under the €45,000,000,000**

**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 5 May 2021 and the supplemental Offering Circular dated 1 February 2022 (the "**Offering Circular**"). These Final Terms contain the final terms of the Notes and must be read in conjunction with such Offering Circular.

|  |  |  |  |
| --- | --- | --- | --- |
|  | (i) Issuer: | Municipality Finance Plc (Kuntarahoitus Oyj) | |
|  | (ii) Guarantor: | The Municipal Guarantee Board (Kuntien takauskeskus) | |
|  | (i) Series Number: | 12 | |
|  | (ii) Tranche Number: | 1 | |
|  | Specified Currency or Currencies: | Euro ("**EUR**") | |
|  | Aggregate Nominal Amount: |  | |
|  | (i) Series: | EUR 30,000,000 | |
|  | (ii) Tranche: | EUR 30,000,000 | |
|  | (i) Issue Price: | 100.00 per cent. of the Aggregate Nominal Amount | |
|  | (i) Specified Denominations: | EUR 100,000 | |
|  | (ii) Calculation Amount: | EUR 100,000 | |
|  | (i) Issue Date: | 23 June 2022 | |
|  | (ii) Interest Commencement Date: | Issue Date | |
|  | Maturity Date: | Interest Payment Date falling in or nearest to 23 June 2025 | |
|  | Interest Basis: | 3 month EURIBOR + 1.00 per cent. Floating Rate  (further particulars specified below) | |
|  | Redemption/Payment Basis: | Redemption at par | |
|  | Change of Interest or Redemption/Payment Basis: | Not Applicable | |
|  | Put/Call Options: | Not Applicable | |
|  | (i) Status of the Notes: | Senior | |
|  | (ii) Status of the Guarantee: | Senior | |
|  | (iii) Date of Board approval for issuance of Notes and Guarantee obtained: | Not Applicable | |
|  | Method of distribution: | Non-syndicated | |
| **PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE** | | | | |
|  | **Fixed Rate Note Provisions** | Not Applicable |
|  | **Floating Rate Note Provisions** | Applicable |
|  | (i) Interest Period: | Not Applicable |
|  | (ii) Specified Interest Payment Dates: | 23 March, 23 June, 23 September and 23 December in each year, from and including 23 September 2022, up to and including the Maturity Date, subject to adjustment in accordance with the Business Day Convention set out in 16(iii) below |
|  | (iii) Business Day Convention: | Modified Following Business Day Convention |
|  | (iv) Business Centre(s): | Stockholm |
|  | (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): | Not Applicable |
|  | (vii) Screen Rate Determination: | Applicable |
|  | * Reference Rate: | 3 month EURIBOR |
|  | * Interest Determination Date(s): | Second TARGET2 Business Day prior to each Specified Interest Payment Date |
|  | * Relevant Screen Page: | Reuters Page EURIBOR01 |
|  | * ‘p’ | Not Applicable |
|  | * Observation Look-back Period | Not Applicable |
|  | (viii) ISDA Determination: | Not Applicable |
|  | (ix) Linear Interpolation: | Not applicable |
|  | (x) Margin(s): | + 1.00 per cent. per annum |
|  | (xi) Minimum Rate of Interest: | Not Applicable |
|  | (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 |
|  | **Zero Coupon Note Provisions** | Not Applicable |
|  | **Index-Linked Interest Note Provisions** | Not Applicable |
|  | **Dual Currency Note Provisions** | Not Applicable |
| **PROVISIONS RELATING TO REDEMPTION** | | | | |
|  | **Call Option** | Not Applicable |
|  | **Put Option** | Not Applicable |
|  | **Final Redemption Amount of each Note** | EUR 100 per Calculation Amount |
|  | **Early Redemption Amount** | As per the Conditions |
|  | 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): |  |
| **GENERAL PROVISIONS APPLICABLE TO THE NOTES** | | | | |
|  | **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 |
|  | New Global Note: | Yes |
|  | New Safekeeping Structure: | Not Applicable |
|  | Business Centre(s) or other special provisions relating to Payment Dates: | Stockholm |
|  | Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature): | No |
|  | 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 |
|  | Details relating to Instalment Notes: amount of each instalment, date on which each payment is to be made: | Not Applicable |
|  | Other terms or special conditions: | Not Applicable |
| **DISTRIBUTION** | | | | |
|  | 1. If syndicated, names and address of Managers and underwriting commitments: | Not Applicable | |
|  | 1. Date of Subscription Agreement: | Not Applicable | |
|  | 1. Stabilising Manager(s) (if any) | Not Applicable | |
|  | If non-syndicated, name and address of Dealer: | Nordea Bank Abp  Hamnbanegatan 5, Helsinki, 00020, Denmark | |
|  | TEFRA: | TEFRA D | |
|  | 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 Helsinki Stock Exchange maintained by Nasdaq Helsinki of the Notes described herein pursuant to the €45,000,000,000 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: |  | By: |  |
| ………………………….. | ………………………….. |
|  |  |

**SIGNED** on behalf of the Guarantor:

|  |  |
| --- | --- |
| By: |  |
| ………………………….. |
|  |

**PART B – OTHER INFORMATION**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **LISTING** | | |
|  | (i) Listing: | Helsinki |
|  | (ii) Admission to trading: | Application has been made for the Notes to be admitted to trading on the Regulated Market of the Helsinki Stock Exchange with effect from 23 June 2022 |
|  | **RATINGS** | | |
|  | Ratings: | The Notes to be issued are expected to be rated:  Moody's Investors Service (Nordics) AB: Aaa    S&P Global Ratings Europe Limited, Stockholm Branch: AA+  S&P and Moody's are established in the European Union and are registered under Regulation (EC) No. 1060/2009 (as amended) |
|  | **OPERATIONAL INFORMATION** | | |
|  | Trade Date: | 14 June 2022 |
|  | Intended to be held in a manner which would allow Eurosystem eligibility: | Yes. Note that the designation "yes" simply means that the Notes are intended upon issue to be deposited with one of the ICSDs as common safekeeper, and does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra day credit operations by the Eurosystem either upon issue or at any or all times during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met. |
|  | ISIN Code: | XS1234567889 |
|  | Common Code: | Not Applicable |
|  | FISN: | Not Applicable |
|  | CFI code: | Not Applicable |
|  | CUSIP No: | Not Applicable |
|  | 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 |