



# LAUNCH OF GOVERNMENT BONDS TO THE SUM OF E200,000,000

**SG094, MATURING, 31 MAY 2027 – COUPON 10.50%, E50, 000,000**

**SG095, MATURING, 31 MAY 2029 – COUPON 11.00%, E50, 000,000**

**SG096, MATURING, 31 MAY 2031 – COUPON 11.50%, E50, 000,000**

**SG097, MATURING, 31 MAY 2034 - COUPON 12.00% E50, 000, 000**

On behalf of the Government of the Kingdom of Eswatini, the Central Bank of Eswatini is announcing the issuance of the above-mentioned Government Bonds. The coupon rates for these bonds are fixed at 10.50, 11.00%, 11.50% and 12.00% respectively. The Auction Date will be on **28 May 2024** for the sum SZL 200,000,000 (Two Hundred Million Emalangeni).

The Bonds will be issued using the competitive multiple bid auction model 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 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 Supplements and other relevant documents pertaining to the issuance is available for viewing at the Financial Markets Department of the Central Bank of Eswatini situated on the 3<sup>rd</sup> Floor, Umntsholi Building in Mbabane, as well on the Central Bank website [www.centralbank.org.sz](http://www.centralbank.org.sz)

**Central Bank of Eswatini, Mahlokohla Street,**

**P.O. Box 546, Mbabane.**

**Telephone: (+268) 2408 2144/2100/2294/2210/2212**

**E-mail: [CBE\\_Domestic\\_Markets@centralbank.org.sz](mailto:CBE_Domestic_Markets@centralbank.org.sz)**

Specific details for these Government Bonds are contained in the following "**Call to Tender**"

## CALL TO TENDER

### LAUNCH OF FIXED COUPON GOVERNMENT OF THE KINGDOM OF ESWATINI BONDS AUCTION TO BE HELD ON MAY 28, 2024

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

1. Issuer
2. Amount
3. Greenshoe / Overallotment option

4. Procedure for bidding

5. Auction date
6. Settlement date
7. Form of issuance
8. Auction results

9. Yield
10. Minimum bid size

11. Interest payment date

12. Coupon

13. Day count convention
14. Tax
15. Currency
16. Redemption date

17. Listing

18. Trading

19. Defaulters

- Government of the Kingdom of Eswatini
- SZL 200,000,000 (Two Hundred Million Emalangeni)
- The Issuer reserves the right to allocate an additional amount of up to 100% of the amount on offer on each bond.
- Investors to submit application forms for bids through their Primary Dealers. Investors should ensure that applications are submitted timely in order that all bids are captured on the Central Securities Depository System (CSD) before 10:00am on the auction date.
- May 28, 2024
- May 31, 2024
- Paperless (Central Securities Depository)
- Auction results shall be made available on the Bank's website immediately after the auction.
- Yield to Maturity to be quoted in multiples of 0.005%
- SZL 10,000 for individual (non-competitive) bidders
- SZL 1,000,000 for Institutional direct bidders
- 31 May and 30 November in each year for SG094, SG095, SG096 and SG097.
- SG094 Fixed at 10.50%, SG095 Fixed at 11.00%, SG096 Fixed at 11.50% and SG097 Fixed at 12.00%
- Actual/365
- Interest income is not subject to any withholding tax
- Eswatini Lilangeni (SZL)
- 31 May 2027 for SG094, 31 May 2029 for SG095, 31 May 2031 for SG096 and 31 May 2034 for SG097.
- Issued under the E5,000,000,000 Note Programme, 2021, listed on the Eswatini Stock Exchange
- Secondary market trading in multiples of SZL 10,000 to commence on Monday, 10 June 2024.
- Successful bidders who fail to honor their obligations on time will be disqualified from participating in one subsequent bond auction.

Separate Pricing Supplements will be available for each of these bonds. The Central Bank of Eswatini reserves the right to accept or reject any or all applications.