



**ABSA BANK LIMITED**

*(incorporated in the Republic of South Africa with limited liability under registration number 1986/004794/06)*

**Issue of ZAR20,018,000.00 Registered Notes due 31 January 2028  
under its ZAR60,000,000,000 Master Structured Note Programme**

This Applicable Pricing Supplement must be read in conjunction with the Master Structured Note Programme Memorandum dated on or about 16 August 2021 and registered with the JSE on or about 18 August 2021, as amended and/or supplemented from time to time (“the Master Programme Memorandum”), prepared by Absa Bank Limited in connection with the Absa Bank Limited ZAR60,000,000,000 Master Structured Note Programme.

With effect from the date on which this Applicable Pricing Supplement is signed, this Applicable Pricing Supplement shall replace and supersede any previous Applicable Pricing Supplement in all respects and this Applicable Pricing Supplement shall constitute the only pricing supplement relating to the Notes of this Tranche.

Any capitalised terms not defined in this Applicable Pricing Supplement have the meanings ascribed to them in the Glossary of Terms, as amended by the Applicable Product Supplement.

This document constitutes the Applicable Pricing Supplement relating to the issue of Notes described herein. The Notes described herein are issued on and subject to the Terms and Conditions as replaced, amended and/or supplemented by the Applicable Product Supplement and/or this Applicable Pricing Supplement. To the extent that there is any conflict or inconsistency between the provisions of this Applicable Pricing Supplement and the provisions of the Master Programme Memorandum and/or the Applicable Product Supplement, the provisions of this Applicable Pricing Supplement will prevail.

The Holders of the Notes should ensure that: (i) they fully understand the nature of the Notes and the extent of their exposure to risks, and (ii) they consider the suitability of the Notes as an investment in the light of their own circumstances and financial position.

The Notes involve a high degree of risk, including the risk of losing some or a significant part of the Noteholder’s initial investment. A Noteholder should be prepared to sustain a total loss of its investment in the Notes. The Notes represent general, unsecured, unsubordinated, contractual obligations of the Issuer and rank *pari passu* in all respects with each other.

Noteholders are reminded that the Notes constitute obligations of the Issuer only and of no other person. Therefore, potential Noteholders should understand that they are relying on the credit worthiness of the Issuer.

| <b>DESCRIPTION OF THE NOTES</b>  |   |
|--|---|
| 1. Issuer:   | Absa Bank Limited   |
| 2. Status of Notes:  | Unsubordinated and Unsecured.   |
| 3. Listing:  | Listed Notes  |
| 4. Issuance Currency:  | ZAR   |
| 5. Series Number:  | 2023-006  |
| 6. Tranche Number:   | 1   |
| 7. Alpha Code:   | ASN978  |
| 8. JSE Short Name  | ABMBSN978   |
| 9. JSE Long Name   | ABMBSN978-31JANUARY2028   |
| 10. ISIN No.:  | ZAE000318572  |
| 11. Instrument Number:   | 106912  |
| 12. Aggregate Nominal Amount:  |   |
| (a) Series:  | ZAR20,018,000.00  |
| (b) Tranche:   | ZAR20,018,000.00  |
| 13. Interest:  | Not Applicable  |
| 14. Payment Basis:   | Index Linked Notes  |
| 15. Automatic/Optional Conversion from one Interest/Redemption/Payment Basis to another: | Not Applicable  |
| 16. Form of Notes:   | Registered Listed Notes: The Notes in this Tranche are issued in uncertificated form and lodged in the Central Securities Depository. |
| 17. Issue Date:  | 01 February 2023  |
| 18. Trade Date:  | 24 January 2023   |

