

31 May 2022

RESIDUAL DEBT SERVICES LIMITED ("RDS") - STUB INSTRUMENTS FACE VALUES

Introduction

The exchange offer, as detailed in the Offering Information Memorandum ("OIM") issued on 4 February 2016, was successfully implemented on 4 April 2016. The OIM, inter alia, detailed the creation of a new bank (African Bank Limited) and the transfer of the core assets and business to the new African Bank Limited, which received an injection of R10 billion from its new parent, African Bank Holdings Limited (the "Transaction").

The material liabilities of Residual Debt Services Limited ("RDS") were exchanged, as part of the Transaction, for new instruments held in African Bank Limited, together with certain residual claims on the assets of RDS – "senior stub instruments" and "sub-ordinated stub instruments" and a partial cash settlement.

Stub instruments' carrying values

In terms of the exchange offer executed on 4 April 2016, three distinct tranches of stub instruments were issued with specific terms and conditions and applicable term sheets.

In order to assist holders of the various types of stub instruments to calculate their contractual carrying values for their respective holdings, the detailed calculations below have been provided for this purpose. The three categories of stub instruments are:

1. Transferable senior stub instruments (ZAU000014557) with an original nominal value of R3 972 899 102 and an interest commencement date of 10 August 2014;
2. Non-transferable senior stub instruments (ZAU000014540) with an original nominal value of R1 326 100 and an interest commencement date of 10 August 2014; and
3. Transferable subordinated stub instruments (ZAU000014532) with a nominal value of R3 620 892 415 and an interest commencement date of 4 April 2016.

Please note that the values disclosed are the contractual carrying values and **do not** necessarily represent the fair values or market values of these instruments.

Senior stub holders (transferable and non-transferable) instruments issued as part of the exchange offer effected on 4 April 2016 represent their proportionate share of the total transferable instrument value of R3 972 899 102 and total non-transferable instrument value of R1 326 100 respectively, being the nominal values as at 10 August 2014. These original nominal values have subsequently been reduced as a result of the senior stub payments, which took place from July 2019 onwards, being part interest payments and part return of the original nominal values. As at 26 January 2022, the adjusted nominal values of the transferable instrument is now R 2 568 001 095, while the non-transferable instrument is R 857 164. So for example if you have a holding of R1 000 000 transferable senior stub instruments (ZAU000014557), your holding has a contractual face value of R 1 023 624 (R1 000 000/2 568 001 095 multiplied by R 2 628 668 140 (31 May 2022 total face value after taking into account the various stub payments and return of capital which has taken place every 6 months starting January'18)).

The three distinct contractual face values are updated on a monthly basis and posted on the RDS webpage.

Disclaimer:

This release must be read in conjunction with the OIM. Nothing in this statement should be considered to alter the legal terms and conditions agreed to and detailed in the OIM and pursuant to the Transaction. The curator of RDS does not make any representation that all relevant information has been disclosed in this release, nor does he accept any responsibility for the accuracy, completeness, validity or correctness of the statements made in this release or any other document prepared in connection with this release or any omissions therefrom. Holders should seek their own independent financial, legal and tax advice on the merits and on the consequences of this release.

