

SA Fixed Return and Global Growth Protector

Issue WP19-FX



Corporate and Investment Banking

Introduction

Many investors would like to diversify their investment portfolios and benefit from the growth potential of European and US share markets, but do not want the risk of zero returns or losing any of their capital.

The **SA Fixed Return and Global Growth Protector – Issue WP19-FX** (the “Investment”) offers you an attractive above-average fixed return (the “Fixed Return”), plus the potential of capital growth linked to US and European share markets, all in one single fully capital-protected South African rand (ZAR) investment. In addition should there be any capital growth, this return would have exposure to the South African rand (ZAR)/US dollar (USD) exchange rate.

The Investment is available exclusively in a 1Life Insurance Ltd endowment linked investment policy (the “Policy”).

Investment overview

This five-year, capital-protected Investment is linked to an Index that follows the performance of top-performing US and European companies. The Index to which the Investment is linked is the Commerzbank Global Equity Risk Premia 15% Risk Control Excess Return Index (the “Index”).

After three years, you will receive a Fixed Return, based on half of your ZAR Investment Amount, plus

half of your ZAR Investment Amount back. You may access this money, or reinvest it in your Policy.

After five years, you will receive the other half of your ZAR Investment Amount back, plus:

-) At least 100% participation in any Index Performance. The Participation Rate will be determined on the Investment Start Date.
-) Any Index Performance will also be exposed to the ZAR/USD exchange rate and will be adjusted accordingly. If the ZAR depreciates against the USD, the Index Performance will be enhanced and vice versa.

The Participation Rate and the mechanics of how the Investment works and how you can access it are discussed in detail further on in this brochure and the Investment Schedule.

Please read this brochure including the Investment Schedule and the Terms and Conditions carefully and make sure that you understand them before investing.

Investment rationale – making an investment that suits you

This Investment may be suitable if you:

- Want to invest in South African rand and have a minimum lump sum of R100 000,00

- Want some exposure to foreign currency
- Understand and are comfortable with the Index
- Are able to commit half of your money for three years and the other half for five years
- Do not want to risk losing any capital, provided you remain invested for the full term of each half of the Investment
- Would like to earn an attractive Fixed Return and at the same time benefit from any positive growth of US and European share markets
- Want to diversify your portfolio to markets and assets outside South Africa
- Regard the terms governing the liquidity of the Investment and the Policy as appropriate for you.

This Investment may not be suitable if you:

- Cannot accept that the Index may achieve no or very little growth and that the return on the

How the Investment works

Half of your Investment Amount will be allocated to a “Fixed Return Investment” that becomes available after three years and the other half will be allocated to an “Equity Index Investment” that matures after five years. The Investment Amount and capital protection are in South African rand.

At the beginning of the Investment term (i.e. on the Investment Start Date), we record the following:

- ⌋ The closing level of the Index on this day and refer to this level as the “Initial Index Level”.
- ⌋ The ZAR/USD exchange rate as published by Reuters.

After three years (Fixed Return Investment maturity):

You will receive half of your Investment Amount back, plus a Fixed Return that is based on half of the Investment Amount. You can withdraw the money at this point or reinvest it into another investment within your Policy.

Over the last six months of the Investment term, we record the following:

Equity Index portion of your Investment could after five years be zero or less than you could have earned in a low-risk deposit account

- Do not understand or are not comfortable with the Index used
- Would prefer full or no foreign currency exposure
- Do not want to wait for three years to access half of your money and the Fixed Return, or five years to access the other half and any returns
- Are not willing to assume the full credit risk of the Issuer. If the creditworthiness of the Issuer declines over the Investment term, the value of your Investment may also fall, which may result in a capital loss if the Investment is sold before maturity. If the Issuer is unable to repay capital or any return due at maturity, you will get back less than is due to you or nothing at all (more information about the Issuer is provided later in this brochure).

⌋ The closing level of the Index on a certain day each month (please refer to the Investment Schedule for specific dates).

⌋ The arithmetic average of these seven readings is referred to as the “Final Index Level”.

On the Maturity Date, we record the following:

⌋ The ZAR/USD exchange rate as published by Reuters.

After five years (Equity Index Investment maturity):

You will receive the other half of your Investment Amount back, plus at least 100% participation in any positive Index Performance.