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| 19. | Initial Index Valuation Date:   | 24 January 2023   |
| 20. | Final Index Valuation Date:   | 24 January 2028   |
| 21. | Specified Denomination:   | ZAR1,000.00 per Note  |
| 22. | Issue Price:  | 100% of the Aggregate Nominal Amount being ZAR20,018,000.00   |
| 23. | Interest Commencement Date:   | Not Applicable  |
| 24. | Maturity Date:  | 31 January 2028 is the scheduled Maturity Date, subject to such day being an Exchange Business Day (as defined in paragraph 32(b) below) and a Business Day. If such day is not an Exchange Business Day and a Business Day, then the Maturity Date will be the next day which is an Exchange Business Day and a Business Day.  |
| 25. | Maturity Date Extension   | <p>(i) Notwithstanding paragraph 23 this Note will terminate on the later of:</p> <ul style="list-style-type: none"> <li>(a) the Maturity Date; and</li> <li>(b) the final Maturity Extension Date.</li> </ul> <p>(ii) Upon the occurrence of a Maturity Extension Period, the terms and conditions of the Note shall remain the same save that the Issuer shall have the right to adjust and reprice the Note at its discretion acting in a commercially reasonable manner.</p> <p>Where:<br/> “Maturity Extension Date” means the last maturity date of the Note as determined by the Issuer pursuant to a single or multiple Maturity Extension Periods.</p> <p>“Maturity Extension Periods” means the extended period(s) of the Note as determined by the Issuer upon 10 Business Days notice to the Noteholder, and which period(s) shall arise after the Maturity Date. Any changes to the Maturity Date will be published on SENS and communicated to the JSE 13 calendar days before the Record Date.</p> |
| 26. | Applicable Business Day Convention:   | Modified Following Business Day Convention  |
| 27. | Definition of Business Day (if different from that set out in the Glossary of Terms): | For purposes of this Applicable Pricing Supplement the term “Business Day” includes Johannesburg Business Days, New York Business Days and TARGET Settlement Days, where “TARGET Settlement Day” means any day on   |

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|                                     |   | which the Trans-European Automated Real-time Gross settlement Express Transfer system is open.  |
| 28.                                 | Final Redemption Amount:  | See Index-Linked Notes provisions in paragraph 32 below.  |
| 29.                                 | Record Date   | In respect of payment of the Final Redemption Amount, the Record Date will be 28 January 2028 unless the Friday is a not a Business Day in which case it will be on the last Business Day of that week.   |
| 30.                                 | Last Day to Trade   | In respect of payment of the Final Redemption Amount, the Last Day to Trade will be 25 January 2028 or, three Business Days before the Record Date.   |
| 31.                                 | Finalisation Date   | In respect of payment of the Final Redemption Amount, the Finalisation Date will 18 January 2028 or, will be at least eight days before the Record Date and at least five days before the Last Day to Trade.  |
| 32.                                 | Value of aggregate Nominal Amount of all Notes issued under the Structured Note Programme as at the Issue Date: | <p>As at the Issue Date, the Issuer has issued Notes in the aggregate total amount ZAR 44,763,146,993.54 under the Master Structured Note Programme which have not been redeemed and remain in issue.</p> <p>The aggregate Nominal Amount of all Notes issued under the Master Structured Note Programme as at the Issue Date, together with the aggregate Nominal Amount of this Tranche (when issued), will not exceed the Programme Amount.</p>  |
| <b>INDEX-LINKED NOTE PROVISIONS</b> |   |   |
| 33.                                 | (a) Type of Index-Linked Notes:   | Indexed Redemption Amount Notes   |
|                                     | (b) Formula by reference to which payment amount in respect of the Index-Linked Notes is to be determined:      | <p>The Calculation Agent will calculate the Final Redemption Amount in accordance with the following formula:</p> $FRA = ANA + [ANA * P * FXR * \text{MIN}(IC, \text{MAX}[IR, 0])]$ <p>Where:</p> <p>“FRA” means the Final Redemption Amount;</p> <p>“ANA” means the Aggregate Nominal Amount;</p> <p>“*” means “multiplied by”;</p> <p>“P” means “participation” which is 5.40 (or 540%);</p> <p>“FXR” means the foreign exchange rate ratio calculated by the Calculation Agent in accordance with the following formula:</p> |

$$FXR = \frac{FX_f}{FX_i}$$

Where:

“FXR” means the FX Rate ratio;

“FX<sub>f</sub>” means the FX Rate on the Final Index Valuation Date

“FX<sub>i</sub>” means the FX Rate on the Initial Index Valuation Date, i.e. 17.21 : USD 1.00

“FX Rate” means the daily rate of exchange of ZAR per USD1.00, such rates as published on Bloomberg WMCO, or if any such rate is not available such other rate as selected or determined by the Calculation Agent, acting in good faith and in a commercially reasonable manner.

