



The Bank of Zambia on behalf of the Government of the Republic of Zambia invites applications for Government Bond Auction Number 12/2023/BA to be held on December 22, 2023. 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, December 21, 2023. Settlement will be on Tuesday, December 26, 2023. The following are the amounts on offer:

Non-Benchmark Bonds

Tenor	2 Years	7 Years	15 Years
Coupon rate	9%	12%	14%
Competitive Tender Amounts	K405.0 Million	K360.0 Million	K270.0 Million
Non- Competitive Tender	K45.0 Million	K40.0 Million	K30.0 Million
Total Tender Amount	K450.0 Million	K400.0 Million	K300.0 Million
ISIN	ZM1000006040	ZM1000006057	ZM1000006065
Maturity Dates	26 December 2025	26 December 2030	26 December 2038
Coupon Dates	26 June, 26 December	26 June, 26 December	26 June, 26 December
Description	New Issue	New Issue	New Issue

Benchmark Bonds

Tenor	3 Years	5 Years	10 Years
Coupon	10%	11%	13%
Competitive Tender Amounts	K450.0 Million	K495.0 Million	K360.0 Million
Non- Competitive Tender	K50.0 Million	K55.0 Million	K40.0 Million
Total Tender Amount	K500.0 Million	K550.0 Million	K400.0 Million
ISIN	ZM1000005992	ZM1000006008	ZM1000006024
Maturity Dates	27 November 2026	27 November 2028	27 November 2033
Coupon Dates	27 May, 27 November	27 May, 27 November	27 May, 27 November
Description	Re-Issue	Re-Issue	Re-Issue

A. TENDER CONDITIONS:

1. Total amount of bonds on tender is **K2,600,000,000.00 (Two Billion Six Hundred Million 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)** for non-competitive and **K500, 000.00 (Five Hundred Thousand Kwacha)** for Competitive bids.
4. All tenders must be in multiples of **K1,000.00 (One Thousand Kwacha)** for non-competitive bids and **K5, 000.00 (Five Thousand Kwacha)** for competitive bids.
5. The Bank of Zambia will determine allotment of issue and the results will be announced on **Friday, December 22, 2023**. The Bank reserves the right to reject any bids not conforming to regulations as prescribed.
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:

7. 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. **Discount interest will not be subject to withholding tax and handling fee.**
5. All investors (individuals and corporate entities alike) are allowed to participate directly on this auction.
6. Coupon interest will be paid every six months from the date of settlement until maturity.
7. Coupon and Maturity payments on a non-business day shall be paid on the next business day.