
APPLICABLE PRICING SUPPLEMENT

Applicable Pricing Supplement dated 07 May 2026



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

THE REPUBLIC OF SOUTH AFRICA

Issue of ZAR3,975,000,000.00 RN2036

Under its Domestic Multi Term Note Programme

This document constitutes the Applicable Pricing Supplement relating to the issue of Notes described herein. Terms used herein shall be deemed to be defined as such for the purposes of the terms and conditions (the **Terms and Conditions**) set forth in the Republic of South Africa's Domestic Multi Term Note Programme Memorandum dated 09 September 2019 (the **Programme Memorandum**), as updated, supplemented and amended from time to time. This Applicable Pricing Supplement must be read in conjunction with such Programme Memorandum (as so updated, supplemented or amended). To the extent that there is any conflict or inconsistency between the contents of this Applicable Pricing Supplement and the Programme Memorandum, the provisions of this Applicable Pricing Supplement shall prevail.

DESCRIPTION OF THE NOTES

1.	Issuer:	The Republic of South Africa, acting through the National Treasury
2.	Status of Notes:	Unsecured
3.	Series Number:	1
4.	Tranche Number:	1
5.	Aggregate Nominal Amount:	ZAR3,975,000,000.00
6.	Specified Denomination (Nominal Amount per Note):	ZAR1,000,000.00
7.	Minimum Increment Amount:	ZAR1.00
8.	Total Nominal Value of debt securities in issue as at 06 May 2026	ZAR4,344,993,269,946.39
9.	Currency:	ZAR
10.	Redemption/Payment Basis:	Redemption at par
11.	Type of Notes:	Floating Rate Notes
12.	Interest:	Interest-bearing
13.	Interest Payment Basis:	Floating Rate
14.	Automatic/Optional Conversion from one Interest Payment Basis and/or Redemption/Payment Basis to another:	N/A
15.	Form of Notes:	Registered Notes
16.	Issue Date:	11 May 2026 (Auction on 06 May 2026)
17.	Issue Price:	100%
18.	Maturity Date:	31 March 2036
19.	Business Centre:	Johannesburg

20.	Additional Business Centre:	N/A
21.	Business Day Convention:	Modified Following Business Day
22.	Final Redemption Amount:	100% of nominal issued
23.	Last Day to Register:	By 17h00 on 29 June, 29 September, 30 December, and 30 March, of each calendar year until the Maturity Date or if such day is not a Business Day, the Business Day immediately preceding each Interest Payment Date
24.	Books Closed Period(s):	N/A
25.	Default Rate:	N/A
	FIXED RATE NOTES	N/A

FLOATING RATE NOTES

26.	Floating Rate Note Provisions:	Applicable
	(a) Interest Commencement Date:	11 May 2026
	(b) Interest Payment Date(s):	30 June, 30 September, 31 December and 31 March, of each year up to and including the Maturity Date (31 March 2036) or, if such day is not a Business Day, the Business Day on which the interest will be paid, as determined in accordance with the applicable Business Day Convention (as specified in this Applicable Pricing Supplement)
	(c) First Interest Payment Date:	30 June 2026
	(d) Interest Period(s):	Quarterly. Each period commencing on (and including) the applicable Interest Payment Date and ending on (but excluding) the following Interest Payment Date; provided that the first Interest Period will commence on (and include) the Interest Commencement Date and end on (but exclude) the following Interest Payment Date (each Interest Payment Date as adjusted in accordance with the applicable Business Day Convention)
	(e) Definition of Business Day (if different from that set out in Condition 1 (Definitions and Interpretation)):	N/A
	(f) Minimum Interest Rate	N/A
	(g) Maximum Interest Rate	N/A
	(h) Other terms relating to the method of calculating interest (e.g.: Day Count Fraction, rounding up provision)	Condition 6.2.6 (Interest Rate Determination including fallback provisions) shall not apply to the Notes notwithstanding that Screen Rate Determination is specified as the manner in which the Interest Rate is to be determined, and the Interest Rate shall be determined in accordance with Schedule 1 (<i>Screen Rate Determination for Floating Rate Notes referencing Compounded Daily ZARONIA (Lookback Without Observation Shift)</i>)
	(i) Manner in which the Interest Rate is to be determined	Screen Rate Determination in accordance with the provisions of Schedule 1 (<i>Screen Rate Determination</i>)

for Floating Rate Notes referencing Compounded Daily ZARONIA (Lookback Without Observation Shift))

- (j) Margin 96 basis points to be added to the relevant Reference Rate
- (k) If ISDA Determination:
 - (i) Floating Rate: N/A
 - (ii) Floating Rate Option: N/A
 - (iii) Designated Maturity: N/A
 - (iv) Reset Date(s): N/A
 - (v) ISDA Definitions to apply: N/A
- (l) If Screen Determination:
 - (i) Reference Rate (including relevant period by reference to which the Interest Rate is to be calculated): Compounded Daily ZARONIA (as defined in, and determined in accordance with the provisions of, Schedule 1 (*Screen Rate Determination for Floating Rate Notes referencing Compounded Daily ZARONIA (Lookback Without Observation Shift)*))
 - (ii) Interest Rate Determination Date(s) or Reset Date(s): The 5th (fifth) Johannesburg Business Day (as defined in Schedule 1 (*Screen Rate Determination for Floating Rate Notes referencing Compounded Daily ZARONIA (Lookback Without Observation Shift)*)) prior to each Interest Payment Date
 - (iii) Relevant Screen Page and Reference Code: N/A
 - (iv) Relevant Time: N/A
 - (v) Observation Method: Lookback Without Observation Shift
 - (vi) Lookback Period: 5 (five) Business Days
- (m) If Interest Rate to be calculated otherwise than by ISDA Determination or Screen Determination, insert basis for determining Interest Rate/Margin/ Fallback provisions: N/A
- (n) Calculation Agent responsible for calculating amount of principal and interest: National Treasury