“MIN” means “the minimum of” or “the lesser of”;

“IC” means “Index Cap” which is: 0.20 (or 20%);

“MAX” means “the maximum of” or “the greater of”;

“IR” means the “Index Return” which the Calculation Agent will determine and calculate in accordance with the following formula:

$$IR = \frac{\text{Index}_f}{\text{Index}_i} - 1$$

where:

“IR” means “Index Return”;

MSCI World Business Cycle Clock Factor Select ER Index (Refinitiv Ric: .dMIW00BCOCUS; Bloomberg Ticker: MECXWBCC Index);

“Index<sub>i</sub>” means, in respect of the Index, the initial Index level, being the official closing level of the Index, as determined by the Calculation Agent on the Initial Index Valuation Date, which is: 2970.13.

“Index<sub>f</sub>” means, in respect of the Index, the final Index level as determined by the Calculation Agent as the equally weighted average of the official closing level of the Index on each of the Averaging Dates, which if any Averaging Date is a Disrupted Day, it will be subject to Modified Postponement, as described below.

“IC” means “Index Cap” which is: 0.20 (or 20%).

“Averaging Dates” means each of 26 July 2027, 24 August 2027, 24 Sep2027, 25 October 2027, 24 November 2027, 24 December 2027 and 24 January 2028.

“Modified Postponement” means that in respect of any Exchange Business Day which is a Disrupted Day, the applicable Final Index Valuation Date will be the first succeeding Valid Date. If the first succeeding Valid Date has not occurred before or on the eighth Scheduled Trading Day immediately following the original date, then that eighth Scheduled Trading Day will be deemed to be the Final Index Valuation Date and the Calculation Agent will determine the level of the Index for that Final Index Valuation Date (i.e. that eighth Scheduled Trading Day) in a commercially reasonable manner. For purposes hereof, a “Valid Date” means a Scheduled Trading Day that is not a Disrupted Day and the Index Valuation Date does not or is not deemed to occur.

“Exchange Business Day” means a Scheduled Trading Day on which:

- (a) the Index Sponsor actually publishes the closing level of the Index; and
- (b) each Listing Financial Exchange or each Index Component Exchange, as the case may be, is actually open for trading during its regular trading session, notwithstanding the relevant Listing Financial Exchange and/or any relevant Index Component Exchange, as the case may be, closing prior to its Scheduled Closing Time;

“Scheduled Trading Day” means any day on which:

- (a) the Index Sponsor is scheduled to publish the closing level of the Index; and
- (b) each Listing Financial Exchange or each Index Component Exchange, as the case may be, is scheduled to be open for trading during its regular trading session.

“Scheduled Closing Time” means, in respect of an Index Component Exchange and an Exchange Business Day, the scheduled weekday closing time of such Index Component Exchange on such Exchange Business Day, without regard to after hours or any other trading outside of the regular trading session hours.

“Index Sponsor” means the corporation or other entity that:

|   |  |
|---|--|
|   | <p>(a) is responsible for setting and reviewing the rules and procedures and the methods of calculation and adjustments, if any, related to the Index; and</p> <p>(b) announces (directly or through an agent) the level of the Index on a regular basis during each Exchange Business Day.</p> <p>“Index Component Exchange” means in respect of each component security of the Index (each “a Component Security”), the principal securities exchange on which such Component Security is principally traded, as determined by the Calculation Agent.</p> <p>“Index Valuation Time” means:</p> <p>(a) for the purposes of determining whether a Market Disruption Event has occurred:</p> <p>(aa) in respect of any Component Security, the Scheduled Closing Time of the relevant Index Component Exchange; and</p> <p>(bb) in respect of any options contracts or futures contracts referencing the Index, the close of trading on the related securities exchange; and</p> <p>(b) in all other circumstances, the time at which the official closing level of the Index is calculated and published by the Index Sponsor.</p> |
| (c) Final Redemption Amount Payment Date:   | The Maturity Date, such date being subject to adjustment in accordance with the Applicable Business Day Convention and the provisions regarding Consequences of a Disrupted Day as specified above.  |
| (d) Provisions where calculation by reference to Index and/or Formula is impossible or impracticable: | The Notes will be redeemed at the Early Redemption Amount which will be determined and calculated by the Issuer in accordance with Condition 8.5 ( <i>Early Redemption Amounts</i> ) of the Terms and Conditions of the Notes.   |
| (e) Minimum Interest Rate:  | Not Applicable   |
| (f) Maximum Interest Rate:  | Not Applicable   |
| (g) Other terms relating to the method of calculating interest:                                       | Not Applicable   |