- ⌋ If the Index Performance is negative, you will receive the remaining half of your Investment Amount back, but no additional returns.
- ⌋ If the Index Performance is positive, you will receive the remaining half of your Investment Amount back, plus an additional return based on this half of your Investment Amount.
- ⌋ The percentage return will be calculated by taking the Index Performance and multiplying it by the Participation Rate.
- ⌋ A further calculation then takes place. The percentage amount by which the ZAR/USD exchange rate has changed over the Investment term will be multiplied by the percentage return

amount calculated above. Assuming the ZAR had weakened against the USD over the Investment term, this would have a positive effect on any return amount (and vice versa in the event the ZAR has strengthened).

- J) The Participation Rate will be determined on the Investment Start Date and will be at least 100%. We are of the opinion that, if it is below 100%, the Investment is not attractive, so the trading will not go ahead and we will return your money to you with interest.

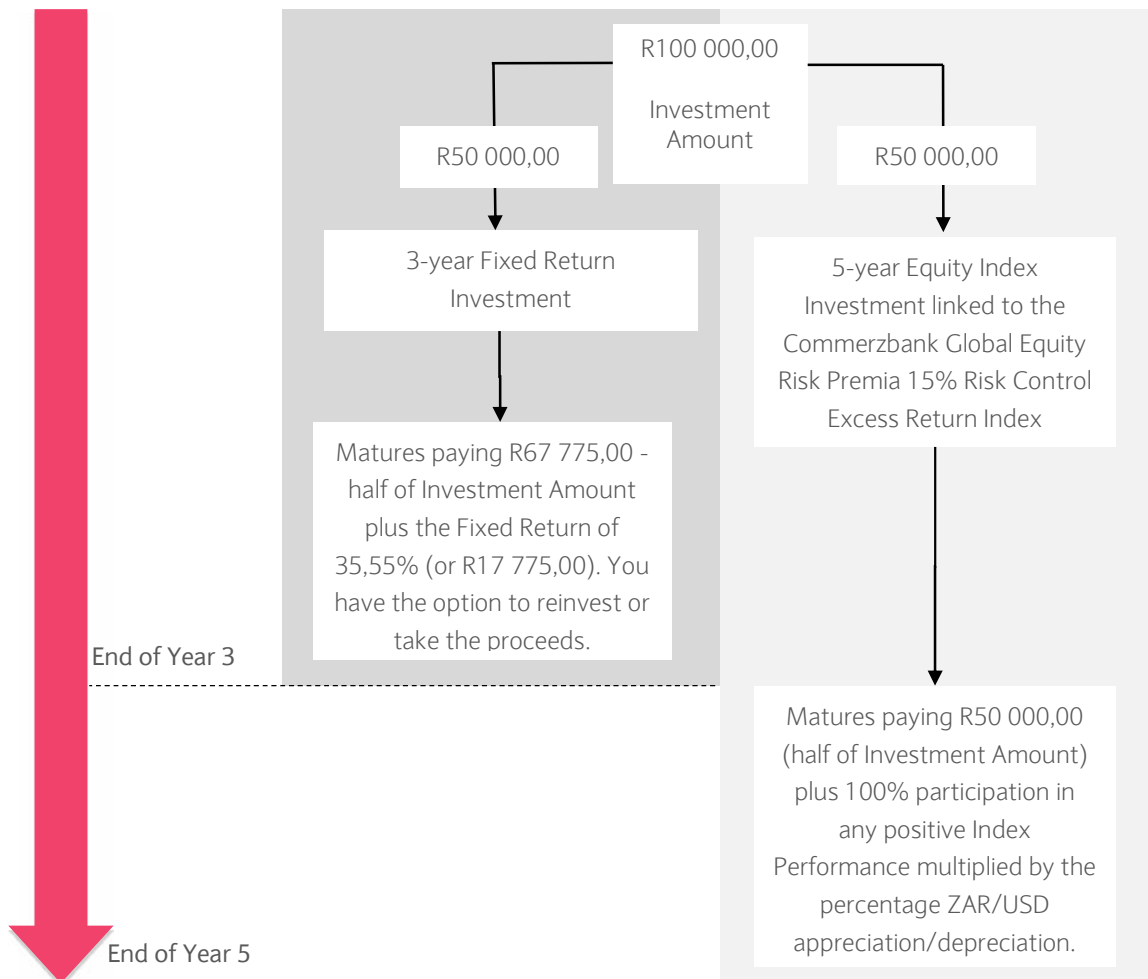
Please refer to the Investment Schedule at the back of the brochure for further information, specific dates and a current estimate of the Participation Rate.

