

## Green Bond Fact Sheet

Landshypotek Bank		Date: 17-May-2018	
Issue date: 25-May-2018 Maturity date: 25-May-2023 Tenor: 5			
Issuer Name	Landshypotek Bank	Amount Issued	SEK5.2bn (USD605.1m)
Country of risk	Sweden	CBI Database	Included
Issuer Type <sup>1</sup>	Financial Corporate	Bond Type	Green Covered Bond
Green Bond Framework	<a href="#">Link to Framework</a>	Second party opinion	<a href="#">CICERO</a>
Certification Standard	Not certified	Assurance report	N/A
Certification Verifier	N/A	Green bond rating	N/A
Use of Proceeds			
<input checked="" type="checkbox"/> Energy	<input checked="" type="checkbox"/> Solar <input checked="" type="checkbox"/> Onshore wind <input checked="" type="checkbox"/> Offshore wind <input type="checkbox"/> Geothermal <input type="checkbox"/> Hydro <input type="checkbox"/> Tidal	<input type="checkbox"/> Biofuels <input type="checkbox"/> Bioenergy <input type="checkbox"/> Waste to energy <input type="checkbox"/> District heating <input type="checkbox"/> Electricity grid	<input type="checkbox"/> Energy storage <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input checked="" type="checkbox"/> Buildings	<input checked="" type="checkbox"/> Certified Buildings <input type="checkbox"/> HVAC systems <input checked="" type="checkbox"/> Energy performance	<input type="checkbox"/> Water performance <input type="checkbox"/> Energy storage/meters <input type="checkbox"/> Other energy related	<input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Transport	<input type="checkbox"/> Electric vehicles <input type="checkbox"/> Low emission vehicles <input type="checkbox"/> Bus rapid transit <input type="checkbox"/> Passenger trains <input type="checkbox"/> Urban rail	<input type="checkbox"/> Freight rolling stock <input type="checkbox"/> Coach / public bus <input type="checkbox"/> Bicycle infrastructure <input type="checkbox"/> Energy performance	<input type="checkbox"/> Transport logistics <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Water & wastewater	<input type="checkbox"/> Water distribution <input type="checkbox"/> Water treatment <input type="checkbox"/> Wastewater treatment <input type="checkbox"/> Water storage	<input type="checkbox"/> Storm water mgmt <input type="checkbox"/> Desalination plants <input type="checkbox"/> Erosion control <input type="checkbox"/> Energy performance	<input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Waste management	<input type="checkbox"/> Recycling <input type="checkbox"/> Waste prevention <input type="checkbox"/> Pollution control	<input type="checkbox"/> Landfill, energy capture <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure	<input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience

<input checked="" type="checkbox"/> Land use & agriculture	<input type="checkbox"/> Afforestation/parks <input type="checkbox"/> Land remediation <input type="checkbox"/> Sustainable agriculture <input checked="" type="checkbox"/> FSC Forestry <input type="checkbox"/> Energy/water efficiency <input type="checkbox"/> Adaptation & resilience <input type="checkbox"/> FSC Cellulose & paper
<input type="checkbox"/> Other	<input type="checkbox"/> Adaptation & resilience <input type="checkbox"/> ICT <input type="checkbox"/> Industry: process
<b>Issue details</b>	
<b>Reporting</b>	<p>The issuer will report annually on allocation of proceeds as well as on aggregated annual absorption of GHGs. Information will be publicly available and disclosed on Landshypotek Bank's <a href="#">website</a>. Review on the allocation of Green Bond net proceeds will be performed by Landshypotek's independent and internal risk management department annually.</p>
<b>Company information</b>	<p>Landshypotek Bank is a Swedish member owned bank, with a clear purpose to finance land and forest. It provides financial services and insurance products, accepts savings accounts and offers various loans.</p>
<b>Firsts, records and certifications</b>	<p>First green covered and largest bond from Sweden.</p>
<b>Proceeds description</b>	<p>The deal is backed by and will finance sustainable forestry where assets are FSC and/or PEFC certified.</p> <p>The Green Bond Framework also includes wind and solar assets; green buildings that have an Energy Performance Certificate (EPC) with energy class A or B, meaning at least 25% less total energy use (kWh) per heated square meter than required by the Swedish National Building regulations. In addition, retrofit of existing buildings have to achieve at least 30% improvement in energy use. CICERO awarded the GB framework as "dark green".</p>
<b>Climate Bonds view</b>	<p>Forests are valuable assets to maintain biodiversity and to absorb sizable amount of carbon dioxide emissions. It is very gratifying to see that forests represent the cover pool of the first green covered bond issued in Sweden, and we hope to see more issuers following suit.</p>
<b>Underwriters</b>	<p>Danske, Handelsbanken, Nordea.</p>
<b>Deal comments</b>	
<b>Credit Rating</b>	<p>AAA (S&amp;P)</p>
<b>Pricing summary</b>	<p>The deal was priced with a sizeable saving versus the expected pricing of a corresponding deal on Landshypotek's non-green curve as the issuer was offered a 6 bp saving.</p>

## Investors summary

The issuer reached some accounts from across the Nordics that had not invested in the bank's issuance before. The order book was supported by a number of high quality, dedicated green accounts.

<sup>1</sup> Issuer categories: ABS, development bank, financial corporate, government-backed entity, loan, local government, non-financial corporate, sovereign