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|--------------------------------------|--|
| (h) Calculation Agent:               | Absa Bank Limited (acting through its Corporate and Investment Banking division) or an affiliate thereof.  |
| (i) Index Calculation Agent:         | MSCI Inc.  |
| (j) Index name                       | MSCI World Business Cycle Clock Factor Select ER Index (Refinitiv Ric: .dMIWO00BCOCUS; Bloomberg Ticker: MECXWBCC Index)   |
| (k) Particulars regarding the Index: | <p>Index Construction</p> <p>The objective of the Index methodology is to create a 6% volatility targeted index which will use a well-known macro signal: Chicago Fed National Activity Index (CFNAI) to dynamically allocate monthly to a (i) risky asset - underlying factor component indices and (ii) safe asset / cash component - 5 year rolling bond futures index.</p> <p>Macro Signal</p> <p>CFNAI is a monthly index which is designed to gauge overall economic activity and related inflationary pressure.</p> <p><a href="https://www.chicagofed.org/publications/cfnai/index">https://www.chicagofed.org/publications/cfnai/index</a></p> <p><a href="https://www.chicagofed.org/research/data/cfnai/current-data">https://www.chicagofed.org/research/data/cfnai/current-data</a></p> <p>Business cycle/Economic regime</p> <p>The index methodology defines four different business cycle/economic regimes existing in an economic cycle, (i) expansion, (ii) slowdown, (iii) recovery and (iv) contraction.</p> <p>Underlying component factor Indices (Risky Asset)</p> <p>On a monthly basis, the methodology will use the economic signal outputs produced by the CFNAI to determine the weights to be allocated to the underlying component factor mixes/pairings.</p> <p>Expansion parent sub-index</p> <p>100% weight allocation to the MSCI World Momentum Price Return Index</p> <p><a href="https://www.msci.com/eqb/methodology/meth_docs/MSCI_Momentum_Indexes_Methodology_June2017.pdf">https://www.msci.com/eqb/methodology/meth_docs/MSCI_Momentum_Indexes_Methodology_June2017.pdf</a></p> <p>Refinitiv Ric: .MIUS0000NPUS</p> |



Slowdown parent sub-index

2.1) 50% weight allocation to the MSCI World Quality Price Return Index

[https://www.msci.com/eqb/methodology/meth\\_docs/MSCI\\_Quality\\_Indexes\\_Meth\\_June2017.pdf](https://www.msci.com/eqb/methodology/meth_docs/MSCI_Quality_Indexes_Meth_June2017.pdf)

Refinitiv Ric: .MIUS0000vPUS

2.2) 50% weight allocation to the MSCI World Minimum Volatility Price Return Index

[https://www.msci.com/eqb/methodology/meth\\_docs/MSCI\\_Minimum\\_Volatility\\_Methodology\\_May2018.pdf](https://www.msci.com/eqb/methodology/meth_docs/MSCI_Minimum_Volatility_Methodology_May2018.pdf)

Refinitiv Ric: .MIUS0000YPUS

The Slowdown parent sub-index rebalances monthly on second last trading day of the month

Recovery parent sub-index

3.1) 50% weight allocation to the MSCI World Enhanced Value Price Return Index

[https://www.msci.com/eqb/methodology/meth\\_docs/MSCI\\_Enhanced\\_Value\\_Indexes\\_Methodology\\_Book\\_June2017.pdf](https://www.msci.com/eqb/methodology/meth_docs/MSCI_Enhanced_Value_Indexes_Methodology_Book_June2017.pdf)

