

Sovereign Guaranteed Loans

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

VARIABLE SPREAD LOANS (VSL&EVSL)	USD	EUR	YEN	ZAR
Floating Base Rates as of today (a)	0.388	0.967	0.456	7.190
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)	0.828	1.337	0.856	7.350
Change from Last Reset (1 February 2010)**	0.443	0.371	0.396	0.165

*Funding Margins from 1 Aug. 09. (Resets of 1 February 10 will be posted asap)

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

Indicative Fixed Base Rates (%)

	USD	EUR	YEN	ZAR
Fixed Base Rates* as of today	4.074	3.605	1.742	8.695
Fixed Base Rates* as of last week	3.920	3.837	1.869	8.500

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

Loans approved after 21 January 2009 (VSL and EVSL):

Base Rate + Funding Margin + Lending Margin

Important : When fixing the Base Rate, only that Base Rate is fixed while the Funding Margin will remain variable until maturity

Loans approved between 4 May 2005 - 21 Jan 2009 (FSL) :

Base Rate + Lending Margin

Loans approved before 4 May 2005 (VSL) :

Base Rate + Funding Margin + Lending Margin + Market Risk Premium*

*applicable only when fixing the base rate

Important : When fixing the Base Rate, the Funding Margin is fixed by adding a 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

Variable Base Rate :

It is determined for each currency using the Bank's average cost of funding of a designated pool of borrowing as the reference rate

Funding Margin:

Based on the Bank's average cost of borrowings relative to Libor/Euribor/Jibar for each loan currency and resets on 1 Feb and 1 Aug

Lending Spread:

Currently 40 basis points

Market Risk Premium:

1bp per year until maturity

EVSL :

Enhanced Variable Spread Loan made of a single base rate (floating base rate) with a free fixing option

VSL :

Variable Spread Loan based on the Bank's cost of borrowing relative to Libor with three base rate options; floating,

fixed and variable base rate

FSL :

Fixed Spread Loan based on a fixed spread over Libor with three base rate options: floating fixed and variable base rate

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