



CENTRAL BANK OF SWAZILAND

LAUNCH OF A 10-YEAR GOVERNMENT BOND SG018 TO THE SUM OF SZL 100,000,000

On behalf of the Government of the Kingdom of Swaziland, the Central Bank of Swaziland is announcing the launch of a 10-year Government Bond SG018 maturing on 31 January 2024. The coupon rate for this bond is fixed at 9.25%. The Auction Date shall be January 28, 2014 for the sum SZL 100,000,000 (One Hundred Million Emalangeni).

The Bond will be issued by competitive multiple bid auction and is open to the public including individuals, corporate and institutional investors. All investors should apply through the Primary Dealers who are the four local Commercial Banks. The issue price of the security will include accrued interest.

The purpose of the issuance is to develop the secondary market, establish a fair market price which will compensate both the borrower and investors for interest rate risks and to facilitate financial intermediation, whilst also meeting Government budgetary requirements.

The applicable Pricing Supplement and other relevant documents pertaining to the issuance is available for viewing at the Financial Markets Department of the Central Bank of Swaziland situated in the 3rd Floor, Umntsholi Building in Mbabane.

The Central Bank of Swaziland invites interested parties to contact their commercial banks or collect application forms and further details at the Financial Markets Department, Central Bank of Swaziland, Mahlokohla Street, P.O. Box 546, Mbabane.

Tel: (+268) 2408 2144/2100; Fax: (+268) 2404 8530
E-mail address: phumzilem@centralbank.org.sz or thabileg@centralbank.org.sz or nokuthud@centralbank.org.sz

Website: www.centralbank.org.sz

Specific details for the 10-year Government Bond are contained in the following "Call to Tender" table:

CALL TO TENDER

LAUNCH OF 10 YEAR 9.25% FIXED COUPON BOND GOVERNMENT OF THE KINGDOM OF SWAZILAND BOND SG018 TO BE HELD ON JANUARY 28, 2014

The Central Bank of Swaziland as agent for the Government of the Kingdom of Swaziland invites bids for the above government bond whose terms and conditions are summarised as follows:

Issuer	Government of the Kingdom of Swaziland
Amount	SZL 100,000,000 (One Hundred Million Emalangeni)
Procedure for bidding	Tender forms should be submitted and placed in boxes located at the reception area of the Financial Markets Department, 3 rd Floor Umntsholi Building before 10.00 a.m. on the auction date
Auction date	January 28, 2014
Settlement date	January 31, 2014
Form of issuance	Paperless (Book Entry System)
Auction results	Auction results shall be made available on the Bank's Website immediately after the auction.
Yield	Yield to Maturity to be quoted in multiples of 0.005%
Minimum bid size	SZL 10,000 for individual (non-competitive) bidders SZL 1,000,000 for Institutional direct bidders
Interest payment date	31 July and 31 January in each year
Coupon	Fixed at 9.25%
Day count convention	Actual/365
Tax	Interest income is not subject to any withholding tax
Currency	Swaziland Lilangeni (SZL)
Redemption date	31 January 2024
Listing	An application for listing to be made with the Swaziland Stock Exchange
Trading	Secondary market trading in multiples of SZL 10,000 to commence on Monday, February 10, 2014
Defaulters	Successful bidders who will fail to honor their obligations on time will be disqualified from participating in one subsequent bond auction.

The Central Bank of Swaziland reserves the right to accept or reject any or all applications.

The Central Bank of Swaziland

P. O. Box 546, Mbabane, Swaziland. Physical Address: Umntsholi Building, Mahlokohla Street, Mbabane
Telephone: +268 2408 2000, Fax: +268 2404 0063, Email: info@centralbank.org.sz