1. Transferable senior stub instruments (ZAU000014557)

					Transferable Senior Stub (ZAU000014557)	
					Nominal as at 10 Aug'14	3 972 899 101,87
					Spread Over 3m Jibar	300
					Today's Date	04-Jun-22
Reset/Value Date	Weekday	Jibar Reset	3M Jibar plus Spread	CashFlows (PMT)	Capitalised Principal	
10-Aug-14	08-Aug-14					3 972 899 102
10-Nov-14	10-Nov-14	6,025%	9,025%	-		4 063 274 393
10-Feb-15	10-Feb-15	6,092%	9,092%	-		4 156 391 729
10-May-15	11-May-15	6,100%	9,100%	-		4 249 654 327
10-Aug-15	11-Aug-15	6,125%	9,125%	-		4 347 396 376
10-Nov-15	10-Nov-15	6,300%	9,300%	-		4 448 196 419
10-Feb-16	10-Feb-16	6,333%	9,333%	-		4 552 837 010
04-Apr-16	04-Apr-16	6,983%	9,983%	-		4 620 079 544
10-May-16	10-May-16	6,983%	9,983%	-		4 664 907 899
10-Aug-16	10-Aug-16	7,308%	10,308%	-		4 786 110 642
10-Nov-16	10-Nov-16	7,358%	10,358%	-		4 911 065 632
10-Feb-17	10-Feb-17	7,358%	10,358%	-		5 039 282 926
10-May-17	10-May-17	7,350%	10,350%	-		5 166 459 240
10-Aug-17	10-Aug-17	7,342%	10,342%	-		5 301 135 952
10-Nov-17	10-Nov-17	7,058%	10,058%	-		5 435 528 608
29-Jan-18	29-Jan-18	7,050%	10,050%	-499 833 162		5 055 425 993
10-Feb-18	12-Feb-18	7,050%	10,050%	-		5 074 452 085
10-May-18	10-May-18	7,133%	10,133%	-		5 197 013 449
30-Jul-18	30-Jul-18	6,900%	9,900%	-649 783 111		4 661 408 012
10-Aug-18	10-Aug-18	6,900%	9,900%	-		4 674 974 954
10-Nov-18	12-Nov-18	6,975%	9,975%	-		4 795 070 577
30-Jan-19	30-Jan-19	7,017%	10,017%	-649 783 111		4 249 247 618
10-Feb-19	11-Feb-19	7,017%	10,017%	-		4 262 899 128
10-May-19	10-May-19	7,150%	10,150%	-		4 367 217 526
31-Jul-19	31-Jul-19	7,158%	10,158%	-599 799 795		3 867 080 745
10-Aug-19	12-Aug-19	7,158%	10,158%			3 879 662 476
10-Nov-19	11-Nov-19	6,842%	9,842%			3 974 860 039
29-Jan-20	29-Jan-20	6,800%	9,800%	-499 833 162		3 559 337 470
10-Feb-20	10-Feb-20	6,800%	9,800%			3 570 533 721
10-May-20	11-May-20	6,558%	9,558%			3 655 617 876
29-Jul-20	29-Jul-20	4,533%	7,533%	-399 866 530		3 315 353 642
11-Aug-20	11-Aug-20	4,533%	7,533%			3 324 088 778
10-Nov-20	10-Nov-20	3,500%	6,500%			3 377 957 230
27-Jan-21	27-Jan-21	3,333%	6,333%	-399 866 530		3 023 806 400
10-Feb-21	10-Feb-21	3,333%	6,333%			3 031 040 468
10-May-21	10-May-21	3,642%	6,642%			3 080 129 871
28-Jul-21	28-Jul-21	3,675%	6,675%	-349 883 214		2 774 746 095
10-Aug-21	10-Aug-21	3,675%	6,675%			2 781 236 976
10-Nov-21	10-Nov-21	3,675%	6,675%			2 828 030 336
26-Jan-22	26-Jan-22	3,683%	6,683%	-299 899 897,47		2 568 001 095
10-Feb-22	10-Feb-22	3,683%	6,683%			2 574 944 449
10-May-22	10-May-22	4,167%	7,167%			2 616 904 544
31-May-22	31-May-22	4,458%	7,458%			2 628 668 140