Refinitiv Ric: .dMIUS0000EVPUS

3.2) 50% weight allocation to the MSCI World Equal Weight Price Return Index

[https://www.msci.com/eqb/methodology/meth\\_docs/MS\\_CI\\_Equal\\_Weighted\\_Indexes\\_Methodology\\_June2017.pdf](https://www.msci.com/eqb/methodology/meth_docs/MS_CI_Equal_Weighted_Indexes_Methodology_June2017.pdf)

Refinitiv Ric: .dMIUS0000EPUS

The Recovery parent sub-index rebalances monthly on second last trading day of the month

Contraction parent sub-index

100% weight to MSCI World Minimum Volatility Price Return Index

[https://www.msci.com/eqb/methodology/meth\\_docs/MS\\_CI\\_Minimum\\_Volatility\\_Methodology\\_May2018.pdf](https://www.msci.com/eqb/methodology/meth_docs/MS_CI_Minimum_Volatility_Methodology_May2018.pdf)

Refinitiv Ric: .MIUS0000YPUS

Underlying cash component (Safe Asset)

The cash component is allocated to the SGX 5-Year US Treasury Futures Index.

Index methodology

<https://api2.sgx.com/sites/default/files/2019-08/5-Year%20US%20Treasury%20Futures%20Index%20-%20Index%20Methodology.pdf>

<https://www.sgx.com/indices/products/usg5t>

Risk Controlled Mechanism

A 6% risk control overlay/volatility target is applied on each parent sub-index. The returns of each parent sub-index are used for volatility estimation. The volatility estimation approach considers both the short-term and the long-term volatility trends of the respective parent sub-index. Volatility is calculated as the maximum of two volatility estimates: the short-term realized volatility estimate, calculated over a short period of 20 days, and the long-term realized volatility estimate, calculated over a long period of 60 days. The volatility estimation approach uses equally weighted daily price returns of the parent sub-index for both periods.

#### Index Leverage

The index leverage is calculated daily as the ratio of the specific 6% risk level and the parent sub-index volatility subject to a maximum leverage of 100%. If the MSCI parent sub-index volatility is higher than 6% then the weight of the MSCI parent sub-index will be less than 100% while the weight of the cash component will be 100% minus the weight of the parent sub-index. The index leverage applicable on an effective date is determined using the parent sub-index volatility estimated one trading day before the effective date.

#### Interest Rate Deduction

From each of the risk controlled sub-indices, a SOFR interest rate is deducted daily.

#### Momentum Leverage

A corresponding momentum overlay weight/signal is assigned to the respective risk-controlled regime sub-indices to get the final regime sub-indices. The leverage weight can vary from 30% to a max weight of 130%. The momentum Leverage weight applicable on an effective date is determined based on the average Leverage Weight over 5 previous trading days starting one trading day before effective date.

#### Monthly Index reviews

The MSCI World Business Cycle Select Factor Index is reviewed on a monthly basis.

#### Staggered Rebalance

The monthly Index rebalance is staggered over a period of 3 days starting on the last trading day of each month. Three versions of the Index are calculated, each having their rebalancing dates as last but one trading day of the month, last trading day of the month and 1st trading day of subsequent month with their respective effective dates as the last trading day of the month, 1st trading day of subsequent month and to 2nd trading day of subsequent month. These indexes are then equal weighted to arrive at the final index, which rebalances to equal weights.

#### New additions to the Parent Index

A new security added to the parent index (such as IPO and other early inclusions) will not be added to the index.