Please note that, in addition to the Index Performance, the repayment of the Investment Amount, the Fixed Return and any additional return is subject to the ability of the Issuer to pay and extraordinary market events that may have occurred (see Potential Risks section later in the brochure).

Example return scenarios

The examples below illustrate how the Investment would work based on an Investment Amount of R100 000,00 a Fixed Return of 35,55% after three years, a Participation Rate of 100% in any positive Index Performance after five years and various FX iterations. These are for illustrative purposes only

and are based on the assumption that no early withdrawals are made from your Policy. Please note that if funds are withdrawn after three years, no further withdrawals can be made until the end of year five (see “Access to your Investment” section on page 4)



Amount Invested	After 3 years	After 5 years					
Total Investment Amount	Maturity value of Fixed Return Investment	Index Performance	ZAR/USD Initial	ZAR/USD Final	ZAR/USD performance	Return on Equity Index Investment	Maturity value of Equity Index Investment
R100 000,00	R67 77500	60%	13,00	16,00	23,08%	73,85%	R86 923,08
R100 000,00	R67 775,00	60%	13,00	10,00	-23,08%	46,15%	R73 076,92
R100 000,00	R67 775,00	-20%	13,00	16,00	N/A	0,00%	R50 000,00
R100 000,00	R67 775,00	-40%	13,00	10,00	N/A	0,00%	R50 000,00

Source: Absa Corporate and Investment Banking, May 2019

Access to your Investment

This Investment is aimed at investors who do not need access to their money during the Investment term. In terms of legislation, you may access your Investment once during a restricted term of five years by making one full or partial withdrawal. You should be aware of the following:

-)] If you need to make an early withdrawal before the end of three years, you can ask the Issuer to redeem the entire Investment linked to your Policy at the prevailing market value.
-)] If you do not make any withdrawals before the end of three years, half of your Investment Amount plus the Fixed Return will be available to take, or to reinvest into another investment in your Policy. You will be contacted accordingly.
-)] If you choose to take the proceeds at this stage, no further withdrawals can be made from the Policy until the end of the five-year Investment term.

-)] If you choose to reinvest the proceeds after three years and thereafter need access to your money, you can request the Issuer to redeem your Investment in full at the prevailing market value.
-)] Fees may be payable on early partial or full withdrawals. Please refer to the relevant Policy Terms and Conditions for details in this regard.

Please note that withdrawals are limited in your Policy and any early withdrawal could result in you losing some of your Investment Amount.

If you need to access your money, please refer to your Policy Terms and Conditions and contact the Administrator (Wealthport (Pty) Ltd), who will request the Issuer to redeem the Investment linked to your Policy at the prevailing market value.

Please refer to the back of this brochure for contact details of the Administrator.

About the Index

Background and investment rationale

There is a global movement towards index-linked investment strategies, many of them so-called “factor” or “risk premia” indices. This investment style aims to deliver long-term outperformance of the benchmark market cap weighted indices, by exploiting market behavioral effects such as valuation biases (value and

low volatility), herding tendencies (momentum) and survivorship bias (quality). Furthermore, large amounts of time and effort are expended in ensuring that drawdowns are managed to counteract inevitable periods of negative returns. By designing an Index with both a factor and risk control (volatility management) feature, we believe this to be a compelling alternative to traditional market cap weighted indices.

Index construction

The Index is an equally weighted basket of four 'factor indices' covering the US and European stock markets, i.e. eight sub-indices in total. The factors being exploited are Value, Momentum, Low Volatility and Quality.

Factor	What is it?
Value	Captures excess returns of stocks with low prices relative to their fundamental value.
Quality	Captures excess returns of stocks that are characterised by low-debt and stable earnings growth.
Minimum Volatility	Captures excess returns of stocks with lower than average volatility or "beta" risk.
Momentum	Captures continued excess returns of stocks which have recent positive price momentum.

The Index also has a **daily risk-control mechanism** to control risk. The concept is a simple one in that historically highly volatile markets are associated with negative equity performance, and vice versa. As such it stands to reason that in volatile markets you need to be in safe assets like cash and in times of low volatility you can take more risk.

