



Municipality Finance Plc
Mari Tyster
PL 744
00101 Helsinki

Bonds issued by Municipality Finance Plc

Municipality Finance Plc (later MuniFin) has sent to the Finnish Financial Supervisory Authority a request on 20th of November 2014 with relation to the definition of Level 1 assets according to the European Commission delegated regulation (EU) No 2015/61 to supplement Regulation (EU) 575/2013 with regards to liquidity coverage requirement for Credit Institutions. More specifically, MuniFin has requested a statement from the Finnish Financial Supervisory Authority on whether the bonds issued by MuniFin and guaranteed by the Municipal Guarantee Board can be treated as Level 1 assets from the investors' point of view.

The Finnish Financial Supervisory Authority regards the bonds issued by MuniFin as Level 1 liquid assets based on the article 10 paragraph 1e, point (i). MuniFin is a credit institution established and owned by the Finnish public sector. Bonds issued by MuniFin are guaranteed by the Municipal Guarantee Board, which is a public sector entity guaranteed by the Finnish local government sector with fiscal autonomy to raise and collect taxes.

Disclaimer clauses:

The Finnish Financial Supervisory Authority reserves the right to amend its opinion in case of receiving further information contradicting with its opinion.

FIN-FSA

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