

THE MUNICIPAL GUARANTEE BOARD (MGB) - A BRIEF PROFILE

LEGAL BASIS

The Municipal Guarantee Board (MGB) is a public law institution established under the Act on the Municipal Guarantee Board (487/1996). Its purpose is to safeguard and develop the joint funding of Finnish municipalities.

Under the Act, MGB may grant guarantees, subject to the conditions laid down therein, for the funding of credit institutions owned or controlled by municipalities. Currently, there is one such credit institution: Municipality Finance Plc (MuniFin).

Funds raised with an MGB guarantee may be used to finance municipalities and wellbeing services counties, as well as municipal companies and social housing production in accordance with the European Union's state aid rules.

Any benefit arising from the guarantee must be passed on in full to the beneficiaries referred to in the Act.

MEMBERSHIP

MGB's members comprise all 292 municipalities in mainland Finland (as of 1 January 2026), representing 100% of the mainland population. Due to the autonomous status of the Åland Islands, the municipalities of Åland cannot be members of MGB.

Payment obligations arising from guarantees are primarily covered from MGB's fund. In addition, MGB has standby credit facilities in place for exceptional circumstances.

If the resources of the fund are insufficient, MGB has the right to cover its obligations through contributions collected from its member municipalities.

CREDIT RATINGS

Moody's | Aa1 (stable) Standard & Poor's | AA+ (stable)

KEY FIGURES (31.12.2024)

Transfer to fund	EUR 12,82 million
Total assets	EUR 66,84 million
Equity	EUR 66,64 million

GUARANTEES AND COLLATERAL (31.12.2025)

Guarantee limits granted	EUR 67 637,59 million
Guarantees in use	EUR 52 066,72 million
Collateral received and items affecting collateral situation	EUR 53 937,32 million
Balance of collateral and guarantees	EUR 1 870,60 million