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PRICING SUPPLEMENT

22 May 2003

KommuneKredit

U.S.$5,000,000,000 Euro Medium Term Note Programme

This document constitutes the Pricing Supplement 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 set forth in the Information Memorandum dated 28th June 2002. This Pricing Supplement must be read in conjunction with such Information Memorandum.

1.	Issuer:	KommuneKredit
2.	Series Number:	I200303500
3.	Specified Currency or Currencies:	Japanese Yen ("JPY")
4.	Aggregate Nominal Amount:	JPY500,000,000
5.	Issue Price:	100.00 per cent. of the Aggregate Nominal Amount
6.	Specified Denominations:	JPY100,000,000. The Notes may not be subdivided or reissued in a smaller denomination.
7.	Issue Date and Interest Commencement Date:	27 May 2003
8.	Maturity Date:	27 May 2033, subject to adjustment for payment only in accordance with the Modified Following Business Day Convention
9.	Interest Basis:	2.07 per cent. Fixed Rate / Index-Linked Interest (further particulars specified below)
10.	Redemption/Payment Basis:	The Notes will be redeemed as set out in items 23 or 24 below
11.	Change of Interest Basis or Redemption/ Payment Basis:	From and including the Issue Date to but excluding 27 May 2004, the Notes will pay interest on a Fixed Rate basis, thereafter until maturity the Notes will pay interest based on the JPY/AUD exchange rate

12.	Put/Call Options:	Not applicable
13.	Status of Notes:	Senior
14.	Listing:	None
15.	Method of distribution:	Non-syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

16.	**Fixed Rate Note Provisions**:		Applicable for the period from and including the Issue Date to but excluding 27 May 2004
	(i)	Rate of Interest:	2.07 per cent. per annum payable semi-annually in arrear
	(ii)	Interest Payment Date(s):	27 November 2003 and 27 May 2004, subject to adjustment for payment only in accordance with the Modified Following Business Day Convention
	(iii)	Fixed Coupon Amount(s):	JPY1,035,000 per JPY100,000,000 in Nominal Amount
	(iv)	Broken Amount(s):	Not applicable
	(v)	Day Count Fraction:	30/360 (unadjusted)
	(vi)	Determination Date(s):	Not applicable
	(vii)	Other terms relating to the method of calculating interest for Fixed Rate Notes:	None
17.	**Floating Rate Note Provisions**:		Not applicable
18.	**Zero Coupon Note Provisions**:		Not applicable
19.	**Index-Linked Interest Note Provisions**:		Applicable
	(i)	Index/Formula:	For the period from and including 27 May 2004 to but excluding the Maturity Date, the amount of interest payable per Specified Denomination on each FX-Linked Interest Payment Date will be calculated as follows: AUD6.00% × (FX_N /75.45) – JPY3.93%

For the avoidance of doubt, for purposes of determination of the FX-Linked Interest Amount per Specified Denomination, the above formula is: AUD39,761.43 × FX_N – JPY1,965,000.

The FX-Linked Interest Amount per Specified Denomination will be payable in JPY and rounded to the nearest whole JPY, with one half of one JPY being rounded up.

"FX_N" means the JPY/AUD foreign exchange mid-market spot rate expressed as a number of JPY per AUD determined by the Calculation Agent as the arithmetic mean of the bid and offer rate displayed on Reuters Screen JPNU page (or such other page as may replace such page on that service) as of 11:00 a.m. (Tokyo time) 7 Tokyo and London business days prior to the first day of each relevant FX-Linked Interest Period (each such date an "FX Determination Date").

(ii) Calculation Agent responsible for calculating the interest due:

UBS AG, London.

Any FX_N determination made by the Calculation Agent will be consistent with the related swap determination for the swap entered into in relation to this issue.

(iii) Provisions for determining Coupon where calculation by reference to Index and/or Formula is impossible or impracticable:

As soon as is reasonably practicable after the determination of FX_N the Calculation Agent shall calculate the FX-Linked Interest Amount and notify the Issuer of such amount.

If, however, no such rate appears on "JPNU" (or such other page as may replace such page on that service) on any FX Determination Date, FX_N will be determined by the Calculation Agent as follows:

The Calculation Agent will request five leading reference banks (selected by the Calculation Agent at its sole discretion) in the Tokyo interbank market for their mid market quotations of the JPY/AUD spot exchange rate at approximately 11:00 a.m. Tokyo time on such date. The highest and the lowest of such quotations will be disregarded and the arithmetic mean of the remaining three quotations will be FX_N.

Provided that, if only four quotations are so provided, then FX_N shall be the arithmetic mean of such quotations without regard to the highest and lowest values quoted. If fewer than four quotations but at least two quotations can be obtained then FX_N shall be the arithmetic mean of the quotations actually obtained by the Calculation Agent.

If only one quotation is available, in that event, the Calculation Agent may determine that such quotation shall be FX_N, and if no such quotation is available or if the Calculation Agent determines in its sole discretion that no suitable reference bank who is prepared to quote is available, the Calculation Agent will determine FX_N in its sole discretion.

(iv)	Specified Period(s)/Specified Interest Payment Dates:	FX-Linked Interest Payment Dates: 27 May and 27 November in each year from and including 27 November 2004 to and including 27 May 2033 FX-Linked Interest Period: The period from and including 27 May 2004 to but excluding the first FX-Linked Interest Payment Date and each successive period from and including an FX-Linked Interest Payment Date to but excluding the next FX-Linked Interest Payment Date. For the avoidance of doubt, each FX-Linked Interest Period is not subject to adjustment
(v)	Business Day Convention:	Modified Following Business Day Convention
(vi)	Additional Business Centre(s):	London, New York and Tokyo
(vii)	Minimum Rate of Interest:	Zero per cent. per annum
(viii)	Maximum Rate of Interest:	Not applicable

	(ix) Day Count Fraction:	30/360 (unadjusted)
20.	**Dual Currency Note Provisions**:	Not applicable

PROVISIONS RELATING TO REDEMPTION

21.	Issuer Call:	Not applicable
22.	Investor Put:	Not applicable
23.	Final Redemption Amount:	Par
24.	Early Redemption Amount	
	Early Redemption Amount(s) payable on redemption for taxation reasons or on event of default and/or the method of calculating the same (if required or if different from that set out in the Conditions)	JPY100,000,000 per JPY100,000,000 Specified Denomination

GENERAL PROVISIONS APPLICABLE TO THE NOTES

25.	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
26.	Additional Financial Centre(s) or other special provisions relating to Payment Dates:	London, New York and Tokyo
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.	Redenomination, renominalisation and reconventioning provisions:	Not applicable
31.	Consolidation provisions:	Not applicable
32	Other terms or special conditions:	Not applicable

DISTRIBUTION

33.	(i)	If syndicated, names of Managers:	Not applicable
	(ii)	Stabilising Manager (if any):	Not applicable
34.		If non-syndicated, name of Dealer:	Citigroup Global Markets Limited (formerly Salomon Brothers International Limited)
35.		Additional selling restrictions:	Not applicable

OPERATIONAL INFORMATION

36.	ISIN Code:	XS0168655164
37.	Common Code:	016865516
38.	Any clearing system(s) other than Euroclear and Clearstream, Luxembourg and the relevant identification number(s):	Not applicable
39.	Delivery:	Delivery against payment
40.	Additional Paying Agent(s) (if any):	Not applicable

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in this Pricing Supplement.

Signed on behalf of the Issuer:

By:

Duly ~~authorised~~

LEIF MØLLERSTRØM
DIRECTOR

~~JETTE~~ MOLDRUP
VICE PRESIDENT