The Index has a target annual volatility/risk control level of 15%. The exposure to equity (i.e. the equity factors) and cash will be adjusted daily based on the actual, observed volatility of the underlying equity markets. If the actual annual volatility goes above 15%, the Index will allocate a percentage to cash in order to minimise the impact of possible falling equity markets. As the volatility reduces again, this money will be taken out of cash and reinvested in equity. The maximum exposure to equities in the Index is 150%

and the minimum is zero. Here are some allocation scenarios based on the 15% target level:

Actual volatility	Allocation to equity	Allocation to cash
10,50%	142,86%	0,00%
15,00%	100,00%	0,00%
21,00%	71,43%	28,57%

Please note that by employing the strategies described above, the Index intends to produce a return by lessening the effect of downward movements in the Index and increasing the effect of upward movements. However, returns from share markets are uncertain and the strategy might not work. You might get little or no return on your Investment because the equity markets perform poorly or because the method of limiting the effect of any volatility in the market results in you receiving no benefits or reduced benefits during periods when the level of the equity markets rise but volatility remains high.

The Index is calculated on an excess-returns basis (i.e. outperformance of money market rates) and includes fees and adjustments which are explained further in the Index facts sheet rules which can be found on our website.

Index components

The current top-ten holdings in the Index are:

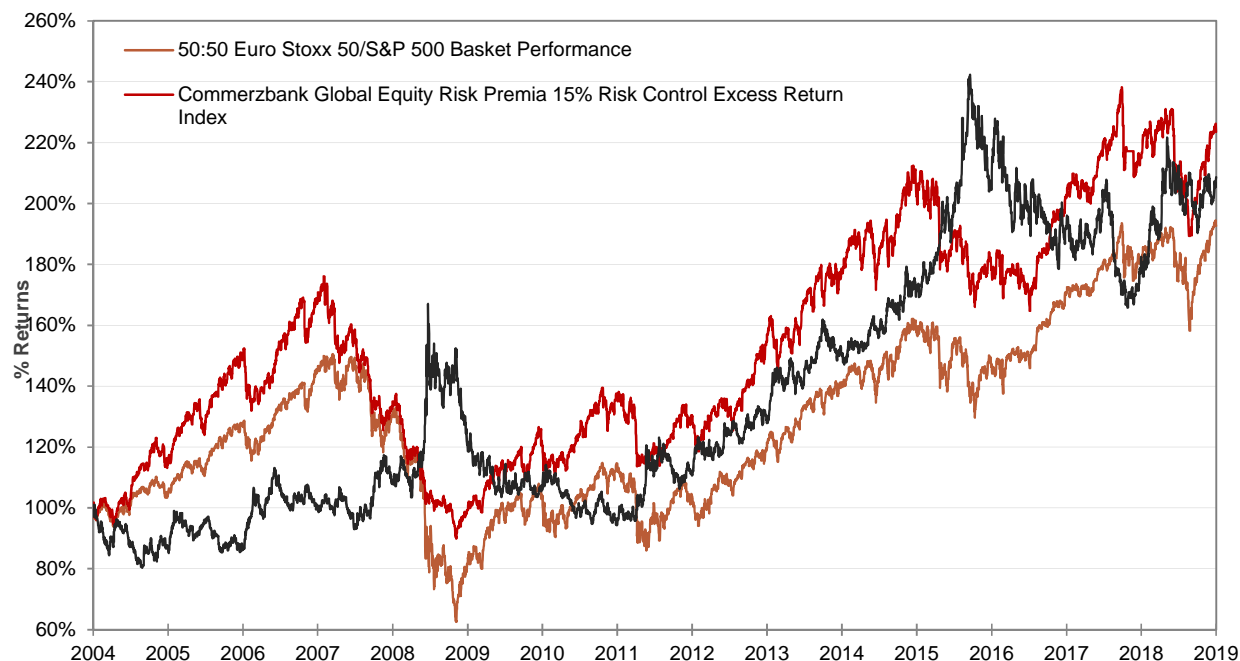
Rank	Name	Index weight	Rank	Name	Index weight
1	Microsoft Corp	2.27%	6	Novartis AG	1.75%
2	Johnson & Johnson	1.92%	7	Procter & Gamble Co	1.72%
3	Roche Holding AG	1.88%	8	Pfizer Inc	1.71%
4	TOTAL SA	1.81%	9	AT & T Inc	1.60%
5	Intel Corp	1.77%	10	Visa Inc	1.53%

Source: Commerzbank AG, April 2019

Index performance

The chart below shows the rebased performance of the Index and a benchmark market cap weighted basket of the S&P 500 and EURO STOXX 50 indices (in their base currencies) from May 2004 to May 2019 and highlights that the indices may go down as well as up. You should remember that the performance of the Index will determine whether you will receive any additional return on the remaining half of your

Investment after five years. Please note that the Index only measures the prices of the shares included and no allowance is made for dividends paid on the shares. The Index is quoted in USD and any positive returns are exposed to the ZAR/ USD exchange rate. The past performance of the Index is not a guide to its future performance.



