

5 September 2008

To: OMX Nordic Exchange Copenhagen A/S

Municipality Finance Plc (Kuntarahoitus Oyj) issues two equity-linked notes maturing in 2010 each related to a share basket (ISIN-code DK0030112164 & DK0030112081)

Municipality Finance Plc (Kuntarahoitus Oyj) has decided to issue two equity-linked notes each related to the development in a basket of shares. The shortname of the notes are MF Solar (ISIN DK0030112164) and MF Energy (ISIN DK0030112081).

The 10 constituent shares in the share basket for MF Solar are all issued by international companies engaged in solar energy activities, whereas the share basket of MF Energy consists of shares in 18 international companies engaged in energy infrastructure- and efficiency activities. The shares in both share baskets have been selected by Danske Bank A/S as arranger.

The subscription period starts on 8 September 2008 and ends on 29 September 2008 (both days included). The issue date is 6 October 2008 and the maturity date is 6 October 2010. The notes are issued in denominations of DKK 10.000 at an issue price of 110 (MF Solar) and 105 (MF Energy).

The notes pay a coupon of 0.25 per cent. p.a. The redemption amount depends on the development of the underlying share baskets. The minimum redemption price for both notes is 100 per cent. The maximum redemption price for MF Solar (165 per cent.) and for MF Energy (150 per cent.) are indicative values and will be fixed by the calculation agent no later than on 2 October 2008. The redemption price will be announced to OMX Nordic Exchange Copenhagen A/S.

The initial minimum aggregate nominal amount of each Note is DKK 30,000,000 Both issues may be tapped subsequently, however, latest one month before maturity. No maximum aggregate nominal amount has been fixed. If a cap of minimum 45 per cent. for MF Solar and 40 per cent. for MF Energy cannot be obtained the issue will be cancelled. If the total subscription amount of each note is less than a nominal value of DKK 30.000.000 the issuer and the arranger reserve the right to cancel the issue. The issuer and the arranger may at any time determine to terminate the subscription period.

The notes will be registered in Værdipapircentralen A/S and application will be made for admission to trading and listing will be made to OMX Nordic Exchange Copenhagen A/S with effect from 6 October 2008.

Municipality Finance Plc's long term funding (Kuntarahoitus Oyj) is rated Aaa by Moody's Investors Service Inc. and AAA by Standard & Poor's corresponding to the ratings of Moody's Investors Service Inc.'s and Standard & Poor's of the Danish State. Both issues will be guaranteed by the Municipal Guarantee Board (Kuntien takauskeskus), the long term funding of which is also rated Aaa/AAA.

Danske Bank A/S is acting as arranger and calculation agent on both issues. Preliminary Final Terms containing more information about the issues may be obtained from 8 September 2008 on the website of OMX Nordic Exchange Copenhagen A/S

Kind Regards
Municipality Finance Plc (Kuntarahoitus Oyj)