

## 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)	0.581	1.019	0.531	7.229
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)	1.021	1.389	0.931	7.389
Change from Last Reset (1 August 09)*	-0.255	-0.086	-0.105	-0.098

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

## Indicative Fixed Lending Rates (%)

VARIABLE SPREAD LOANS (VSL)	USD	EUR	YEN	ZAR
Fixed Base Rates* as of today	3.872	3.808	1.834	8.754

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

Indicative Fixed Lending Rates

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

Fixed Base Rate + 40bp + Funding Margin

**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 + Funding Margin + 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