Source: Refinitiv, Commerzbank, Absa Corporate and Investment Banking, May 2019. Index launch date: 01/11/2016. Prior to Launch Date, the results do not represent those of actual trading and the index did not exist prior to this period. Statistical analysis is the result of back-tested simulated performance by means of a retroactive application of a model designed with a benefit of hindsight. In fact there are frequently sharp differences between simulated performance results and the actual results subsequently achieved by any particular trading program.

Important information about the Investment

About Absa

Absa Bank Limited (“Absa” / “the Issuer”) is a leading African bank. We have been serving clients locally for more than 100 years and we have one of the largest distribution networks across Africa. As a winner of major banking awards, we have the capacity to meet your in-country needs and deliver a wealth of local knowledge.

Absa Corporate and Investment Banking has a diverse footprint that extends from Cape Town to Cairo, serving clients across 14 countries and an award-winning provider of structured products.

The Issuer

This Investment is issued and the capital protection provided by Absa Bank Limited.

Banks and other issuers of investments are assigned credit ratings to indicate to investors how capable they are of meeting any payments due to holders of investments. (See ‘Credit risk’ section on page 8). Current credit ratings are detailed in the Investment Schedule.

Before making any investment decision, you should satisfy yourself that you fully understand the risks relating to the Investment and seek professional advice as you deem necessary to make an informed decision.

Your questions answered

How can I invest?

You can speak to your financial adviser, who will help you make sure the Investment housed in the Policy is suitable for you. Once you regard this investment proposition as suitable for you, you can complete the relevant application form and investment instruction with your financial adviser and submit it to the address on the forms.

How can I monitor the performance of my Investment?

You will receive an investment confirmation soon after you have invested. We will regularly make the performance fact sheets available on our financial adviser website (rsp.absacib.co.za), which you can obtain by speaking to your financial adviser. You will also receive regular investment statements from the Administrator of your Policy. You can speak to your financial adviser if you have any questions.

Is there any currency risk in the Investment?

Your Investment is made in South African rand and the Index is quoted in US dollars. Any positive Index Performance will be exposed to the movement in the ZAR/USD exchange rate over the Investment term. Assuming the ZAR had weakened against the USD over the Investment term, this would have a positive effect on any growth amount (and vice versa in the event the ZAR had appreciated), i.e. The Index Performance is multiplied by the percentage change in the exchange rate over the Investment term.

The effect of a ZAR appreciation against the USD can never result in the overall Investment return being a negative number and as such your Investment Amount is always protected on maturity.

This Investment does not utilise any of your individual foreign exchange allowances.

Can I access my Investment before the Maturity Date if I need to and are there any fees involved?

The Investment is aimed at investors who do not need access to their money before the end of the five-year Investment term.

Because the Investment is held in a Policy, there are restrictions on the number of withdrawals you can make during the first five years. Any early withdrawal will be based on the prevailing market value of the Investment. The market value will be calculated by the Issuer and paid to 1Life Insurance Limited. Please note that any such early withdrawal could result in you losing some or all of your Investment Amount.

In addition, early withdrawals will be subject to a surrender penalty as detailed in the Investment Schedule below.

What happens to the Investment in the event of death?

In the event of death, the value of your Investment is the prevailing market value as calculated by the Issuer, who will act on instructions from the executor of the estate. Long-term insurance policies allow for estate planning and there may be benefits to consider from the estate planning options available if you invest via a Policy.

What happens at the end of the investment term?

On the Maturity Date of each half of the Investment (three and five years), the Issuer will pay the capital and any Investment returns to 1Life Insurance Limited within seven business days and your Policy will be credited with this amount. At the time you will be able to elect an alternative option for your maturing funds from a menu of options provided to you under the Policy at that time. If you elect to take the portion of the funds available to you after three years, you will not be able to access the remaining balances in the Policy for a further two years.

What are the potential risks associated with the Investment?

