FIRST NATIONAL BANK OF BOTSWANA LIMITED
(Incorporated in the Republic of Botswana with limited liability under Registration Number 1119)
(the “Issuer”)

ANNOUNCEMENT
ISSUANCE AND LISTING OF UNSECURED SUBORDINATED BONDS

This announcement is published in accordance with Botswana Stock Exchange’s (“BSE”) Listing Requirements. On 1 December 2016, First National Bank of Botswana Limited (“FNBB” or the “Issuer”) issued two unsecured subordinated bonds out of the BWP1 billion Medium Term Note Programme (the “Programme”) dated 1 December 2011 as supplemented by the “Programme Memorandum” dated 4 November 2016. The total issuance amounted to BWP 201,840,000 for both the ten year floating rate note (FNBB007) and the ten year fixed rate note (FNBB008). On 6 December 2016, the bonds shall be listed on Botswana Stock Exchange.

The issuance was 1.44X oversubscribed and this indicates a strong market demand for the Issuer’s credit. Furthermore, the issuance demonstrates FNBB’s intention to become a regular issuer of medium to long term debt. As the banking industry implements regulatory changes to comply with Basel principles, the raised capital forms part of the Issuer’s plan to manage capital prudently to ensure that the Bank operates as a going concern. Proceeds will be used to extend the term profile of the book and will be invested in line with the Bank’s capital management policy. FNBB is committed to the development of the local debt capital market.

Note: This announcement does not constitute, or form part of, an offer or invitation, or solicitation or inducement of an offer, to subscribe for or purchase any of the senior unsecured bonds or other securities of the Issuer, nor is this announcement circulated to invite offers for any securities of the Issuer.

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