ZERO COUPON NOTES	N/A
INSTALMENT NOTES	N/A
MIXED RATE NOTES	N/A
INFLATION LINKED NOTES	N/A
INDEXED NOTES	N/A
EXCHANGEABLE NOTES	N/A

OTHER NOTES

N/A

PROVISIONS REGARDING REDEMPTION/MATURITY

27.	Redemption at the option of the Issuer:	Not Applicable
	If Applicable:	
	(a) Optional Redemption Date(s):	N/A
	(b) Optional Redemption Amount(s) and method, if any, of calculation of such amount(s):	N/A
	(c) Minimum period of notice (if different from Condition 7.2):	N/A
	(d) If redeemable in part:	N/A
	(e) Minimum Redemption Amount(s):	N/A
	(f) Higher Redemption Amount(s):	N/A
	(g) Other terms applicable on Redemption:	N/A

GENERAL

28.	Financial Exchange:	JSE Limited
29.	Calculation Agent:	The National Treasury
30.	Specified Office of the Calculation Agent:	240 Madiba Street, Pretoria, 0001
31.	Paying Agent:	The South African Reserve Bank
32.	Specified Office of the Paying Agent:	370 Helen Joseph Street, Pretoria Central, 0002
33.	Settlement Agent:	The South African Reserve Bank
34.	Specified Office of the Settlement Agent:	370 Helen Joseph Street, Pretoria Central, 0002
35.	Debt Sponsor:	One Capital Sponsor Services Proprietary Limited
36.	Specified Office of the Debt Sponsor:	17 Fricker Road, Illovo, Johannesburg, 2196
37.	Transfer Secretary:	N/A
38.	Specified Office of the Transfer Secretary:	N/A
39.	Stabilisation Manager:	N/A
40.	Provisions relating to stabilisation:	N/A
41.	Additional selling restrictions:	N/A
42.	ISIN No.:	ZAG000224973
43.	Instrument Code:	RN2036
44.	Method of distribution:	Auction
45.	If syndicated, names of Managers:	N/A
46.	If non-syndicated, names of Dealers:	The Primary Dealers, namely: ABSA Group Limited; Citibank; Deutsche Bank; FirstRand Bank Limited; HSBC Bank; Investec Bank Limited; JPMorgan Chase Bank; Nedbank Limited; Standard Bank; Goldman Sachs

47.	Credit Rating assigned to the Notes (if any):	Ba2 (Stable); BB- (Stable); BB (Positive)
48.	Rating Agency:	Moody's Investor Services Incorporated, Fitch Ratings (Hong Kong) Limited, and S&P Global Ratings
49.	Date of Issue of Rating:	Moody's Investor Services Incorporated: 3 December 2024; Fitch Ratings (Hong Kong) Limited: 12 September 2025 and S&P Global Ratings: 14 November 2025
50.	Date of Review of Rating:	N/A
51.	Receipts attached? If yes, number of Receipts attached:	N/A
52.	Coupons attached? If yes, number of Coupons attached:	No
53.	Talons attached? If yes, number of Talons attached:	No
54.	Stripping of Receipts and/or Coupons prohibited as provided in Condition 13.4:	Yes
55.	Governing law (if the laws of South Africa are not applicable):	N/A
56.	Other Banking Jurisdiction:	N/A
57.	Other provisions:	For the purposes of the Tranche of Notes to which this Applicable Pricing Supplement applies, a new Condition 6.12 (<i>Benchmark Discontinuation</i>) as set out in Schedule 2 (<i>Benchmark Discontinuation</i>) of this Applicable Pricing Supplement shall be inserted into the Terms and Conditions.
58.	Additional Risk Factors:	The Risk Factors set out in Schedule 3 (<i>Additional Risk Factors Relating to ZARONIA</i>) of this Applicable Pricing Supplement apply to the Tranche of Notes to which this Applicable Pricing Supplement applies. Prospective investors are to ensure that they have read Schedule 3 (<i>Additional Risk Factors Relating to ZARONIA</i>) as well as the detailed information set out, or incorporated by reference in, in the Programme Memorandum to reach their own views prior to making any investment decision.

Responsibility:

The Issuer certifies that to the best of its knowledge and belief there are no facts that have been omitted which would make any statement false or misleading and that all reasonable enquiries to ascertain such facts have been made as well as that the Programme Memorandum and this Applicable Pricing Supplement contains all information required by Applicable Laws and, in relation to any Tranche of Notes listed on the Interest Rate Market of the JSE, the JSE Debt and Specialist Securities Listings Requirements. The Issuer accepts full responsibility for the accuracy of the information contained in, or incorporated by reference in, the Programme Memorandum and this Applicable Pricing Supplement and any amendments or supplements thereto from time to time, except as otherwise stated therein.

The Issuer, having made all reasonable enquiries and to the best of its knowledge, confirms that the information contained or incorporated by reference in the Programme Memorandum and this Applicable Pricing Supplement is true and accurate in all material respects and is not misleading and that it has not omitted other facts, the omission of which would make the Programme Memorandum and this Applicable Pricing Supplement or any of such information as a whole misleading in any material respect.

The JSE takes no responsibility for the contents of the Programme Memorandum or this Applicable Pricing Supplements (as amended or restated from time to time) and any amendments or supplements to the aforementioned documents. The JSE makes no representation as to the accuracy or completeness of the Programme Memorandum or this Applicable Pricing Supplement and any amendments or supplements to the aforementioned documents and expressly disclaims any liability for any loss arising from or in reliance upon the whole or any part of the aforementioned documents. The JSE's approval of the registration of the Programme Memorandum and this Applicable Pricing Supplement and listing of the Notes is not to be taken in any way as an indication of the merits of the Issuer or of the Notes and that, to the extent permitted by law, the JSE will not be liable for any claim whatsoever.

