



Landshypotek Bank

Landshypotek Bank Green Forest Bond in short

CO₂ absorbed
and avoided
in this transaction
= approx.
100,000 Swedes'
annual CO₂
impact

Executive Summary

Green covered bond
Dark Green shading by Cicero
Asset in transaction solely sustainable forestry
Approx. **250 ton CO₂** are absorbed and avoided **per invested SEK 1m**
Covered bond rating by S&P is AAA
Meeting SDG:s 13 (climate action) and 15 (life on land)

Sustainable forestry

A yearly growth of 120 million cubic meters in Swedish forests
Two positive climate effects: **direct carbon sequestration** by photosynthesis and a **substitution effect**
Forestry with an active and well-planned management increases growth and climate benefit
Risk due to storms and a changing environment is reduced with a diversified tree composition in respect to site quality and biological prerequisites



CICERO
Dark Green

"Based on the assessment of the project types, policies, goals and reporting standards, Landshypotek Bank's Green Bond Framework receives a Dark Green shading."

- Cicero

References

[Landshypotek Bank Green Bonds](#)
[Second Opinion by Cicero](#)
[Green Bond Impact Report \(May 2019\)](#)

Landshypotek Bank

Founded in 1836 in order to offer solid and sustainable funding for Swedish agriculture and forestry
Market leading with approx. 24% of total lending to the sectors
99.5% of the loan portfolio is first-lien mortgages and average LTV 45%
99% of our customers conduct business as sole proprietorship, which is a private individual with personal liability
A long term governance structure being owned by 38,000 loan customers, members of Landshypotek Ekonomisk Förening
Profit is reinvested or returned to the agriculture and forestry sectors

Key facts cover pool

Rating S&P	AAA
Lending volume	SEK 71,198m
Substitute Assets	SEK 2,880m
Cover bonds	SEK -54,241m
Over Collateralisation	SEK 19,837m
Over Collateralisation	36.57%
Amortising	98%
Non amortising	2%
Average LTV (volume weighted)	42.5%
Seasoning Property level	26.46 years