

Term Sheet – Elering AS EUR 225 million Fixed Rate Notes due 12th July 2018

Pricing Date:	1 st July 2011
Settlement Date:	12 th July 2011
Issuer:	Elering AS
Issuer Rating:	A3 (Moody's)
Issue currency and amount:	EUR 225 million
Form of the Notes:	NGN, Bearer, Regulation S only
Status:	Senior Unsecured
Maturity:	12 th July 2018
First Coupon Date:	12 th July 2012
Coupon:	4.625 %, annual
Day Count:	Actual / Actual (ICMA)
Re-offer price:	98.812 %
Re-offer yield:	4.829 %
Benchmark bond:	DBR 4.25% due 07 / 2018
Benchmark yield*:	2.635 %
Re-offer spread over Benchmark:	+ 219.4 bps
Euro Reference Mid-Swap Rate*:	3.099 %
Re-offer spread to Euro Mid-Swaps:	+ 173 bps
Listing:	London Stock Exchange / UKLA
Denominations:	EUR 100,000 and EUR 1,000 thereafter
Governing Law:	English Law
Joint Lead Managers and Joint Bookrunners:	Deutsche Bank AG, London Branch and Nordea Bank Finland Plc
Joint Lead Manager:	Swedbank AB
B&D:	Deutsche Bank
Selling Restrictions:	Set out in the Offering Circular
ISIN:	XS0645947457
Clearing:	Euroclear / Clearstream, Luxembourg
Fiscal, Paying and Transfer Agent:	Deutsche Bank AG, London Branch
Change of Control Covenant: [Set out in the Offering Circular]	A Change of Control will be deemed to occur if (i) the Republic of Estonia ceases to own, directly or indirectly (through any governmental agency or political subdivision thereof) 100 per cent. of the issued share capital of the Issuer; or (ii) the Republic of Estonia ceases to have the power, directly or indirectly, to cast, or control the casting of, 100 per cent. of the maximum number of votes that might be cast at a general meeting of the Issuer.

* Market data as of pricing