Credit risk. This Investment is issued and the capital protection provided by Absa Bank Limited. The payments due to you depend on the Issuer being able to meet their obligation to you. If they cannot meet their obligations, you may lose some or all of your Investment Amount. In the event of insolvency, all investors would rank as unsecured creditors. Financial institutions are rated to indicate to investors how capable they are of meeting any payment commitments. Credit ratings are assigned by two leading ratings agencies: Standard & Poor's and Moody's National. The highest ratings given by these agencies are AAA from Moody's National and AAA from S&P indicating, in their view, the least risky or most likely to meet payments when due. The lowest ratings that they give, denoting the riskiest or least likely to meet the payments, are C (Moody's National) and D (S&P). The actual and perceived ability of the counterparty to make payments due to you in respect of the Investment, may affect the market value of your Investment. Furthermore, if the

counterparty does fail to pay, you may get back less than is due to you or nothing at all. Please refer to the Investment Schedule for the current credit ratings of Absa.

Market risk. The value of the Investment on maturity of the Equity Index Investment depends on the level of the Index and the indices comprising the Index, but future performance of the Index cannot be guaranteed. The value of your Investment during the Investment term can change unpredictably because of:

- J the performance of the Index and the indices comprising the Index; and/or
- J external factors including financial, political and economic events and other market conditions; and/or
- J sudden and unpredictable changes in interest rates.

Early redemption. Your Investment is designed to be held until maturity. If you redeem your Investment before the three or five-year Maturity Dates, you could lose some or all of your Investment Amount. Please refer to 'Can I access my Investment before the Maturity Date if I need to?'

Adjustments. The terms of the Investment permit us to delay, reduce or withhold payments in certain circumstances. These provisions are not intended to circumvent what is legally due to you as an Investor, but rather to cover unforeseen events which may affect your return, such as:

- J a suspension or a delay in calculating the level of the index or the price of any of the individual indices that make up the Index;
- J errors in calculating an index;
- J changes in the way an index is calculated;
- J an error in calculating the return itself.

While we will exercise due care and diligence in undertaking our responsibilities in relation to the Investment, the effects of the exceptional types of circumstances referred to in the above 'Adjustments' and 'Index risk' scenarios may decrease the value of your investment.

Index risk. We as Issuer do not control or calculate the indices in the Index or the Index itself. While we do not expect this to happen, it is theoretically possible that, during the term of the Investment, any of the indices or the Index may cease to exist, cannot be calculated, is modified or cancelled. This is outside our power and if it were to happen the level of the relevant index could fall. What this means is that you, as investor, could lose some of your Investment Amount, especially where the Issuer is forced by events to mature the Investment early. We could look for a replacement index or try to calculate the index ourselves. We would also have the right to redeem or cancel your Investment early. These circumstances could negatively impact the performance of your Investment.

The performance of indices is unpredictable and depends on financial, political, economic and other events as well as each underlying share or the Issuer's performance, market position, risk situation and structure, where applicable.

Early termination and adjustment risk.

Your Investment may be terminated before maturity if there are certain market disruptions or other extraordinary events.

Absa may also delay, reduce, adjust or withhold payment in certain circumstances. These provisions are only intended to cover unforeseen events beyond our control which may impact the Investment.

Tax risk.

The tax treatment of this Investment can be complex. Tax rates and the basis of taxation may change during the Investment term. Your own tax treatment will depend on your circumstances and you should seek tax advice before investing.

Portfolio diversification. You should carefully consider the exposure that investing in this Investment would have on your overall investment portfolio.

General risks. Other risks include the following, which could have an adverse effect on the value of your Investment:

- J Inflation could erode the real value of your Investment.
- J Market disruptions could adversely affect the performance of your Investment.
- J Settlement disruptions may mean delays or failures of payments or returns by Absa, your investment platform, clearing system or other third-party paying agents or intermediaries.
- J Index returns could differ from the actual returns on the shares that make up an index. This is because an index may not take into account income or changes to its constituents over time and may deduct fees and commissions.
- J An investment in an index may be taxed differently from a direct investment in the components of the same index.
- J Sponsor action could mean that the Index sponsor could change an index and adjust their composition or calculation methodology, or even suspend or cancel an index.
- J Foreign exchange risk could positively or negatively impact any returns due to you if you invest in an investment denominated in a currency other than your home currency or if the terms of an investment allow for conversion of you principal investment into another currency. This Investment does not have any foreign exchange exposure.
- J Potential return/underperformance risk means that your returns could be less than if you invested in a deposit account or directly in the underlying assets to which the Investment is linked.

