Absa Bank Limited

(Incorporated with limited liability in South Africa under registration number 1986/004794/06)

Issue of ZAR195,000,000 Unsubordinated Registered Notes with Stock Code ABFN18

Under its ZAR60,000,000,000 Domestic Medium Term Note Programme

This document constitutes the Applicable Pricing Supplement relating to the issue of the Tranche of Notes described in this Pricing Supplement.

This Pricing Supplement must be read in conjunction with the Programme Memorandum issued by Absa Bank Limited dated 21 October 2014, as amended. To the extent that there is any conflict or inconsistency between the contents of this Pricing Supplement and the Programme Memorandum, the provisions of this Pricing Supplement shall prevail.

Any capitalised terms not defined in this Pricing Supplement shall have the meanings ascribed to them in the Terms and Conditions of the Unsubordinated Notes, Tier 2 Notes and Additional Tier 1 Notes. References in this Pricing Supplement to the Terms and Conditions are to the section of the Programme Memorandum "*Terms and Conditions of the Unsubordinated Notes, Tier 2 Notes and Additional Tier 1 Notes*". References to any Condition in this Pricing Supplement are to that Condition of the Terms and Conditions.

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

DESCRIPTION OF THE NOTES

1.	Issuer	Absa Bank Limited
2.	Status of Notes	Unsubordinated Notes
3.	(a) Tranche Number	1
	(b) Series Number	32
4.	Aggregate Principal Amount	ZAR195,000,000
5.	Interest/Payment Basis	Floating Rate
6.	Form of Notes	Registered Notes
7.	Security	Unsecured
8.	Automatic/Optional Conversion from one Interest/Payment Basis to another	Not Applicable
9.	Issue Date and First Settlement Date	26 September 2016
10.	Business Centre	Johannesburg
11.	Additional Business Centre	Not Applicable
12.	Specified Denomination	Notes are subject to a minimum denomination of ZAR1,000,000.00
13.	Issue Price	100%
14.	Interest Commencement Date	26 September 2016

15.	Maturity Date	26 September 2023
16.	Specified Currency	ZAR
17.	Applicable Business Day Convention	Modified Following Business Day
18.	Calculation Agent	Absa Corporate and Investment Bank, a division of Absa Bank Limited
19.	Specified Office of the Calculation Agent	15 Alice Lane, Sandton 2196
20.	Paying Agent	Absa Corporate and Investment Bank, a division of Absa Bank Limited
21.	Specified Office of the Paying Agent	15 Alice Lane, Sandton 2196
22.	Transfer Agent	Standard Chartered Bank
23.	Specified Office of the Transfer Agent	4 Sandown Valley Crescent, Sandton, South Africa
24.	Final Redemption Amount	ZAR195,000,000

PARTLY PAID NOTES

25.	Amount of each payment comprising the Issue Price	Not Applicable
26.	Date upon which each payment is to be made by Noteholder	Not Applicable
27.	Consequences (if any) of failure to make any such payment by Noteholder	Not Applicable
28.	Interest Rate to accrue on the first and subsequent instalments after the due date for payment of such instalments	Not Applicable

INSTALMENT NOTES

29.	Instalment Dates	Not Applicable
30.	Instalment Amounts (expressed as a percentage of the aggregate Principal Amount of the Notes)	Not Applicable

FIXED RATE NOTES

31.	(a)	Fixed Interest Rate	Not Applicable
	(b)	Interest Payment Date(s)	Not Applicable
	(c)	Initial Broken Amount	Not Applicable
	(d)	Final Broken Amount	Not Applicable
	(e)	Any other terms relating to the particular method of calculating interest	Not Applicable

FLOATING RATE NOTES

32.	(a)	Interest Payment Date(s)	26 December, 26 March, 26 June and 26 September until Maturity Date
	(b)	Interest Period(s)	Each period from and including one Interest Payment Date to, but excluding the next Interest Payment Date, provided that the first Interest Period shall commence on the Interest Commencement Date and the final Interest Period shall end on, but exclude, the Maturity Date.
	(c)	Definitions of Business Day (if different from that set out in Condition 1 of the Terms and Conditions)	Not Applicable
	(d)	Minimum Interest Rate	Not Applicable
	(e)	Maximum Interest Rate	Not Applicable
	(f)	Other terms relating to the method of calculating interest (e.g., Day Count Fraction, rounding up	Not Applicable

