

AFRICAN DEVELOPMENT BANK

9-Oct-09

Sovereign Guaranteed Loans

Indicative Lending Rates (%) for Variable Spread Loans (VSL) Approved after 21 January 2009

	9-Oct-09 /31-Jan-10			9-Oct-09 /31-Oct-09
	USD	EUR	YEN	ZAR
Floating Base Rates (a)	0.597	1.021	0.540	7.142
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)	1.037	1.391	0.940	7.302

	9-Oct-09 /31-Jan-10			9-Oct-09 /31-Oct-09
	USD	EUR	YEN	ZAR
Fixed Base Rates* (a)	3.771	3.644	1.697	8.651
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 Fixed Lending Rates (a)+(b)+(c)	4.211	4.014	2.097	8.811

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

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.

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