The risks associated with this Policy are not limited to those described, but these are the key risks. Before investing, you should satisfy yourself that you fully understand the risks and you should consult with your own professional financial, tax and legal advisers where necessary.

What are the tax implications of the Investment?

Depending on the type of policy, insurance companies pay different rates of tax on investment returns. The effective tax rates may also differ between insurance companies, based on their level of expenses. Any amendment to South African tax legislation, which changes the tax status of the policy or tax treatment thereof, may affect the surrender value and maturity value. In such an event, 1Life Insurance Limited shall have the right to adjust the benefit payable under this policy resulting from the amendment to such tax legislation.

For more details please refer to your quotation.

What other documents should I have read before I invest?

Along with this brochure you should have been provided with the Administrator's application form and the Policy Terms and Conditions, which will help you understand the Investment in detail. This brochure represents what Absa Bank Ltd believes to be the most relevant summary of the features and risks of the Investment, but is not intended to be the sole basis for any evaluation. You can read the pricing supplement to more fully appreciate the information associated with the Investment.

Is there a Cooling-off period?

1Life Insurance Limited will, as the long-term insurer of the Policy, allow up to 30 days after the date your application is successfully processed, during which you can choose to change your mind. However, any cancellation made after the Investment Start Date, as detailed above, might result in a capital loss as the cancellation will be done at the prevailing fair market price of the Investment. All advice and administration fees that may have been paid will be refunded in full.

Investment Schedule: SA Fixed Return and Global Growth Protector – Issue WP19- FX

Investment Dates	Application open date	15 May 2019
	Application close date	10 June 2019
	Investment Start Date	18 June 2019
	Maturity Date	<p>Three-year Fixed Return leg (“Fixed Return Investment”):</p> <p>20 June 2022 subject to adjustment according to the following business day convention.</p> <p>Five-year equity-linked leg (“Equity Index Investment”):</p> <p>18 June 2024 subject to adjustment according to the following business day convention.</p> <p>Your proceeds will be available no longer than seven business days after each Maturity Date.</p>
About the Investment	Investment type	Linked Long-term insurance policy (“Policy”)
	Minimum Investment Amount	R100 000,00 (one hundred thousand South African rand)
	Investment term	Five (5) years
	Currency	South African rand (ZAR)
	Investment objective(s)	<p>100% of your Investment Amount will be split equally between a three-year Fixed Return Investment and a five-year Equity Index Investment.</p> <p>For purposes of this document, the Equity Index Investment and the Fixed Return Investment will be collectively referred to as the “Investment”.</p> <p>After three years, you will receive a Fixed Return of 35,55%, based on half your Investment Amount, plus half of your Investment Amount back. At this time, you may access this money, or reinvest it in your Policy.</p> <p>After five years, you will receive the other half of your Investment Amount back (irrespective of the performance of the Index), plus at least 100% participation in any Index growth (see ‘Participation Rate’ below).</p> <p>Any positive Index Performance is also exposed to the ZAR/USD exchange rate and will be adjusted accordingly. If the ZAR depreciates against the USD over the Investment term, any returns due to you will be enhanced and vice versa.</p>

	Currency risk	<p>The Index is quoted in USD. Your Investment is in ZAR and any positive Index Performance is exposed to the ZAR/USD exchange rate over the Investment term.</p> <p>This Investment does not utilise any of your individual foreign exchange allowances.</p>
	Capital protection on maturity	<p>Provided you hold your Investment for the full term of each leg of the Investment (half for three years and half for five years), your South African rand Investment Amount will be repaid in full, irrespective of the performance of the Index.</p>
	Participation Rate (PR)	<p>The Participation Rate will be determined on the Investment Start Date and will be at least 100%. As at time of writing it is estimated to be 100%. If the Participation Rate is below 100%, the Investment will not go ahead and you will receive your Investment Amount back plus interest.</p>
	The Index	<p>The Index to which the Investment is linked is the Commerzbank Global Equity Risk Premia 15% Risk Control Excess Return Index. (The Index facts sheet and rules book can be found on our website).</p>
	Valuation Time	<p>The time at which the official closing level of an index is calculated and published.</p>
About the counterparties	Issuer/Product Provider	Absa Bank Limited
	Issuer credit rating	Absa Bank Limited provides the capital protection of your Investment. They are rated by Moody's National as Aa1.za and by S&P National as zaAA+ at the time of the preparation of this document.
	Administrator	Wealthport (Pty) Ltd are the Administrator of the Policy. Please contact them for valuations, any administrative queries full Policy Terms and Conditions. They are an authorised Financial Services Provider.
	Long-term insurer	1 Life Insurance Limited is the underwriter of this Policy. They are a registered insurer and authorised Financial Services Provider.
Index Performance Calculation	Initial Index Level (i)	The level of the Index on the Investment Start Date at the Valuation Time as determined by the Calculation Agent.
	Final Index Level (f)	The arithmetic average of seven monthly levels of the Index taken over the last six months of the Investment term, at Valuation Times as determined by the Calculation Agent.
	Index Performance (IP)	$IP = (f-i)/i$

