

Final Terms

Final Terms dated 27 July 2012

KommuneKredit

EUR15,000,000,000 Euro Medium Term Note Programme

Issue of TRY 25,000,000 0.50 per cent. Deep Discount Notes, due 30 July 2027

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 set forth in the Information Memorandum dated 31 May 2012. These Final Terms must be read in conjunction with such Information Memorandum.

1. Issuer: KommuneKredit.
2. (i) Series Number: I201204563
(ii) Tranche Number: 1.
3. Specified Currency or Currencies: Turkish Lira ("TRY")

In the event of inconvertibility or unavailability of TRY, the Issuer will make the payment of interest amount, principal amount or any other payments, if any, in Euro at a rate determined by the Calculation Agent in its sole discretion, acting in good faith and in a commercially reasonable manner. Any payment made by the Issuer under such circumstances in Euro shall constitute valid payment and shall not constitute a default in respect of the Notes.

Where:

"Calculation Agent" means Deutsche Bank AG, London Branch
4. Aggregate Nominal Amount:
(i) Series: TRY 25,000,000
(ii) Tranche: TRY 25,000,000
5. (i) Issue Price: 45.00 per cent of the Aggregate Nominal Amount.
(ii) Net proceeds: TRY 11,250,000
6. (i) Specified Denominations: TRY 10,000.
(ii) Calculation Amount: TRY 10,000.
7. (i) Issue Date: 31 July 2012.
(ii) Interest Commencement Date: 1 August 2012
8. Maturity Date: 30 July 2027
9. Interest Basis: 0.50 per cent. per annum (Fixed Rate) (further particulars specified below).
10. Redemption/Payment Basis: Redemption at par.
11. Change of Interest or Redemp- Not Applicable.

	tion/Payment Basis:	
12.	Put/Call Options:	Not Applicable.
13.	Status of Notes:	Senior.
14.	Listing:	Not Applicable.
15.	Method of distribution:	Non-syndicated.

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

16.	Fixed Rate Note Provisions	Applicable.
	(i) Rate of Interest:	0.50 per cent. per annum payable annually in arrear
	(ii) Interest Payment Dates:	30 July in each year, commencing 30 July 2013 up to and including the Maturity Date
	(iii) Business Day Convention:	Modified Following Business Day Convention
	(iv) Additional Business Centre(s):	Tokyo, London, TARGET and Istanbul
	(v) Fixed Coupon Amount(s):	TRY 50.00 per Calculation Amount
	(vi) Broken Amount(s):	TRY 49.86 per Calculation Amount on the Interest Payment Date due 30 July 2013
	(vii) Day Count Fraction:	30/360 (unadjusted)
	(viii) Determination Date:	Not Applicable
	(ix) Other terms relating to the method of calculating interest for Fixed Rate Notes:	If, upon due presentation of any Note on or after the due date for redemption or the date on which such Note becomes due and payable pursuant to Condition 7 (as the case may be), payment of principal is improperly withheld or refused, interest shall accrue thereon (as well after as before any judgement) from (and including) the due date for redemption or the date on which such Note becomes due and payable pursuant to Condition 7 (as the case may be) until whichever is the earlier of (i) the date on which all sums due in respect of such Note up to that day are received by or on behalf of the holder of such Note and (ii) the day on which the Agent has notified the holder thereof (either in accordance with Condition 11 or individually) of receipt of all sums due in respect thereof up to that date at a rate equal to the sum of the Accrual Yield (as defined in item 28 below) and 0.50 per cent. per annum.
17.	Floating Rate Note Provisions	Not Applicable.
18.	Zero Coupon Note Provisions	Not Applicable.
19.	Index-Linked Interest Note Provisions	Not Applicable.
20.	Dual Currency Note Provisions	Not Applicable.
21.	Equity-Linked Interest Note Provisions	Not Applicable.

22. Commodity-Linked Interest Note Provisions Not Applicable.

PROVISIONS RELATING TO REDEMPTION

23. Issuer Call Not Applicable.
24. Investor Put Not Applicable.
25. Final Redemption Amount Par.
26. Equity-Linked Redemption Note Provisions Not Applicable.
27. Commodity-Linked Redemption Note Provisions Not Applicable.
28. 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): In the event of any Notes becoming due and payable prior to the Maturity Date at any time in accordance with the Conditions, the Early Redemption Amount per Specified Denomination shall be equal to the sum of (A) TRY 4,500.00 and (B) the product of 5.4676249 per cent. per annum (compounded annually) (the "Accrual Yield") being applied to TRY 4,500.00 from and including the Issue Date to but excluding the due date for redemption under the Conditions. Where such calculation is to be made for a period which is not a whole number of days in the Interest Period, the calculation in respect of the period of less than such whole number shall be made on the basis of the Day Count Fraction (as specified in paragraph16 (vii) above). The Early Redemption Amount shall be rounded to the nearest TRY 0.01 (with TRY 0.005 being rounded up).

GENERAL PROVISIONS APPLICABLE TO THE NOTES

29. 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.
30. New Global Note: No.
31. Additional Financial Centre(s) or other special provisions relating to Payment Dates: Tokyo, London, TARGET and Istanbul
32. Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature): No.
33. Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which Not Applicable.

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:

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| 34. | Details relating to Instalment Notes: amount of each instalment, date on which each payment is to be made: | Not Applicable. |
| 35. | Redenomination, renominalisation and reconventioning provisions: | Not Applicable. |
| 36. | Consolidation provisions: | Not Applicable. |
| 37. | Other terms or special conditions: | On the second line from the bottom of paragraph (b) of Condition 11, the phrase "the seventh day after" shall be deemed deleted. |

DISTRIBUTION

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| 38. | (i) If syndicated, names of Managers: | Not Applicable. |
| | (ii) Stabilising Manager (if any): | Not Applicable. |
| 39. | If non-syndicated, name of Dealer: | Deutsche Bank AG, London Branch |
| 40. | Additional selling restrictions: | Republic of Turkey

"The Dealer has acknowledged and understands that the Notes have not been, and will not be, registered with the Turkish Capital Markets Board ("CMB") under the provisions of Law No. 2499 of the Republic of Turkey relating to capital markets. The Dealer has represented, warranted and agreed that neither the Prospectus nor any other material related to the offering of Notes will be utilized in connection with any general offering to the public within the Republic of Turkey for the purpose of the sale of the Notes (or beneficial interests therein) without the prior approval of the CMB.

In addition, the Dealer has represented, warranted and agreed that it has not sold or caused to be sold, and will not sell or cause to be sold, outside Turkey the Notes (or beneficial interests therein) to residents of Turkey, unless such sale is authorized pursuant to Article 15(d)(ii) of Decree No. 32 (as amended from time to time) and applicable CMB regulations." |

OPERATIONAL INFORMATION

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| 41. | ISIN Code: | XS0804642741 |
| 42. | Common Code: | 080464274 |
| 43. | Any clearing system(s) other than Euroclear and Clearstream, Luxembourg | Not Applicable. |

and the relevant identification number(s):

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| 44. | Delivery: | Delivery against payment. |
| 45. | Additional Paying Agent(s) (if any): | Not Applicable. |
| 46. | Intended to be held in a manner which would allow Eurosystem eligibility: | No. |

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in these Final Terms.

Signed on behalf of the Issuer:

By

Duly authorised

Eske Hansen
Senior Vice President

Helene Møllmann
Chief Legal Counsel