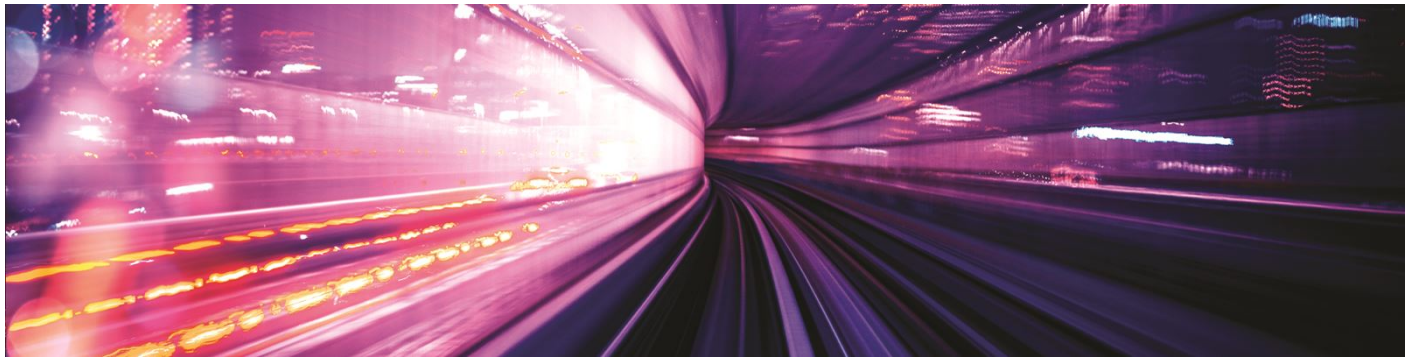


NewWave Currency ETNs

Minimum Disclosure Document - 30 June 2020



Note objectives

NewWave Currency Exchange Traded Notes (ETNs) are designed to give investors exposure to the value of individual foreign currencies via JSE-listed ZAR denominated securities. Simply put, the ETNs will appreciate in value if the ZAR weakens relative to the respective foreign currencies, and will depreciate if the rand strengthens. The ETNs, as with foreign bank deposits, attract interest payable to or owing to investors (distributed twice-annually) and do not attract any additional management fees. Each note exposes an investor to one unit of the applicable foreign currency. They are available with reference to US dollars (\$), Euros (€) and British pounds (£).

Reasons to purchase

- To hedge against ZAR weakness relative to US dollars (\$), Euros (€) and British pounds (£).
- To gain exposure to foreign currency that is exempt from the R10 million limit that may be expatriated by individual investors.
- To gain foreign currency exposure in a manner that is more cost-efficient than entering into an asset swap and less administratively cumbersome than externalising ZAR. This is because externalising ZAR directly is subject to exchange control limitations and requires foreign intermediaries and South African Revenue Services clearance.

Note details

Exchange Traded Note	USD - \$	Pound - £	Euro - €
JSE Code	NEWUSD	NEWGBP	NEWEUR
Bloomberg Code	NEWUSD:SJ	NEWGBP:SJ	NEWEUR:SJ
ISIN	ZAE000162608	ZAE000162558	ZAE000162541
Listing Date	12 March 2012	12 March 2012	12 March 2012
Annualised Return since Listing	10.51%	7.36%	8.41%
Interest Rate Spread	0.10%	0.20%	0.10%
LIBOR Rate	0.0809%	0.0534%	0.0000%
Last Distribution	10c	4c	0c

Issuer Details Absa Bank Limited - National long term credit rating - S&P rating: zaAA - Moody's rating: Aa1.za