	ZARUSD (Ei)	The ZAR/USD exchange rate as recorded on the Investment Start Date.
	ZARUSD (Ef)	The ZAR/USD exchange rate as recorded on the Maturity Date.
	Currency movement ZAR/USD (FXR)	The currency movement is calculated as: (Ef)/(Ei)
Final Redemption Amount (FRA)	Final Redemption Amount calculation – Fixed Return Investment	The redemption amount on the Fixed Return Investment will be calculated as follows: Investment Amount x 50% x (100% + 35,55%)
	Final Redemption Amount calculation – Equity Index Investment	The redemption amount on the Equity Index Investment will be calculated as follows: Investment Amount x 50% x (100% + PR x FXR x MAX [0%; IP]) Where: “MAX” means “the greater of”.
Fees and charges	Investment Amount	All fees below are integrated into the structure of the Investment, so 100% of the money that you invest will be invested in the Investment (the “Investment Amount”).
	Financial Adviser Fees	3,45% (incl VAT) which can be all be taken upfront or as 1,15% upfront and 0,575% per annum thereafter
	Administration Fee	1,01% (incl VAT)
	Insurer’s Fee	1,50% (inc VAT)
	Total Fees	5.96%
Other important information	Valuations and early redemptions	<p>During the term of the Investment you will be entitled to make one withdrawal from the Policy. You cannot make more than one withdrawal during the term of the Investment.</p> <p>Please note that on the maturity of the Fixed Return Investment, you may access the full proceeds of this leg. Your financial adviser will provide you with suitable reinvestment options based on the availability of investment products at the time.</p> <p>If you access the full proceeds of the Fixed Return Investment on maturity, no further withdrawals will be allowed and the Investment will continue until the Equity Index Investment Maturity Date.</p> <p>Please note that any withdrawals will be done at the prevailing market value of the Investment and any such early withdrawal could result in you losing some or all of your Investment Amount.</p> <p>Further, note that all investment proceeds due to you will be paid out within approximately seven (7) business</p>

		days after the Maturity Date.
	Cooling-off Period	<p>You have a 30- (thirty) calendar day cooling-off period (the “Cooling-off Period”) to change your mind about your Investment. If you change your mind within this period, we will sell the instruments at market value and pay you this plus any financial adviser fees that have been included in the cost of the Investment. This value may be lower than your initial Investment Amount.</p> <p>If you surrender your Investment after the Cooling-off Period, we will sell the instruments and pay you the current market value. This will be seen as an Early Redemption – see section above.</p>

Source: Absa Corporate and Investment Banking, May 2019

Important information

This document is for information purposes only. All applications made by your investment platform to purchase an investment on your behalf require subsequent formal agreement by Absa, which will be subject to internal approvals and binding transaction documents.

Advice. This brochure and Investment Schedule do not constitute advice. Please consult your financial and tax adviser before investing.

You have no claim against the underlying asset(s) to which the Investment is linked. You will not have any recourse against any issuer, sponsor, manager, obligor or other connected person in respect of the indices.

Regulatory disclosure. Absa may disclose any information relating to your Investment that is required by regulators.

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Contact us

Investors

If you have any questions about this Investment or any other Absa investments, please contact your financial adviser.

Financial advisers

Financial Advisers please contact us directly:

Tel: +27 (0)861 345 223

Email: structuredproducts@absacapital.com

Website: www.absa.co.za/ss

Administrator

Wealthport (Pty) Ltd is the Administrator of the Investment (FSP number 44158).

Please contact them for any administrative queries or for the full terms and conditions.

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