



**Absa Bank Limited**

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

**Issue of ZAR366,000,000 Unsubordinated Registered Notes with Stock Code ABFN23**

(to be consolidated and form a single Series with the existing issue of ZAR500,000,000 Unsubordinated Registered Notes due 25 May 2027)

**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	02
(b) Series Number	38
4. Aggregate Principal Amount	ZAR366,000,000
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	17 October 2017
10. Business Centre	Johannesburg
11. Additional Business Centre	Not Applicable
12. Specified Denomination	Notes are subject to a minimum denomination of R1,000,000.00

13. Issue Price	102.985777%
14. Interest Commencement Date	25 August 2017
15. Maturity Date	25 May 2027
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	ZAR366,000,000

#### **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)	25 February, 25 May, 25 August and 25 November in each year, commencing on 25 November 2017 and ending on the 25 May 2027
(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 the Interest Termination Date
(c) Definitions of Business Day (if different from that set out in Condition 1 of the Terms and Conditions)	Not Applicable

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|---|---|
| (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 provision, if different from Condition 6 of the Terms and Conditions) | Not Applicable  |
| 33. Manner in which the Interest Rate is to be determined   | Screen Rate Determination   |
| 34. Margin  | 205 bps per annum to be added to the relevant 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)  | 25 February, 25 May, 25 August and 25 November. The first interest determination date is 25 August 2017   |
| (c) Relevant Screen Page and Reference Code   | Reuters screen SAFEX 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**

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|---|----------------|
| 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**

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| 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**

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|---|----------------|
| 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 interest | Not Applicable |
| (g) Provisions where calculation by reference to Index and/or Formula is impossible or impracticable            | Not Applicable |

**EXCHANGEABLE NOTES**

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|---|----------------|
| 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**

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| 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 foregoing, set out the relevant description and any additional Terms and Conditions relating to such Notes | Not Applicable |
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**PROVISIONS REGARDING REDEMPTION**

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| 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:   | Not Applicable |
| Minimum Redemption Amount(s)   |                |
| Higher Redemption Amount(s)  |                |
| (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:                                       | No             |
| (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:   | Not Applicable |
| Minimum Redemption Amount(s)   |                |
| Higher Redemption Amount(s)  |                |
| (e) Other terms applicable on Redemption   | Not Applicable |
| (f) Attach <i>pro forma</i> 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	Principle Amount plus accrued interest (if any)

**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 11(b)(i) or 12(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 11(b)(i) or 12(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)	ZAG000144296
(b) Stock Code	ABFN23
57. Financial Exchange	JSE
58. Method of distribution	Auction
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 12 June 17 and zaAA as assigned by Standard & Poor's on 7 August 2017. The ratings will be reviewed annually
64. Rating Agency (if any)	Moody's and Standard & Poor's
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	14 February, 14 May, 14 August and 14 November
69. Books Closed Period	The period from 15 February to 24 February of each year (both days inclusive), the period from 15 May to 24 May of each year (both days inclusive), the period from 15 August to 24 August (both days inclusive) and the period 15 November to 24 November (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	Auction
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 the issuing of 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	ZAR44,912,619,123,75 including this Tranche of Notes and any other Tranche(s) of Notes to be issued on the Issue Date


**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 17 October 2017.

**ABSA BANK LIMITED**

**Issuer**

By:   
 Duly authorised

Name: Deon RAJU

Date: 12/10/2017

By:   
 Duly authorised

Name: Rolf van den Heever

Date: 12/10/2017