

**An opportunity to invest in
Lesotho
Government Securities**

PROSPECTUS

FOR

**LESOTHO GOVERNMENT TREASURY
BONDS**

Tenor: 10 Years

Coupon Interest Rate: 11%

Issue No: LS000A19NR06

Value: 1 Billion Maloti

Redeemable on:

13th September 2027

AGENT: Central Bank of Lesotho

DATE: 2017 AUGUST 31

PROSPECTUS

LESOTHO GOVERNMENT TREASURY BOND

10 Years, 11% Coupon Rate

The Central Bank of Lesotho (CBL), as a fiscal agent for the Government of Lesotho issues Treasury bonds with the following terms and conditions:

A. SUMMARY OF THE ISSUE

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| 1. | Date of Auction: | 2017 September 13 th |
| 2. | Amount of Auction Offering: | Subject to Government needs |
| 3. | Date of Redemption: | 2027 September 13 th |
| 4. | Tenor: | 10 Years |
| 5. | Coupon Interest Rate: | 11% |
| 6. | Interest payment: | Interest will be paid semi-annually |
| 7. | Listing: | Not listed |
| 8. | Issuer: | Government of Lesotho |
| 9. | Issuing and Settlement: | Central Bank of Lesotho |
| 10. | Mode of Issuing: | Auction |
| 11. | Purpose: | Fiscal purposes |
| 12. | Price per LSL 100: | Quoted on yield at premium, par or discount to 4 decimal places. |
| 13. | Transfer Secretary: | Central Bank of Lesotho |
| 14. | Tax: | Discount and interest will be subject to the prevailing withholding tax rates. |
| 15. | Rediscounting: | After 5 years and 3 months |
| 16. | Eligibility: | Resident and non-resident investors who have opened up CSD accounts at the Central Bank of Lesotho and have an account with a local commercial bank. |
| 17. | Defaulters: | May be suspended from subsequent auctions |

18. Right to Accept Applications: Central Bank of Lesotho reserves the right to allot the application in part or reject in total at its discretion.
19. Nature of Treasury bonds: Marketable Government securities that constitute liquid assets

B: DEFINITIONS

“Central Bank of Lesotho”	Means the Central Bank of Lesotho established under the CBL Act
“CBL Act”	Means the Central Bank of Lesotho Act of 2000
“Bondholder”	Refers to the person whose name is entered as a holder of bonds in the bond register
“Bonds”	Refers to Government of Lesotho 10 year Treasury bond bearing ... coupon rate and maturing on September 13 th September 2027
“Books Closed Period”	Refers to 7 days prior to the coupon payment date or such shorter period as determined by issuer. This enables determination of the bondholders entitled to receive interest
“Banking or Business Day”	Refers to any day other than Saturday, Sunday or official public holiday in the Kingdom of Lesotho.
“Conditions”	Means these terms and conditions set out herein
“Coupon Rate”	Means the amount of interest rate paid per year as a percentage of the face value or principal. This is stated on a prospectus when a bond is issued.
“Initial Issue”	Means the initial issue of bonds by the Government of Lesotho