2. Non-transferable senior stub instruments (ZAU000014540)

					Non-Transferable Senior Stub (ZAU000014540)	
					Nominal as at 10 Aug'14	1 326 100
					Spread Over 3m Jibar	300
					Today's Date	04-Jun-22
Reset/Value Date	Weekday	Jibar Reset	3M Jibar plus Spread	CashFlows (PMT)	Capitalised Principal	
10-Aug-14	08-Aug-14				1 326 100	
10-Nov-14	10-Nov-14	6,025%	9,025%		1 356 266	
10-Feb-15	10-Feb-15	6,092%	9,092%		1 387 347	
10-May-15	11-May-15	6,100%	9,100%		1 418 477	
10-Aug-15	11-Aug-15	6,125%	9,125%		1 451 102	
10-Nov-15	10-Nov-15	6,300%	9,300%		1 484 748	
10-Feb-16	10-Feb-16	6,333%	9,333%		1 519 675	
04-Apr-16	04-Apr-16	6,983%	9,983%		1 542 120	
10-May-16	10-May-16	6,983%	9,983%	-	1 557 083	
10-Aug-16	10-Aug-16	7,308%	10,308%	-	1 597 539	
10-Nov-16	10-Nov-16	7,358%	10,358%	-	1 639 247	
10-Feb-17	10-Feb-17	7,358%	10,358%	-	1 682 045	
10-May-17	10-May-17	7,350%	10,350%	-	1 724 494	
10-Aug-17	10-Aug-17	7,342%	10,342%	-	1 769 448	
10-Nov-17	10-Nov-17	7,058%	10,058%	-	1 814 306	
29-Jan-18	29-Jan-18	7,050%	10,050%	-166 838	1 687 433	
10-Feb-18	12-Feb-18	7,050%	10,050%	-	1 693 783	
10-May-18	10-May-18	7,133%	10,133%	-	1 734 693	
30-Jul-18	30-Jul-18	6,900%	9,900%	-216 889	1 555 915	
10-Aug-18	10-Aug-18	6,900%	9,900%	-	1 560 443	
10-Nov-18	12-Nov-18	6,975%	9,975%	-	1 600 530	
30-Jan-19	30-Jan-19	7,017%	10,017%	-216 889	1 418 341	
10-Feb-19	11-Feb-19	7,017%	10,017%	-	1 422 898	
10-May-19	10-May-19	7,150%	10,150%	-	1 457 718	
31-Jul-19	31-Jul-19	7,158%	10,158%	-200 205	1 290 779	
10-Aug-19	12-Aug-19	7,158%	10,158%		1 294 979	
10-Nov-19	11-Nov-19	6,842%	9,842%		1 326 755	
29-Jan-20	29-Jan-20	6,800%	9,800%	-166 838	1 188 059	
10-Feb-20	10-Feb-20	6,800%	9,800%		1 191 796	
10-May-20	11-May-20	6,558%	9,558%		1 220 196	
29-Jul-20	29-Jul-20	4,533%	7,533%	-133 470	1 106 620	
11-Aug-20	11-Aug-20	4,533%	7,533%		1 109 536	
10-Nov-20	10-Nov-20	3,500%	6,500%		1 127 516	
27-Jan-21	27-Jan-21	3,333%	6,333%	-133 470	1 009 306	
10-Feb-21	10-Feb-21	3,333%	6,333%		1 011 720	
10-May-21	10-May-21	3,642%	6,642%		1 028 106	
28-Jul-21	28-Jul-21	3,675%	6,675%	-116786	926 173	
10-Aug-21	10-Aug-21	3,675%	6,675%		928 339	
10-Nov-21	10-Nov-21	3,675%	6,675%		943 958	
26-Jan-22	26-Jan-22	3,683%	6,683%	-100 102,53	857 164	
10-Feb-22	10-Feb-22	3,683%	6,683%		859 482	
10-May-22	10-May-22	4,167%	7,167%		873 487	
31-May-22	31-May-22	4,458%	7,458%		877 414	

3. Transferable subordinated stub instruments (ZAU000014532).

				Subordinated Stub (ZAU000014532)	
				Bal on 04 April 2016	3 620 892 415
				Spread Over 3m Jibar	500
				Today's Date	03-Jun-22
Reset/Value Date	Weekday	Jibar Reset	3M Jibar plus Spread	CashFlows (PMT)	Capitalised Principal
04-Apr-16	04-Apr-16				3 620 892 415
04-Jul-16	04-Jul-16	7,233%	12,233%	-	3 731 324 971
04-Oct-16	04-Oct-16	7,358%	12,358%	-	3 847 551 757
04-Jan-17	04-Jan-17	7,358%	12,358%	-	3 967 398 883
04-Apr-17	04-Apr-17	7,358%	12,358%	-	4 088 292 592
04-Jul-17	04-Jul-17	7,375%	12,375%	-	4 214 427 619
04-Oct-17	04-Oct-17	7,350%	12,350%	-	4 345 617 555
04-Jan-18	04-Jan-18	6,992%	11,992%	-	4 476 969 977
04-Apr-18	04-Apr-18	7,158%	12,158%	-	4 611 183 404
04-Jul-18	04-Jul-18	6,892%	11,892%	-	4 747 898 297
04-Oct-18	04-Oct-18	6,958%	11,958%	-	4 891 003 333
04-Jan-19	04-Jan-19	7,017%	12,017%	-	5 039 149 010
04-Apr-19	04-Apr-19	7,150%	12,150%	-	5 190 116 392
04-Jul-19	04-Jul-19	7,158%	12,158%	-	5 347 437 778
04-Oct-19	04-Oct-19	7,025%	12,025%	-	5 509 516 420
04-Jan-20	06-Jan-20	6,775%	11,775%	-	5 676 590 618
04-Apr-20	06-Apr-20	6,800%	11,800%		5 843 591 249
04-Jul-20	06-Jul-20	5,608%	10,608%	-	5 998 138 708
04-Oct-20	05-Oct-20	3,883%	8,883%	-	6 130 977 432
04-Jan-21	04-Jan-21	3,358%	8,358%	-	6 258 733 228
04-Apr-21	06-Apr-21	3,642%	8,642%		6 395 064 556
04-Jul-21	05-Jul-21	3,675%	8,675%		6 531 857 615
04-Oct-21	04-Oct-21	3,692%	8,692%		6 673 406 011
04-Jan-22	04-Jan-22	3,675%	8,675%	-	6 819 325 062
04-Apr-22	04-Apr-22	3,892%	8,892%		6 968 842 033
31-May-22	31-May-22	4,367%	9,367%	-	7 072 570 097