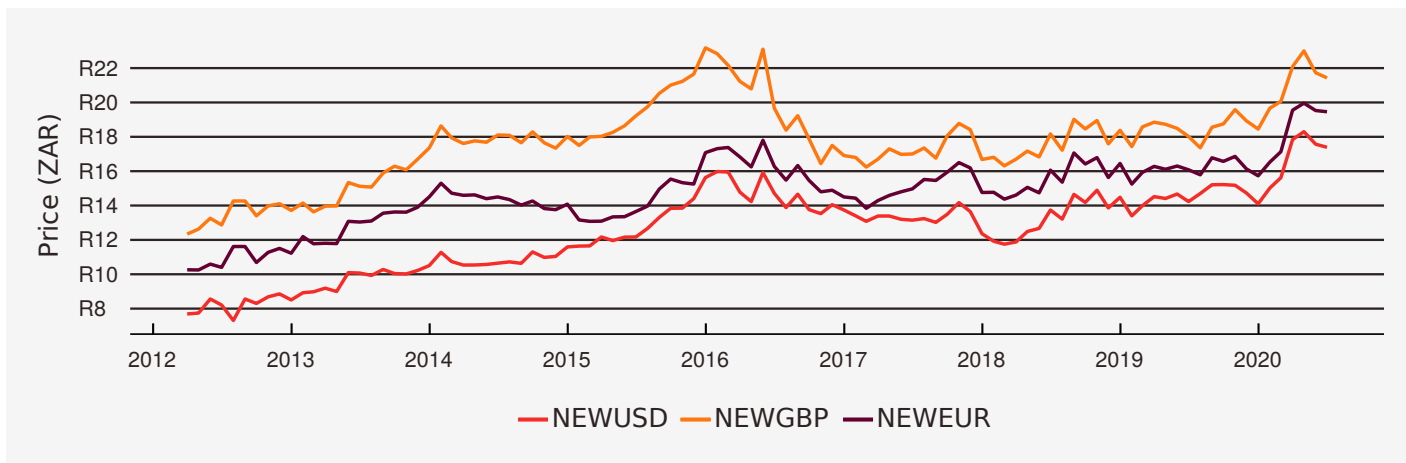
NewWave ETNs have not been assigned a security credit rating, but are backed by the credit of Absa Bank Limited. The NewWave ETNs rely on the rating of the issuer, Absa Bank Limited.

Annualised returns exclude distributions.

LIBOR rates are as at 30 June 2020.

Historical performance

The chart below shows the historical performance of the ETNs relative to ZAR. The chart highlights that the value of the ETNs may for up or down. The past performance of the ETNs is not a guide to their future performance.



Source: Bloomberg.

Performance table

Period	USD - \$ (%)	Pound - £ (%)	Euro - € (%)
3 Months	-2.52	-2.99	-0.46
YTD	23.33	16.15	23.71
1 Year (Ann.)	22.21	18.92	21.02
3 Years (Ann.)	9.76	8.03	9.14
5 Years (Ann.)	7.40	2.20	7.35
Full Period (Ann.)	10.51	7.36	8.41

Risk statistics

Statistic	USD - \$ (%)	Pound - £ (%)	Euro - € (%)
Risk (Ann.)	17.04	16.13	15.49
Max. Drawdown	-26.47	-29.94	-22.25
Best Month	17.10	11.11	14.13
Worst Month	-10.96	-14.85	-8.83
Best Annual Return	37.29	31.74	33.33
Worst Annual Return	-17.99	-27.05	-20.37

Contact us

Absa NewFunds Index & Structured Solutions Absa Online & AIMS Investment Plan
 Tel: 0861 345 223 Tel: 0860 000 005
 Email: etpmanagers@absa.africa Email: aimsenquiries@absa.co.za
 Website: aiss.absa.africa

Absa Stockbrokers & Portfolio Management
 Tel: 0860 050 403
 Email: equities@absa.co.za
 Website: www.absastockbrokers.co.za

Glossary of terms

Annualised Return - The weighted average compound growth rate over the period being measured.

Annualised Risk - A measure of how much the investment return varies from its average over time.

Drawdown - A measure of the deterioration of the portfolio from its historical peak (highest level of the fund), measured since the relevant reference point.

Exchange Traded Note (ETN) - A listed instrument listed on the JSE whereby the investor essentially owns a proportionate share of the underlying investments held by the Portfolio.