#### Spin-Offs

|                      |  |
|----------------------|--|
|                      | <p>All securities created as a result of the spin-off of an existing Index constituent will be added to the Index at the time of event implementation. Reevaluation for continued inclusion in the Index will occur at the subsequent index review.</p> <p><b>Merger/Acquisition</b></p> <p>For mergers and acquisitions, the acquirer’s post event weight will account for the proportionate amount of shares involved in deal consideration, while cash proceeds will be invested across the index. If an existing index constituent is acquired by a non-Index constituent, the existing constituent will be deleted from the index and the acquiring non-constituent will not be added to the index.</p> <p><b>Changes in security characteristics</b></p> <p>A security will be kept in the Index if there are changes in its characteristics (country, sector, size segment, etc.) Reevaluation for inclusion in the index will occur at the subsequent index review.</p> <p>The MSCI corporate events methodology book is available at:</p> <p><a href="https://www.msci.com/index-methodology">https://www.msci.com/index-methodology</a></p> <p>The index sponsor has provided the Issuer authority to use the index. The Issuer and MSCI entered into a license agreement where the Issuer is permitted to use MSCI Indices, including the use of this Index. Absa and MSCI are not affiliated entities. Written permission from MSCI is required before using any MSCI trademark, trade name or service mark to promote or market any MSCI securities.</p> <p>Any changes to the index methodology will be published on SENS and communicated to the JSE. Index constituents can be requested from the Issuer at <a href="mailto:aiss@absa.africa">aiss@absa.africa</a></p> |
| (l) Index Disclaimer | <p>THE SECURITIES ARE NOT SPONSORED OR ENDORSED BY MSCI, ANY AFFILIATE OF MSCI OR ANY OTHER PARTY INVOLVED IN, OR RELATED TO, MAKING OR COMPILING ANY MSCI INDEX. THE SECURITIES ARE NOT SOLD OR PROMOTED BY MSCI, ANY AFFILIATE OF MSCI OR ANY OTHER PARTY INVOLVED IN, OR RELATED TO, MAKING OR COMPILING ANY MSCI INDEX. THE MSCI INDICES ARE THE EXCLUSIVE PROPERTY OF MSCI. MSCI AND THE MSCI INDEX NAMES ARE SERVICE MARKS OF MSCI OR ITS AFFILIATES AND HAVE BEEN LICENSED FOR USE FOR CERTAIN PURPOSES BY THE ISSUER. NEITHER MSCI, ANY OF ITS AFFILIATES NOR ANY OTHER PARTY INVOLVED IN, OR RELATED TO, MAKING OR COMPILING ANY MSCI INDEX</p>   |

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| <p><b>PROVISIONS REGARDING REDEMPTION/MATURITY</b></p>   |  |
| <p>34. Redemption at the Option of the Issuer:</p>   | <p>No</p>  |
| <p>35. Redemption at the Option of Noteholders:</p>  | <p>No</p>  |
| <p>36. Early Redemption Amount(s) payable on redemption for taxation reasons, Change in Law, Hedging Disruption, Increased Cost of Hedging or on Event of Default (if required):</p> | <p>Yes</p>   |

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| If yes:  |  |
| (a) Amount payable; or                                   | Not Applicable   |
| (b) Method of calculation of amount payable:             | If the Notes are redeemed early for any reason whatsoever, the Early Redemption Amount will be determined and calculated by the Issuer in accordance with Condition 8.5 ( <i>Early Redemption Amounts</i> ) of the Terms and Conditions of the Notes.              |
| <b>GENERAL</b>   |  |
| 37. Financial Exchange:                                  | JSE Limited t/a The Johannesburg Stock Exchange  |
| 38. Calculation and Paying Agent:                        | Absa Corporate and Investment Banking (a division of Absa Bank Limited) or an affiliate thereof.   |
| 39. Specified Office of the Calculation and Paying Agent | 15 Alice Lane<br>Sandton<br>2196<br>Gauteng<br>Republic of South Africa  |
| 40. Settlement Agent                                     | Standard Chartered Bank  |
| 41. Specified office of the Settlement Agent:            | 4 Sandown Valley Crescent, Sandton, South Africa   |
| 42. Issuer Rating on Issue Date:                         | Issuer National Rating: Aa1.za as assigned by Moody's on 06 April 2022 and to be reviewed by Moody's from time to time.<br><br>Issuer National Rating: zaAA as assigned by Standard & Poor on 25 May 2022 and to be reviewed by Standard & Poor from time to time. |
| 43. Method of distribution:                              | Private Placement  |
| 44. Governing law:                                       | The law of the Republic of South Africa  |
| 45. Other provisions:                                    | Applicable   |
| (a) Inward Listing:                                      | The Notes will be inward listed on the Financial Exchange in terms of the authority granted by the Financial Surveillance Department of the South African Reserve Bank.  |

(b) Taxation:

Condition 9 titled "Taxation" in the section II-A of the Master Programme Memorandum titled "Terms and Conditions of the Notes" is amended in relation to this Tranche of Notes by:

- (i) the deletion of Condition 9.2.8, and
- (ii) the insertion of the following additional paragraphs immediately after Condition 9.2.7:

"9.2.8 where such withholding or deduction is imposed on a payment to an individual and is required to be made pursuant to European Council Directive 2003/48/EC (or any other directive implementing the conclusions of the 2312th Economic and Financial Affairs Council (ECOFIN) meeting of 26 and 27 November 2000) on the taxation of savings income or any law implementing or complying with, or introduced in order to conform to, such directive; or

9.2.9 held by or on behalf of a Noteholder in circumstances where such party could lawfully reduce the amount of taxation otherwise levied or leviable upon the principal or interest by virtue of any tax treaty or non-South African tax laws applicable to such Noteholder, whether by way of a tax credit, rebate deduction or reduction equal to all or part of the amount withheld or otherwise, and whether or not it is actually claimed and/or granted and/or allowed; or

9.2.10 in respect of any present or future taxes, duties, assessments or governmental charges of whatever nature which are payable otherwise than by withholding from payment of principal or interest, if any, with respect to such Note; or

9.2.11 where any combination of the scenarios or occurrences contemplated in Conditions 9.2.1 to 9.2.10 above occurs the Issuer is not liable for or otherwise obliged to pay any taxes that may arise as a result of the ownership, transfer or redemption of any Note.

If the Issuer becomes subject generally at any time to any taxing jurisdiction, authority or agency other than or in



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|                           | <p>addition to the Republic of South Africa, references in Conditions 8.2 (Redemption for Tax Reasons or due to a Change in Law) and 9 (Taxation) to the Republic of South Africa will be read and construed as references to the Republic of South Africa and/or to such other jurisdiction, authority or agency.”</p>  |
| <p>(c) Change in Law:</p> | <p>The definition of “Change in Law” contained in the Terms and Conditions of the Notes is deleted and replaced with the following:</p> <p>“On or after the Issue Date of the Notes:</p> <ul style="list-style-type: none"> <li>(i) due to the adoption of or any change in any applicable law or regulation (including, without limitation, any tax law or the adoption or promulgation of new regulations authorised or mandated by existing legislation), or</li> <li>(ii) due to the promulgation of or any change, announcement or statement of the formal or informal interpretation by any court, tribunal or regulatory authority with competent jurisdiction of any applicable law or regulation (including, without limitation, any action taken by a taxing authority or a regulatory authority),</li> </ul> <p>the Issuer determines in good faith that:</p> <ul style="list-style-type: none"> <li>(aa) it has become illegal or contrary to such applicable law or regulation for the Noteholder to hold the Notes; or</li> <li>(bb) it has become illegal or contrary to such applicable law or regulation for the Issuer or any affiliate of the Issuer to hold, acquire, deal in or dispose of hedge positions, underlying securities or other property or assets comprised in an index, any currency, futures contracts, commodities or contracts in securities, options, futures, derivatives or foreign exchange relating to the Notes (collectively, “Hedge Positions”), or</li> <li>(cc) the Issuer or any affiliate of the Issuer will incur a materially increased cost in performing its obligations in respect of the Notes or its Hedge Positions in connection with the Notes (including, without limitation, due to any increase in tax liability,</li> </ul> |