Application **is hereby** made to list this issue of Notes **on 11 May 2026** pursuant to The Republic of South Africa's Domestic Multi Term Note Programme. The Programme was registered with the JSE in September 2019.

SIGNED at Pretoria on this 07th day of May 2026

For and on behalf of:

**THE REPUBLIC OF SOUTH AFRICA, ACTING
THROUGH THE NATIONAL TREASURY**

For and on behalf of:

**THE REPUBLIC OF SOUTH AFRICA, ACTING
THROUGH THE NATIONAL TREASURY**

Name: Wanga Cibi

Capacity: Chief Director: Liability Management

Name: Terry Bomela-Msomi

Capacity: Director Debt Issuance

SCHEDULE 1

SCREEN RATE DETERMINATION FOR FLOATING RATE NOTES REFERENCING COMPOUNDED DAILY ZARONIA (LOOKBACK WITHOUT OBSERVATION SHIFT)

1. The Interest Rate payable from time to time in respect of the Notes for each Interest Period will, subject as provided below, be Compounded Daily ZARONIA (as defined below) for the relevant Interest Period plus the Margin (as specified in the Applicable Pricing Supplement), all as determined by the Calculation Agent in accordance with the provisions below, where:

Compounded Daily ZARONIA means, with respect to an Interest Period, the rate of return of a daily compound interest investment in ZAR (with daily ZAR overnight reference rate as reference rate for the calculation of interest) as calculated by the Calculation Agent on the relevant Interest Rate Determination Date, in accordance with the following formula, and the resulting percentage will be rounded, if necessary, to the fourth decimal place, with 0.00005% being rounded upwards:

$$\left[\prod_{i=1}^{d_0} \left(1 + \frac{\text{Relevant ZARONIA}_{i-5JBD} \times n_i}{365} \right) - 1 \right] \times \frac{365}{d}$$

where:

d is the number of calendar days in the relevant Interest Period;

d₀ is the number of Johannesburg Business Days in the relevant Interest Period;

i is, in relation to any Interest Period, a series of whole numbers from one to **d₀**, each representing the relevant Johannesburg Business Day in chronological order from (and including) the first Johannesburg Business Day in such Interest Period;

Johannesburg Business Day or **JBD** means a day (other than a Saturday, a Sunday or an official public holiday) on which commercial banks are open for general business in Johannesburg, South Africa;

n_i for any Johannesburg Business Day “**i**” in the relevant Interest Period, means the number of calendar days from and including such Johannesburg Business Day “**i**” up to but excluding the following Johannesburg Business Day;

Lookback Period means the period specified as such in this Applicable Pricing Supplement;

Publication Time means at or about 10.00 a.m. (Johannesburg time) or any amended publication time for the final intraday refix of ZARONIA specified by the SARB, as the administrator of ZARONIA (or any successor administrator of ZARONIA);

Relevant Decimal Place shall be the number of decimal places specified in this Applicable Pricing Supplement and will be rounded up or down, if necessary (with half of the highest decimal place being rounded upwards) (or, if no such number is specified, it shall be 5 (five));

Relevant ZARONIA_{i-5JBD} means, in respect of any Johannesburg Business Day **i** falling in the relevant Interest Period, the ZARONIA Reference Rate for the Johannesburg Business Day (being a Johannesburg Business Day falling in the relevant ZARONIA Observation Period) falling the number of Johannesburg Business Days included in the Lookback Period specified in the Applicable Pricing Supplement (or, if no such number is specified 5 (five) Johannesburg Business Days) prior to the relevant Johannesburg Business Day **i**;

SARB means the South African Reserve Bank;

SARB's Website means the website of the SARB currently at <http://www.resbank.co.za>, any successor

website of the SARB (or a successor administrator of ZARONIA) or any successor source;

ZARONIA means the South African Overnight Index Average administered by the SARB (known as ZARONIA);

ZARONIA Observation Period means, in respect of the relevant Interest Period, the period from (and including) the date falling the number of Johannesburg Business Days included in the Lookback Period specified in the Applicable Pricing Supplement (or, if no such number is specified 5 (five) Johannesburg Business Days) prior to the first day of such Interest Period (and the first Interest Period shall begin on (and include) the Interest Commencement Date) and ending on (but excluding) (a) the date falling the number of Johannesburg Business Days included in the Lookback Period specified in the Applicable Pricing Supplement (or, if no such number is specified 5 (five) Johannesburg Business Days) prior to the Interest Payment Date for such Interest Period (and the last Interest Period shall end on (but exclude) the Maturity Date), or (b) the date falling the number of Johannesburg Business Days included in the Lookback Period specified in the Applicable Pricing Supplement (or, if no such number is specified 5 (five) Johannesburg Business Days) prior to such earlier date, if any, on which the Notes become due and payable; and

ZARONIA Reference Rate means, in respect of any Johannesburg Business Day, a reference rate equal to the daily ZARONIA rate for such Johannesburg Business Day as published by the SARB, as the administrator of ZARONIA (or any successor administrator of ZARONIA), on the SARB's Website on the Johannesburg Business Day immediately following such Johannesburg Business Day.

For the avoidance of doubt, the formula for the calculation of Compounded Daily ZARONIA only compounds the ZARONIA Reference Rate in respect of any Johannesburg Business Day. The ZARONIA Reference Rate applied to a day that is not a Johannesburg Business Day will be taken by applying the ZARONIA Reference Rate for the previous Johannesburg Business Day.

