

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

PROSPECTUS

**FOR
LESOTHO GOVERNMENT TREASURY
BONDS**

Tenor: 3 Years

Coupon Rate: 10.25%

Issue No: LS000A3LHYNO

Value: M1 billion

Redeemable on: 17 June 2026

AGENT: Central Bank of Lesotho

DATE: 07 June 2023

PROSPECTUS

LESOTHO GOVERNMENT TREASURY BOND

3 Years, 10.25% 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

1. Date of Auction: 2023 June 21st
2. Amount of Auction Offering: Subject to Government needs
3. Date of Redemption: 2026 June 17th
4. Tenor: 3 Years
5. Coupon Interest Rate: 10.25%
6. Interest payment: Interest will be paid semi-annually
7. Listing: 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 unit 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: The Central Bank will rediscount the bond as a last resort if an investor has held the security for 75% of its term and at least 5 business days prior to maturity date of the security.
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.
“Bond”	Refers to Government of Lesotho 3 years Treasury Bond bearing 10.25% coupon rate and maturing on June 17, 2026.
“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