



**Bank of Zambia**

The Bank of Zambia on behalf of the Government of the Republic of Zambia invites applications for Government Bond Auction Number 01/2024/BA to be held on Friday, January 19, 2024. Bid applications can be submitted electronically through email or the BoZ Government Securities Investor Portal. Bid applications can also be submitted physically to either Bank of Zambia or commercial banks. All bids must be submitted by 16:00 hours on Thursday, January 18, 2024. Settlement will be on Monday, January 22, 2024. The following are the amounts on offer:

### **Non-Benchmark Bonds**

<b>Tenor</b>	<b>2 Years</b>	<b>7 Years</b>	<b>15 Years</b>
<b>Coupon Rate</b>	Market Determined	Market Determined	Market Determined
<b>Competitive Tender Amounts</b>	<b>K315.0 Million</b>	<b>K270.0 Million</b>	<b>K207.0 Million</b>
<b>Non- Competitive Tender</b>	<b>K35.0 Million</b>	<b>K30.0 Million</b>	<b>K23.0 Million</b>
<b>Total Tender Amount</b>	<b>K350.0 Million</b>	<b>K300.0 Million</b>	<b>K230.0 Million</b>
<b>ISIN</b>	<b>ZM1000006073</b>	<b>ZM1000006107</b>	<b>ZM1000006123</b>
<b>Maturity Dates</b>	22 January 2026	22 January 2031	22 January 2039
<b>Coupon Dates</b>	22 July, 22 January	22 July, 22 January	22 July, 22 January
<b>Description</b>	<b>New Issue</b>	<b>New Issue</b>	<b>New Issue</b>

### **Benchmark Bonds**

<b>Tenor</b>	<b>3 Years</b>	<b>5 Years</b>	<b>10 Years</b>
<b>Coupon Rate</b>	Market Determined	Market Determined	Market Determined
<b>Competitive Tender Amounts</b>	<b>K360.0 Million</b>	<b>K378.0 Million</b>	<b>K270.0 Million</b>
<b>Non- Competitive Tender</b>	<b>K40.0 Million</b>	<b>K42.0 Million</b>	<b>K30.0 Million</b>
<b>Total Tender Amount</b>	<b>K400.0 Million</b>	<b>K420.0 Million</b>	<b>K300.0 Million</b>
<b>ISIN</b>	<b>ZM1000006081</b>	<b>ZM1000006099</b>	<b>ZM1000006115</b>
<b>Maturity Dates</b>	22 January 2027	22 January 2029	22 January 2034
<b>Coupon Dates</b>	22 July, 22 January	22 July, 22 January	22 July, 22 January
<b>Description</b>	<b>New Issue</b>	<b>New Issue</b>	<b>New Issue</b>

**A. TENDER CONDITIONS:**

1. Total amount of bonds on tender is **K2,000,000,000.00 (Two Billion Kwacha) at cost.**
2. **The off tender (non-competitive) window will have 10% of the total amount on offer.**
3. The minimum value of each application will be **K1,000.00 (One Thousand Kwacha) and maximum will be K499,999.00 (Four Hundred And Ninety Nine Thousand Nine Hundred and Ninety Nine Kwacha)** for non-competitive. The minimum face value for competitive bids will be **K500, 000.00 (Five Hundred Thousand Kwacha)** and maximum will be the offer amount on that tenor.
4. The Bank of Zambia will determine allotment of issue and the results will be announced on **Friday, January 19, 2024**. The Bank reserves the right to reject any bids not conforming to regulations as prescribed.
5. **The bonds will be issued at Par.**
6. **The Bank of Zambia reserves the right to accept bids higher or lower than the tender sizes.**

**B. INTEREST PAYMENT:**

Coupon Interest shall be paid semi-annually based on Actual /365 days from the date of settlement.

**C. NON-COMPETITIVE:**

Non-competitive bids on this auction will be issued as per Government Securities Operating Guidelines.

**D. GENERAL CONDITIONS OF ISSUE:**

1. The Government of the Republic of Zambia reserves the right to redeem the 7, 10 and 15-year bond before maturity. This call option may be exercised after the bond has run 60 percent of its life.
2. The Bank of Zambia will not rediscount any bonds issued.
3. Coupon interest will be subject to **withholding tax (currently at 15%) and handling fee (currently at 1%).**
4. All investors (individuals and corporate entities alike) are allowed to participate directly on this auction.
5. Coupon interest will be paid every six months from the date of settlement until maturity.
6. Coupon and Maturity payments on a non-business day shall be paid on the next business day.