2. If, in respect of any Johannesburg Business Day in the relevant ZARONIA Observation Period, the ZARONIA Reference Rate is not available on the SARB's Website, such ZARONIA Reference Rate shall be:
 - (a) the daily ZARONIA rate last published on the SARB's Website for the first preceding Johannesburg Business Day on which the ZARONIA Reference Rate was published on the SARB's Website (the **Historic ZARONIA Reference Rate**); or
 - (b) if the Historic ZARONIA Reference Rate is not available, the sum of (i) the SARB Policy Rate prevailing at close of business on such Johannesburg Business Day, and (ii) the mean of the spread of the ZARONIA Reference Rate to the SARB Policy Rate over the previous 5 (five) Johannesburg Banking Days on which a ZARONIA Reference Rate has been published (after eliminating the highest such spread (or, in the event of equality, one of the highest) and the lowest such spread (or in the event of equality, one of the lowest)).

For the purposes of this paragraph **SARB Policy Rate** means, in respect of any relevant day (including any day "i"), the repo rate (or any successor rate) which is the main policy rate of the SARB as determined and set by the monetary policy committee of the SARB and published by the SARB from time to time, in effect on that day.

3. In the event that the Interest Rate cannot be determined in accordance with the foregoing provisions of this Schedule 1 (*Screen Rate Determination for Floating Rate Notes Referencing Compounded Daily ZARONIA (Lookback Without Observation Shift)*), the Interest Rate shall be:
 - (a) that determined as at the last preceding Interest Rate Determination Date (though substituting, where a different Margin or Maximum Rate of Interest or Minimum Rate of Interest is to be applied to the relevant Interest Period from that which applied to the last preceding Interest Period, the Margin or Maximum Rate of Interest or Minimum Rate of Interest relating to the relevant Interest Period, in place of the Margin or Maximum Rate of Interest or Minimum Rate of Interest relating to that last preceding Interest Period); or

- (b) if there is no such preceding Interest Rate Determination Date, the initial Interest Rate which would have been applicable to such Series of Notes for the first Interest Period had the Notes been in issue for a period equal in duration to the scheduled first Interest Period but ending on (and excluding) the Interest Commencement Date (but applying the Margin and any Maximum Rate of Interest or Minimum Rate of Interest applicable to the first Interest Period).
- 4. If the relevant Series of Notes become due and payable in accordance with Condition 7 (*Redemption and Purchase*), the final Rate Determination Date shall, notwithstanding any Interest Rate Determination Date specified in the Applicable Pricing Supplement, be deemed to be the date on which such Notes became due and payable and the Interest Rate on such Notes shall, for so long as any such Note remains outstanding, be that determined on such date.

SCHEDULE 2

BENCHMARK DISCONTINUATION

6.12 Benchmark Discontinuation

6.12.1 *Application of Benchmark Discontinuation Provisions*

If Screen Rate Determination is specified as applicable in the Applicable Pricing Supplement, then notwithstanding the provisions of Condition 6.2 (*Floating Rate Notes*) or the provisions of the Applicable Pricing Supplement, if the Issuer determines (acting in good faith and in a commercially reasonable manner) that a Benchmark Event and its related Benchmark Event Date has occurred in relation to an Original Reference Rate for any Series of Notes when any Interest Rate (or any component part thereof) remains to be determined by reference to that Original Reference Rate, then, the Issuer shall determine a Replacement Reference Rate in respect of such Series in accordance with the provisions of this Condition 6.12 and with effect from the Benchmark Replacement Date, the Adjusted Replacement Reference Rate will replace the Original Reference Rate to determine the relevant Interest Rate (or the relevant component part thereof) and the Interest Amounts in respect of all Interest Periods commencing on or after the Benchmark Replacement Date (subject to any subsequent application of this Condition 6.12 with respect to the Replacement Reference Rate).

6.12.2 *Determination of Replacement Reference Rate*

6.12.2.1 The Issuer shall, with effect from the Benchmark Event Date and by not later than the Replacement Reference Rate Determination Cut-off Date determine (acting in good faith and in a commercially reasonable manner) the Reference Rate that will replace the Original Reference Rate (the “**Replacement Reference Rate**”) which shall be the first of the following Reference Rates determined by the Issuer in the following order of application and precedence:

6.12.2.1.1 first, the Supervisor Recommended Reference Rate;

6.12.2.1.2 second, if the Issuer determines that there is no Supervisor Recommended Reference Rate, the Administrator Recommended Reference Rate; and

6.12.2.1.3 third, if the Issuer determines that there is no Administrator Recommended Reference Rate, the Alternative Reference Rate.

6.12.2.2 If:

6.12.2.2.1 no Replacement Reference Rate and (if any) the applicable Adjustment Spread is determined and notified to the Calculation Agent pursuant to this Condition 6.12 prior to the relevant Rate Determination Date occurring immediately after the Replacement Reference Rate Determination Cut-off Date; and

6.12.2.2.2 there are no fallback provisions provided for in Condition 6.2 (*Floating Rate Notes*) and/or the Applicable Pricing Supplement for the purposes of determining the Interest Rate on such Rate Determination Date in relation to the Original Reference Rate,

the Interest Rate applicable to the next succeeding Interest Period shall be equal to the Interest Rate last determined in relation to the Notes in respect of the immediately preceding Interest Period (or alternatively, if there has not been a first Interest Payment Date, the Interest Rate for the next succeeding Interest Period shall be the initial Interest Rate) (the “**Final Fallback Rate**”); *provided that:*

(a) where a different Margin or Maximum Interest Rate or Minimum Interest Rate is to be applied to the relevant Interest Period from that which applied to the last preceding Interest Period, the Margin or Maximum Interest Rate or Minimum Interest Rate relating to the relevant Interest Period shall be substituted in place of the Margin or Maximum Interest Rate or Minimum Interest Rate relating to that last preceding Interest Period; and

- (b) this Condition 6.12.2.2 and the Final Fallback Rate shall apply to the relevant Interest Period only and any subsequent Interest Periods are subject to the subsequent operation of, and to adjustment as provided in, this Condition 6.12.