provision, if different from Condition 6 of the Terms and Conditions)	
33. Manner in which the Interest Rate is to be determined	Screen Rate Determination
34. Margin	183bps per annum to be added to the Reference Rate
35. If ISDA Determination	
(a) Floating Rate	Not Applicable
(b) Floating Rate Option	Not Applicable
(c) Designated Maturity	Not Applicable
(d) Reset Date(s)	Not Applicable
36. If Screen Determination	
(a) Reference Rate (including relevant period by reference to which the Interest Rate is to be calculated)	3 (three) month ZAR-JIBAR-SAFEX
(b) Interest Determination Date(s)	26 December, 26 March, 26 June and 26 September. The first interest determination date is 21 September 2016.
(c) Relevant Screen Page and Reference Code	Reuters screen SAFEY page under caption "Yield" (or on the SAFEX nominated successor screen for JIBAR) on or about 11h00, Johannesburg time, rounded to the nearest third decimal point
37. If Interest Rate to be calculated otherwise than by reference to the previous 2 sub-paragraphs, insert basis for determining Interest Rate/Margin/Fall back provisions	Not Applicable
38. If different from the Calculation Agent, agent responsible for calculating amount of principal and interest	Not Applicable

MIXED RATE NOTES

39. Period(s) during which the interest rate for the Mixed Rate Notes will be (as applicable) that for:	Not Applicable
(a) Fixed Rate Notes	Not Applicable
(b) Floating Rate Notes	Not Applicable
(c) Indexed Notes	Not Applicable
(d) Other Notes	Not Applicable

ZERO COUPON NOTES

40. (a) Implied Yield	Not Applicable
(b) Reference Price	Not Applicable
(c) Any other formula or basis for determining amount(s) payable	Not Applicable

INDEXED NOTES

41. (a) Type of Indexed Notes	Not Applicable
(b) Index/Formula by reference to which Interest Amount/Final Redemption Amount is to be determined	Not Applicable
(c) Manner in which the Interest Amount/Final Redemption Amount is to be determined	Not Applicable
(d) Interest Period	Not Applicable
(d) Interest Payment Date(s)	Not Applicable
(f) If different from the Calculation Agent, agent responsible for calculating amount of principal and	Not Applicable

interest	
(g) Provisions where calculation by reference to Index and/or Formula is impossible or impracticable	Not Applicable
EXCHANGEABLE NOTES	
42. Mandatory Exchange applicable?	Not Applicable
43. Noteholders' Exchange Right applicable?	Not Applicable
44. Exchange Securities	Not Applicable
45. Manner of determining Exchange Price	Not Applicable
46. Exchange Period	Not Applicable
47. Other	Not Applicable
OTHER NOTES	
48. If the Notes are not Partly Paid Notes, Instalment Notes, Fixed Rate Notes, Floating Rate Notes, Mixed Rate Notes, Zero Coupon Notes, Indexed Notes or Exchangeable Notes or if the Notes are a combination of any of the aforegoing, set out the relevant description and any additional Terms and Conditions relating to such Notes	Not Applicable
PROVISIONS REGARDING REDEMPTION	
49. Prior consent of Registrar of Banks required for any redemption prior to the Maturity Date	No
50. Redemption at the option of the Issuer: if yes:	No
(a) First Optional Redemption Date	Not Applicable
(b) Optional Redemption Date(s)	Not Applicable
(c) Optional Redemption Amount(s) and method, if any, of calculation of such amount(s)	Not Applicable
(d) Minimum period of notice (if different to Condition 11.4 of the Terms and Conditions)	Not Applicable
(e) If redeemable in part: Minimum Redemption Amount(s) Higher Redemption Amount(s)	Not Applicable
(f) Approval(s) of Registrar of Banks	Not Applicable
(g) Other terms applicable on Redemption	Not Applicable
51. Redemption at the option of the Noteholders: If yes:	Not Applicable
(a) Optional Redemption Date(s)	Not Applicable
(b) Optional Redemption Amount(s) and method, if any, of calculation of such amount(s)	Not Applicable
(c) Minimum period of notice (if different to Condition 11.5 of the Terms and Conditions)	Not Applicable
(d) If redeemable in part: Minimum Redemption Amount(s) Higher Redemption Amount(s)	Not Applicable
(e) Other terms applicable on Redemption	Not Applicable
(f) Attach *pro forma* put notice(s)	
52. Early Redemption Amount(s)	Yes
(a) Early Redemption Amount (Regulatory)	Principal Amount plus accrued interest (if any) to the date fixed for redemption
(b) Early Redemption Amount (Tax)	Principal Amount plus accrued interest (if

		any) to the date fixed for redemption
	(c) Early Termination Amount	Not Applicable

