

## Sovereign Guaranteed Loans

## Indicative Floating Lending Rates (%) for Loans approved after 21 January 2009

VARIABLE SPREAD LOANS (VSL)	USD	EUR	YEN	ZAR
Floating Base Rates as of today (a)	0.550	0.997	0.525	7.204
Funding Margin [benefit (-) / cost (+)] (b)	0.04	-0.03	0.00	-0.24
Lending Spread (c)	0.40	0.40	0.40	0.40
Indicative Floating Lending Rates (a)+(b)+(c)	0.990	1.367	0.925	7.364
Change from Last Reset (1 August 09)*	-0.380	-0.152	-0.116	-0.829

\*The Applicable Floating Base Rates resets semi-annually every 1 February and 1 August

## Indicative Fixed Base Rates (%)

VARIABLE SPREAD LOANS (VSL)	USD	EUR	YEN	ZAR
Fixed Base Rates* as of today	3.920	3.837	1.869	8.500
Fixed Base Rates* as of last week	3.811	3.712	1.798	8.672

\*20-year Amortizing Swap including 5-year grace period

Indicative Fixed Lending Rates

## 1. Loans approved after 21 January 2009 (VSL):

**Fixed Base Rate + Funding Margin + 40bp**

**Important** : Borrowers who opted for a Fixed Base Rate, have the option to fix only that Base Rate while the Funding Margin will remain variable until maturity

## 2. Loans approved between 2 June 2008 - 21 Jan 2009 (FSL) :

**Fixed Base Rate + 20bp**

## 3. Loans approved between 4 May 2005 - 2 June 2008 (FSL) :

**Fixed Base Rate + 40bp**

## 4. Loans approved before 4 May 2005 (VSL) :

**Fixed Base Rate + 50bp + Market Risk Premium**

**Base Rates:**

Floating Base Rate:

- (i) the six (6) month reference rate for USD, YEN and EUR (6 month Libor, Euribor) resets on 1 February and 1 August
- (ii) the three (3) month reference rate for the ZAR (3m Jibar) resets on 1 February, 1 May, 1 August and 1 November

Fixed Base Rate:

It is calculated as the swap market rate corresponding to the principal amortization schedule of a particular tranche of a loan

**Funding Margin:**

It is based on the Bank's average cost of borrowings relative to Libor/Euribor/Jibar for each loan currency and resets on 1 February and 1 August

**Lending Spread:**

Currently 40 basis points

**Market Risk Premium:**

1bp per year until maturity

**VSL (Variable Spread Loan) :**

Base Rate + Lending Spread + Funding Margin

**FSL (Fixed Spread Loan) :**

Base Rate + Lending Spread

For additional information, please contact us at X3130 or FTRY4@afdb.org