6.12.3 *Adjustment Spread*

6.12.3.1 If any Replacement Reference Rate is determined in accordance with Condition 6.12.2.1, the Issuer shall, with effect from the Benchmark Event Date and by not later than the Replacement Reference Rate Determination Cut-off Date determine (acting in good faith and in a manner which is commercially reasonable and (if any) substantially consistent with market practice in domestic debt capital markets transactions which reference the Original Reference Rate and taking into account the requirements of the definition of “*Adjustment Spread*”) whether an Adjustment Spread should be applied to such Replacement Reference Rate and, if the Issuer so determines (which may include consultation with an Independent Adviser (if appointed)) that an Adjustment Spread should be so applied, determine the Adjustment Spread (which may be expressed as a specified quantum or a formula or methodology for determining the applicable Adjustment Spread) in accordance with the requirements of the definition of “*Adjustment Spread*”, which Adjustment Spread shall be applied to such Replacement Reference Rate for each subsequent determination of an Interest Rate (or a relevant component part thereof) by reference to such Replacement Reference Rate. If the Issuer is unable to determine the quantum of, or a formula or methodology for determining the Adjustment Spread, then the Replacement Reference Rate will apply without an Adjustment Spread.

6.12.3.2 No Adjustment Spread shall be applied to the Final Fallback Rate.

6.12.4 *Benchmark Amendments*

6.12.4.1 If any Replacement Reference Rate and (if applicable) any Adjustment Spread is determined in accordance with this Condition 6.12 and the Issuer determines (acting reasonably and in good faith):

6.12.4.1.1 that technical, operational and/or operational amendments, variations and/or modifications to these Terms and Conditions and/or the Applicable Pricing Supplement are necessary to ensure the proper operation of the applicable Replacement Reference Rate and/or the applicable Adjustment Spread, including, without limitation, changes to:

- (a) the definition or determination of Interest Periods and/or Rate Determination Dates;
- (b) the timing and frequency of determining rates and making payments of interest;
- (c) rounding of amounts or tenors; and
- (d) any other administrative provisions related to the calculation or application of interest,

to reflect the adoption of the applicable Replacement Reference Rate and/or the applicable Adjustment Spread in a manner substantially consistent with market practice (or, if the Issuer decides that adoption of any portion of such market practice is not administratively feasible or if the Issuer determines that no market practice for use of the applicable Replacement Reference Rate and/or the applicable Adjustment Spread exists, in such other manner as the Issuer determines is reasonably necessary) (such amendments, variations and/or modifications, the “**Benchmark Amendments**”); and

6.12.4.1.2 the terms of the Benchmark Amendments,

then the Issuer shall, subject to the Issuer having to give notice thereof to the Noteholders, the Calculation Agent and the Paying Agent in accordance with Condition 6.12.5 (*Notice and Implementation of Benchmark Replacement*), without any requirement for the consent or

approval of Noteholders, the Calculation Agent or the Paying Agent amend, vary or modify these Terms and Conditions and/or the Applicable Pricing Supplement to give effect to such Benchmark Amendments with effect from the Benchmark Replacement Date.

6.12.4.2 Any Benchmark Amendments shall constitute amendments of a technical nature for the purposes of Condition 19 (*Amendments to these Terms and Conditions*) and the Issuer shall comply with:

6.12.4.2.1 the requirements of Condition 19 (*Amendments to these Terms and Conditions*) in giving effect to such Benchmark Amendments; and

6.12.4.2.2 if the Notes are for the time being listed or admitted to trading on any Financial Exchange, the listings requirements of such Financial Exchange applicable to such Benchmark Amendments.

6.12.5 *Notice and Implementation of Benchmark Replacement*

6.12.5.1 The applicable Replacement Reference Rate, Adjustment Spread (if any) and Benchmark Amendments (if any) shall take effect on the Benchmark Replacement Date and after delivery of a Benchmark Replacement Notice in accordance with Condition 6.12.5.2

6.12.5.2 The Issuer shall deliver a written notice (the “**Benchmark Replacement Notice**”) to the Noteholders in accordance with Condition 16 (*Notices*), the Calculation Agent and the Paying Agent which Benchmark Replacement Notice shall:

6.12.5.2.1 specify:

- (a) the Benchmark Event and its related Benchmark Event Date;
- (b) the Benchmark Cessation Effective Date;
- (c) the Replacement Reference Rate;
- (d) the applicable Adjustment Spread (if any);
- (e) the terms of any Benchmark Amendments (if any); and
- (f) the Benchmark Replacement Date; and

6.12.5.2.2 be accompanied by a certificate signed by two of the Issuer’s authorised signatories confirming:

- (a) that a Benchmark Event and its related Benchmark Event Date has occurred;
- (b) the Replacement Reference Rate;
- (c) the applicable Adjustment Spread (if any);
- (d) the terms of any Benchmark Amendments (if any); and
- (e) the Benchmark Replacement Date,

in each case determined in accordance with this Condition 6.12 and certifying that such Benchmark Amendments are necessary to give effect to any application of this Condition 6.12.