NON-VIABILITY TRIGGER EVENT

53.	Conversion upon the occurrence of a Non-Viability Trigger Event specified by the Registrar of Banks in terms of Regulation 13(b)(i) or 14(a)(i) of the Additional Tier 1 Capital Regulations or the Tier 2 Capital Regulations, as the case may be	Not Applicable
54.	Write-off upon the occurrence of a Non-Viability Trigger Event specified by the Registrar of Banks in terms of Regulation 13(b)(i) or 14(a)(i) of the Additional Tier 1 Capital Regulations or the Tier 2 Capital Regulations, as the case may be	Not Applicable

GENERAL

55.	Additional selling restrictions	Not Applicable
56.	(a) International Securities Numbering (ISIN)	ZAG000139684
	(b) Stock Code	ABFN18
57.	Financial Exchange	JSE
58.	Method of distribution	Private Placement
59.	If syndicated, names of managers	Not Applicable
60.	Receipts attached? If yes, number of Receipts attached	Not Applicable
61.	Coupons attached? If yes, number of Coupons attached	Not Applicable
62.	Talons attached? If yes, number of Talons attached	Not Applicable
63.	Credit Rating assigned to Notes (if any), date of such rating and date for review of such rating	Issuer Rating: Aa1.za as assigned by Moody's on 10 November 2014 and zaAA- as assigned by S&P on 30 March 2015. The ratings will be reviewed within the next 12 months.
64.	Rating Agency (if any)	Moody's and Standard & Poor's Ratings Services
65.	Stripping of Receipts and/or Coupons prohibited as provided in Condition 15.4 of the Terms and Conditions?	Not Applicable
66.	Governing law (if the laws of South Africa are not applicable)	Not Applicable
67.	Other Banking Jurisdiction	Not Applicable
68.	Last Day to Register	15 December, 15 March, 15 June and 15 September
69.	Books Closed Period	The period from 16 December to 25 December of each year (both days inclusive), the period from 16 March to 25 March of each year (both days inclusive), the period from 16 June to 25 June (both days inclusive) and the period 16 September to 25 September (both days inclusive) until the final redemption date
70.	Debt Sponsor	Absa Corporate and Investment Bank, a division of Absa Bank Limited
71.	Stabilisation Manager (if any)	Not Applicable
72.	Pricing Methodology	Private Placement
73.	Authorised amount of the Programme	ZAR60,000,000,000. In accordance with paragraph 4.22 of the JSE Debt Listings Requirements, the issuer hereby confirms that the Programme Amount has not been exceeded at the time of issuing the notes.

74.	Set out the relevant description of any additional/other Terms and Conditions relating to the Notes (including covenants, if any)	Not Applicable
75.	Negative Pledge	Condition 23 in the Programme Memorandum is applicable
76.	Event of Default	Condition 13 in the Programme Memorandum is applicable
77.	Total Notes in Issue	ZAR37,634,100,523.75

Responsibility

The JSE takes no responsibility for the contents of the Programme Memorandum, Pricing Supplements, or the annual report (as amended or restated from time to time) or the amendments to the annual report, makes no representation as to the accuracy or completeness of any of the foregoing documents and expressly disclaims any liability for any loss arising from or in reliance upon the whole or any part of Programme Memorandum, Pricing Supplements, or the annual report (as amended or restated from time to time) or the amendments to the annual report. The Applicant Issuer certifies that to the best of their 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 Placing Document contains all information required by law and the JSE Listings Requirements. The Applicant Issuer accepts full responsibility for the accuracy of the information contained in the Programme Memorandum, Pricing Supplements, and the annual report or the amendments to the annual report, except as otherwise stated therein

Application is hereby made to list this issue of Notes on the Interest Rate Market of the JSE on 26 September 2016.

ABSA BANK LIMITED

Issuer

By: ____________________
Duly authorised D. Raju
BAGL Group Treasurer

Date: 22 September 2016

By: ____________________
Duly authorised A. Krieg
Principal

Date: 22 September 2016