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|                                | <p>decrease in tax benefit or other adverse effect on its tax position), or</p> <p>(dd) the Issuer or any affiliate of the Issuer will be subjected to materially less favourable regulatory capital treatment in respect of such Notes or any related Hedge Positions,</p> <p>the Issuer may terminate the Notes early and the Issuer will determine and calculate the early termination amount to be paid to the Noteholder. The phrase “any applicable law or regulation” includes, without limitation, (i) the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 and the Wall Street Transparency and Accountability Act of 2010, any rules and regulations promulgated there under and any similar law or regulation (collectively, the “Wall Street Act”), (ii) the Regulation (EU) No 648/2012 of the European Parliament and of the Council of 4 July 2012 on OTC Derivatives (European Market Infrastructure Regulation – EMIR), and (iii) any rules and regulations promulgated in accordance with the regulatory framework of the Basel Committee on Banking Supervision (the “Basel Rules”). Any additional capital charges or other regulatory capital requirements imposed in connection with the Wall Street Act or any legislation and/or regulation based on the Wall Street Act, EMIR or the Basel Rules, will constitute a materially increased expense or cost of the Issuer in performing its obligations in respect of these Notes.</p> |
| <p>(d) Hedging Disruption:</p> | <p>If the Issuer or an affiliate of the Issuer (each “a Hedging Party”) is unable after using commercially reasonable efforts, to either:</p> <p>(i) acquire, establish, re-establish, substitute, maintain, unwind or dispose of any transaction(s) or asset(s) it deems necessary to hedge the equity price risk (or any other relevant price risk including, but not limited to currency risk) of entering into and performing its obligations with respect to the Notes or any Hedge Positions in connection with the Notes, or</p> <p>(ii) freely realise, recover, receive, repatriate, remit or transfer the proceeds of any Hedge Position in connection with the Notes between accounts within the jurisdiction of the Hedge Positions (the “Affected Jurisdiction”) or from accounts within the Affected Jurisdiction to accounts outside of the Affected Jurisdiction,</p> <p>the Issuer may redeem the Note early and the Issuer will calculate the Early Redemption Amount to be paid to the</p>   |

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|  | Noteholder, in accordance with Condition 8.5 of the Terms and Conditions of the Notes.  |
| (e) Increased Cost of Hedging:                       | <p>If the Issuer or any affiliate of the Issuer (each “a Hedging Party”) would incur a materially increased (as compared with circumstances existing on the Effective Date) amount of tax, duty, expenses, costs or fees (other than brokerage or commissions) to:</p> <p>(i) acquire, establish, re-establish, substitute, maintain, unwind or dispose of any transaction(s) or asset(s) it deems necessary to hedge the equity price risk (or any other relevant price risk, including, but not limited to, the currency risk) of entering into and performing its obligations with respect to the Notes or Hedge Positions in connection with the Notes, or</p> <p>(ii) realise, recover or remit the proceeds of Hedge Positions in connection with the Notes between accounts within the jurisdiction of the Hedge Positions (the “Affected Jurisdiction”) or from accounts within the Affected Jurisdiction to accounts outside the Affected Jurisdiction,</p> <p>the Issuer may terminate the Notes early and the Issuer will calculate the early termination amount to be paid to the Noteholder.</p> |
| 46. Material Change in Financial or Trading Position | The Issuer confirms that as at the date of this Applicable Pricing Supplement, there has been no material change in the financial or trading position of the Issuer since the date of the Issuer’s Unaudited condensed consolidated financial results for the reporting period ended 31 December 2022. This statement has not been confirmed nor verified by the auditors of the Issuer.  |

**Responsibility:**

The Issuer certifies that to the best of its knowledge and belief there are no facts that have been omitted which would make any statement false or misleading and that all reasonable enquiries to ascertain such facts have been made as well as that the pricing supplement contains all information required by law and The JSE Listings Requirements. The Issuer accepts full responsibility for the accuracy of the information contained in the Programme Memorandum and the annual financial statements and/or the pricing supplements.

The JSE takes no responsibility for the contents of this Master Programme Memorandum and the annual financial statements and/or the Applicable Pricing Supplements and/or the annual report of the Issuer and any amendments or supplements to the aforementioned documents. The JSE makes no representation as to the accuracy or completeness of this Master Programme Memorandum and the annual financial statements and/or the Applicable Pricing Supplements and/or the annual report

of the Issuer and any amendments or supplements to the aforementioned documents and expressly disclaims any liability for any loss arising from or in reliance upon the whole or any part of the aforementioned documents. The JSE's approval of the registration of this Master Programme Memorandum and listing of the Notes is not to be taken in any way as an indication of the merits of the Issuer or of the Notes and that, to the extent permitted by law, the JSE will not be liable for any claim whatsoever.

Application is hereby made to list this issue of Notes on 01 February 2023.

for and on behalf of

**ABSA BANK LIMITED**

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Name:  
Capacity: Authorised Signatory  
Date:

Who warrants his/her authority hereto

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Name:  
Capacity: Authorised Signatory  
Date:

Who warrants his/her authority hereto