6.12.5.3 A Benchmark Replacement Notice shall be irrevocable.

6.12.6 *Binding Determinations*

Any determination, decision or election made by the Issuer (or, if applicable, the Independent Adviser) pursuant to this Condition 6.12, including, without limitation, the determination of the occurrence of a Benchmark Event and its related Benchmark Event Date, the selection or determination of the Replacement Reference Rate and/or the Adjustment Spread, the determination of the Benchmark Replacement Date and/or the Benchmark Cessation Effective Date and the determination of any Benchmark Amendments, will (in the absence of wilful default, bad faith or manifest error) be binding on the Issuer, the Calculation Agent, the Paying Agent and the Noteholders.

6.12.7 *Survival of Original Reference Rate Provisions*

6.12.7.1 Without prejudice to the obligations of the Issuer under this Condition 6.12, the Original Reference Rate and the fallback provisions provided for in Condition 6.2.6.2 (*Screen Rate Determination*) or the Applicable Pricing Supplement will continue to apply unless and until a Benchmark Event and its related Benchmark Event Date has occurred and the Noteholders and the Calculation Agent have been notified of the Replacement Reference Rate, the applicable Adjustment Spread, any Benchmark Amendments and the Benchmark Replacement Date, in each case, in accordance with Condition 6.12.5.

6.12.7.2 If, following the occurrence of a Benchmark Event and its related Benchmark Event Date and in relation to the determination of the Interest Rate on the relevant Rate Determination Date, no Replacement Reference Rate and (if any) the applicable Adjustment Spread is determined and notified to the Noteholders and Calculation Agent in accordance with Condition 6.12.5, then, unless Condition 6.12.2.2 applies, the Original Reference Rate will continue to apply for the purposes of determining such Interest Rate on such Rate Determination Date, with the effect that the fallback provisions provided for in Condition 6.2.6.2 (*Screen Rate Determination*) or the Applicable Pricing Supplement will (if applicable) continue to apply to such determination.

6.12.7.3 Condition 6.12.7.2 shall apply to the determination of the Interest Rate on the relevant Rate Determination Date only and the Interest Rate applicable to any subsequent Interest Period(s) is subject to the subsequent operation of, and to adjustment as provided in, this Condition 6.12.

6.12.8 *Independent Adviser*

6.12.8.1 The Issuer may, at its sole discretion and expense, appoint an Independent Adviser to make any or all of the determinations, decisions or elections required under this Condition 6.12, including:

6.12.8.1.1 the occurrence of a Benchmark Event and the related Benchmark Event Date;

6.12.8.1.2 the determination of the Replacement Reference Rate; and

6.12.8.1.3 the determination of the Adjustment Spread or a formula or methodology for determining the applicable Adjustment Spread.

6.12.8.2 If an Independent Adviser is appointed, the Issuer shall notify the Noteholders of such appointment in the Benchmark Replacement Notice.

6.12.8.3 Any determination, decision or election made by the Independent Adviser shall be deemed to be a determination by the Issuer for the purposes of this Condition 6.12, unless the Issuer notifies the Noteholders otherwise prior to the Benchmark Replacement Date.

6.12.8.4 If no Independent Adviser is appointed, or if the Independent Adviser fails to make a determination within a reasonable period as determined by the Issuer, the Issuer shall make such determinations itself, acting in good faith and in a manner which is commercially reasonable and (if any) substantially consistent with market practice in domestic debt capital markets transactions which reference the Original Reference Rate.

6.12.8.5 An Independent Adviser appointed pursuant to this Condition 6.12.8 shall act in good faith and in a commercially reasonable manner and (in the absence of bad faith or fraud) shall have no liability whatsoever to the Issuer, the Calculation Agent, the Paying Agent or the Noteholders for any determination, decision or election made by it or for any advice given to the Issuer in connection with any determination made by the Issuer pursuant to this Condition 6.12.

6.12.9 Definitions

In this Condition 6.12:

“Adjusted Replacement Reference Rate” means the sum of the Replacement Reference Rate determined by the Issuer in accordance with Condition 6.12.2.1 (*Determination of Replacement Reference Rate*) and (if any) the Adjustment Spread applicable to the Replacement Reference Rate determined by the Issuer in accordance with Condition 6.12.3 (*Adjustment Spread*).

“Adjustment Spread” means, in respect of a Replacement Reference Rate determined in accordance with Condition 6.12.2.1 (*Determination of Replacement Reference Rate*), either a spread (which may be positive, negative or zero), or the formula or methodology for calculating a spread, in each case to be applied to the Supervisor Recommended Reference Rate, the Administrator Recommended Reference Rate or the Alternative Reference Rate (as applicable) in order to reduce or eliminate, to the extent reasonably practicable in the relevant circumstances, any economic prejudice or benefit (as applicable) to the Noteholders as a result of the replacement of the Original Reference Rate with the Supervisor Recommended Reference Rate, the Administrator Recommended Reference Rate or the Alternative Reference Rate (as applicable), and is the spread, formula or methodology which:

- (a) in the case of a Supervisor Recommended Reference Rate, is formally recommended, or formally provided as an option for parties to adopt, in relation to the replacement of the Original Reference Rate with the Supervisor Recommended Reference Rate by the Supervisor;
- (b) in the case of an Administrator Recommended Reference Rate, is formally recommended, or formally provided as an option for parties to adopt, in relation to the replacement of the Original Reference Rate with the Administrator Recommended Reference Rate by the Administrator or the Supervisor of the Administrator;
- (c) in the case of an Alternative Reference Rate or (where paragraphs (a) and (b) above do not apply) in the case of a Supervisor Recommended Reference Rate or an Administrator Recommended Reference Rate (as applicable), the Issuer, acting in good faith and in a commercially reasonable manner, determines (which may include consultation with an Independent Adviser (if appointed)) is customarily applied in domestic debt capital markets transactions which reference the Original Reference Rate to produce an industry accepted replacement rate for the Original Reference Rate, where the Original Reference Rate has been replaced by the Supervisor Recommended Reference Rate, the Administrator Recommended Reference Rate or the Alternative Reference Rate (as applicable); or
- (d) if the Issuer, acting in good faith and in a commercially reasonable manner, determines (which may include consultation with an Independent Adviser (if appointed)) that no such spread is customarily applied as contemplated in paragraph (c) above and paragraphs (a) and (b) above do not apply, the Issuer, acting in good faith and in a commercially reasonable manner, determines (which may include consultation with an Independent Adviser (if appointed)) is recognised or acknowledged as being the industry standard for over-the-counter derivative transactions which reference the Original Reference Rate, where the Original Reference Rate has been replaced by the relevant Supervisor Recommended Reference Rate, Administrator Recommended Reference Rate or Alternative Reference Rate (as applicable); or
- (e) if no such industry standard is recognised or acknowledged as contemplated in paragraph (d) above, the Issuer, in its discretion and acting in good faith and in a commercially reasonable manner, determines to be appropriate, which may include consultation with an Independent Adviser (if appointed) and shall take into account the requirements of this definition of *“Adjustment Spread”*.

“Administrator” means, in respect of any Original Reference Rate, the administrator for that rate or benchmark or, if there is no administrator, the provider of that rate or benchmark, and, in each case, any successor administrator or, as applicable, any successor administrator or provider.

“Administrator Recommended Reference Rate” means in respect of an Original Reference Rate, a successor to or replacement of that Original Reference Rate which is formally recommended by the Administrator of that Original Reference Rate.

“Alternative Reference Rate” means, in circumstances where there is no Supervisor Recommended

Reference Rate or Administrator Recommended Reference Rate as at an Interest Determination Date, an alternative rate to the Original Reference Rate which the Issuer (acting in good faith, in a commercially reasonable manner and by reference to such sources and available information as it deems appropriate taking into account prevailing market practices, any recommendations by any relevant industry body(ies) or working group established for the domestic debt capital markets and any applicable regulatory guidance) determines has replaced the Original Reference Rate in customary market usage in the domestic debt capital markets for the purposes of determining floating rates of interest (or the relevant component part thereof) for debt securities denominated in the same Specified Currency as the Notes and of a comparable duration to the relevant Interest Period or, if the Issuer determines that there is no such rate, such other rate which the Issuer determines in its discretion (acting in good faith and in a commercially reasonable manner) is most comparable to the Original Reference Rate.

“**Benchmark Amendments**” has the meaning given to it in Condition 6.12.4 (*Benchmark Amendments*).

“**Benchmark Event**” means:

- (a) the Original Reference Rate ceasing to be published for a period of at least five Business Days or ceasing to exist; or
- (b) the Administrator of the Original Reference Rate publicly announces that it has ceased or will, by a specified date, cease publishing the Original Reference Rate permanently or indefinitely (in circumstances where no successor Administrator has been appointed that will continue publication of the Original Reference Rate); or
- (c) the Supervisor of the Administrator of the Original Reference Rate publicly announces that the Original Reference Rate has been or will, by a specified date, be permanently or indefinitely discontinued; or
- (d) the Supervisor of the Administrator of the Original Reference Rate publicly announces that the Original Reference Rate will be prohibited from being used either generally, or in respect of the Notes; or
- (e) the Supervisor of the Administrator of the Original Reference Rate publicly announces that use of the Original Reference Rate will be subject to restrictions or adverse consequences, either generally or in respect of the Notes; or
- (f) the Supervisor of the Administrator of the Original Reference Rate makes a public announcement or publishes information stating that the Original Reference Rate is no longer or, as of a specified future date will no longer be, representative of the underlying market or economic reality that it is intended to measure and that representativeness will not be restored (as determined by such Supervisor); or
- (g) it has or will prior to the next Rate Determination Date become unlawful or otherwise prohibited for the Calculation Agent, the Paying Agent or the Issuer to calculate any payments due to be made to any Noteholder using the Original Reference Rate.

“**Benchmark Event Date**” means, in respect of an Original Reference Rate and a related Benchmark Event, the date which is the later of:

- (a) the date of the occurrence of the relevant Benchmark Event; and
- (b) notwithstanding paragraph (a) above, where the relevant Benchmark Event is a public announcement or statement within paragraphs (b), (c), (d), (e) or (f) of the definition of “*Benchmark Event*” and the relevant specified future date in the public announcement or statement is more than six months after the date of that public announcement or statement, the date falling six months prior to such specified future date.

“**Benchmark Cessation Effective Date**” means the earliest to occur on or after the relevant Benchmark Event Date of the following events with respect to the Original Reference Rate:

- (a) in the case of the Benchmark Event under paragraph (a), (f) or (g) of the definition of “*Benchmark Event*”, the date of the occurrence of such Benchmark Event;

- (b) in the case of the Benchmark Event under paragraph (b) of the definition of “*Benchmark Event*”, the date of the cessation of the publication of the Original Reference Rate;
- (c) in the case of the Benchmark Event under paragraph (c) of the definition of “*Benchmark Event*”, the date of the permanent discontinuation of the Original Reference Rate;
- (d) in the case of the Benchmark Event under paragraph (d) of the definition of “*Benchmark Event*”, the date on which the Original Reference Rate is prohibited from being used; and
- (e) in the case of the Benchmark Event under paragraph (e) of the definition of “*Benchmark Event*”, the date on which the Original Reference Rate becomes subject to restrictions or adverse consequences.

“**Benchmark Replacement Date**” means the date specified as such by the Issuer in the Benchmark Replacement Notice, being a date not earlier than the earlier of:

- (a) 5 Business Days following the date of delivery of the Benchmark Replacement Notice (or such shorter period as the Issuer determines (acting reasonably and in good faith) is practicable in the circumstances); and
- (b) the Benchmark Cessation Effective Date.

