

Sovereign Guaranteed Loans

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

VARIABLE SPREAD LOANS (VSL)	16-Oct-09 /31-Jan-10			16-Oct-09 /31-Oct-09
	USD	EUR	YEN	ZAR
Indicative Floating Base Rates	0.591	1.022	0.534	7.154
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)	1.031	1.392	0.934	7.314

Indicative Fixed Lending Rates (%)

	USD	EUR	YEN	ZAR
Fixed Base Rates* as of today	3.853	3.706	1.740	8.670

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

Indicative Fixed Lending Rates

- Loans approved after 21 January 2009 (VSL): Borrowers who opted for a Fixed Base Rate, have the option to fixe only that Base Rate while the Funding Margin will remain variable until maturity
- Loans approved between 2 June 2008 - 21 Jan 2009 (FSL) : Fixed Base Rate + 20bp
- Loans approved between 4 May 2005 - 2 June 2008 (FSL) : Fixed Base Rate + 40bp
- 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 refrence 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 untill 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