“**Benchmark Replacement Notice**” means has the meaning given to it in Condition 6.12.5.2 (*Notice and Implementation of Benchmark Replacement*).

“**Final Fallback Rate**” has the meaning given to it in Condition 6.12.2.2 (*Determination of Replacement Reference Rate*).

“**Independent Adviser**” means an independent financial institution or financial adviser of recognised standing and with appropriate experience in the domestic capital markets, selected and appointed by the Issuer in accordance with Condition 6.12.8 (*Independent Adviser*).

“**Original Reference Rate**” means the Reference Rate originally specified in the Applicable Pricing Supplement for the purposes of determining the relevant Interest Rate (or any component part thereof) in respect of the Notes (*provided that* if, following one or more Benchmark Events and the related Benchmark Event Date(s), such Reference Rate originally specified in the Applicable Pricing Supplement for the purposes of determining the relevant Interest Rate (or any component part thereof) in respect of the Notes (or any Replacement Reference Rate which has replaced it) has been replaced by a (or a further) Replacement Reference Rate and a Benchmark Event and its related Benchmark Event Date subsequently occurs in respect of such Replacement Reference Rate, the term Original Reference Rate shall include any such Replacement Reference Rate).

“**Replacement Reference Rate**” has the meaning given to it in Condition 6.12.2.1 (*Determination of Replacement Reference Rate*).

“**Replacement Reference Rate Determination Cut-off Date**” means the date, after the Benchmark Event Date, that is no later than 5 Business Days prior to the Rate Determination Date relating to the first Interest Period commencing after the relevant Benchmark Cessation Effective Date.

“**Supervisor**” means, in respect of an Original Reference Rate:

- (a) the central bank, supervisor, regulator or other supervisory authority that is responsible for supervising (i) that Applicable Benchmark Rate, and/or (ii) the Administrator of that Original Benchmark Rate; or
- (b) any working group or committee officially endorsed or convened by, chaired or co-chaired by or constituted at the request of any such central bank, supervisor, or regulator or other supervisory authority or a group of the aforementioned central bank, supervisors, regulators or other supervisory authorities.

“**Supervisor Recommended Reference Rate**” means, in respect of an Original Reference Rate, a successor to or replacement of that Original Reference Rate which is formally recommended by the Supervisor of that Original Reference Rate.

SCHEDULE 3

ADDITIONAL RISK FACTORS RELATING TO ZARONIA

The market continues to develop in relation to ZARONIA as a reference rate for Floating Rate Notes

Investors should be aware that the market continues to develop in relation to ZARONIA as a reference rate in the capital markets and its adoption as alternatives to JIBAR. In addition, market participants and relevant working groups are exploring alternative reference rates based on ZARONIA, including a term ZARONIA reference rate (which seeks to measure the market's forward expectation of an average ZARONIA rate over a designated term). The development of ZARONIA rates as interest reference rates for the South African bond market, as well as continued development of ZARONIA based rates for such market and the market infrastructure for adopting such rates, could result in reduced liquidity or increased volatility or could otherwise affect the market price of the Notes.

The use of ZARONIA as a reference rate for bonds in the South African capital markets continues to develop both in terms of the substance of the calculation and in the development and adoption of market infrastructure for the issuance and trading of bonds referencing ZARONIA.

The market or a significant part thereof may adopt an application of ZARONIA that differs significantly from that set out in the Terms and Conditions as applicable to the Notes. Furthermore, the Issuer may in future issue Notes referencing ZARONIA that differ materially in terms of interest determination when compared with the Notes. In addition, the manner of adoption or application of ZARONIA reference rates in the South African bond market may differ materially compared with the application and adoption of ZARONIA in other markets, such as the derivatives and loan markets. Noteholders should carefully consider how any mismatch between the adoption of ZARONIA reference rates across these markets may impact any hedging or other financial arrangements which they may put in place in connection with any acquisition, holding or disposal of Notes referencing ZARONIA.

ZARONIA differs from JIBAR in a number of material respects and has a limited history

ZARONIA differs from JIBAR in a number of material respects, including that ZARONIA is a backwards-looking, risk-free overnight rate, whereas JIBAR is expressed on the basis of a forward-looking term and includes a risk-element based on inter-bank lending. As such, investors should be aware that ZARONIA may behave materially differently as interest reference rates for the Notes, compared to JIBAR.

The future performance of ZARONIA may be difficult to predict based on the limited historical performance. The level of ZARONIA during the term of the Notes may bear little or no relation to the historical level of ZARONIA. Prior observed patterns, if any, in the behaviour of market variables and their relation to ZARONIA such as correlations, may change in the future.

Furthermore, the Interest Rate is only capable of being determined immediately prior to the relevant Interest Payment Date. It may be difficult for Noteholders to estimate reliably the amount of interest which will be payable on the Notes, and some investors may be unable or unwilling to trade such Notes without changes to their IT systems, both of which factors could adversely impact the liquidity of the Notes.

The administrator of ZARONIA may make changes that could change the value of ZARONIA or discontinue ZARONIA

The South African Reserve Bank (or its successor), as administrator of ZARONIA, may make methodological or other changes that could change the value of ZARONIA, including changes related to the method by which ZARONIA is calculated, eligibility criteria applicable to the transactions used to calculate ZARONIA, or timing related to the publication of ZARONIA. In addition, the administrator may alter, discontinue or suspend calculation or dissemination of ZARONIA (in which case a fallback method of determining the interest rate on the Notes will apply). The relevant administrator has no obligation to consider the interests of Noteholders when calculating, adjusting, converting, revising or discontinuing ZARONIA.