Interest rate spread - An interest payable to or owing to investors for buying and holding the underlying instrument.

Liquidity - The ease of buying and selling a financial instrument for cash.

Market Maker - The market maker attempts to maintain a high degree of liquidity through continuously offering to buy and sell participatory interests at prices around the NAV, thereby ensuring tight buy and sell spreads.

Net Asset Value (NAV) - The NAV is the total assets of the portfolio less the liabilities.

Portfolio Risk - A measure of the risk inherent in a portfolio incorporating individual stock volatility as well as the covariance structure of stocks in the portfolio.

Scrip Lending - The lending of securities from one party (being the holder of the securities) to another party (the borrower). The borrower provides collateral for the securities borrowed.

Total Expense Ratio (TER) - This is the total costs associated with managing and operating an investment (excluding financial planning). These costs consist primarily of management fees and other operational expenses such as audit and custody fees. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs.

Volatility - Measures the dispersion of price returns around the average over a specific period of time.

Legal disclaimer

This brochure/document/material/report/communication/commentary ("this commentary") has been prepared by the corporate and investment banking division of Absa Bank Limited, a registered bank in the Republic of South Africa with company registration number 1986/004794/06 and with its registered office at Barclays Towers East, 3rd Floor, 170 Main Street, Barclays Towers West, 15 Troye Street, Johannesburg 2001, Republic of South Africa ("Absa"). Absa is regulated by the South African Reserve Bank. Absa has issued this commentary for information purposes only and you must not regard this as a prospectus for any security or financial product or transaction. Absa does not expressly, tacitly or by implication represent, recommend or propose that the securities and/or financial or investment products or services ("the products") referred to in this commentary are appropriate and/or suitable for your particular investment objectives or financial situation or needs. This commentary is not, nor is it intended to be, advice as defined and/or contemplated in the Financial Advisory and Intermediary Services Act, 37 of 2002 ("FAIS Act"), or any other financial, investment, trading, tax, legal, accounting, retirement, actuarial or other professional advice or service whatsoever ("advice"). You have to obtain your own advice prior to making any decision or taking any action whatsoever based hereon and Absa disclaims any liability for any direct, indirect or consequential damage or losses that you may suffer from using or relying on the information contained herein, even if notified of the possibility of such damage or loss and irrespective of whether or not you have obtained independent advice. This commentary is neither an offer to sell nor a solicitation of an offer to buy any of the products, which will always be subject to Absa's internal approvals and a formal agreement between you and Absa. Any pricing included in this commentary is only indicative and is not binding as such on Absa. All the risks and significant issues related to or associated with them. The products may involve a high degree of risk, including but not limited to, the risk of (a) low or no investment returns, (b) capital loss, (c) counterparty or issuer default, (d) adverse or unanticipated financial market fluctuations, (e) inflation and (f) currency exchange. The value of any product may fluctuate daily as a result of these risks. Absa does not predict actual results, performances and/or financial returns and no assurances, warranties or guarantees are given in this regard. The indicative summaries of the products provided herein may be amended, superseded or replaced by subsequent summaries without notice. The information, views and opinions expressed herein are compiled from or based on trade and statistical services or other third party sources believed by Absa to be reliable and are therefore provided and expressed in good faith. Absa gives no recommendation, guide, warranty, representation, undertaking or guarantee concerning the accuracy, adequacy and/or completeness of the information or any view or opinion provided or expressed herein. Any information on past financial returns, modelling or back-testing is no indication of future returns. Absa makes no representation on the reasonableness of the assumptions made within or the accuracy or completeness of any modelling or back-testing. All opinions, views and estimates are given as of the date hereof and are subject to change without notice. Absa expressly disclaims any liability for any damage or loss as a result of errors or omissions in the information, data or views contained or expressed herein even if notified of the possibility of such damage or loss. Absa does not warrant or guarantee merchantability, non-infringement of third party rights or fitness for a particular use and/or purpose. Absa, its affiliates and individuals associated with them may (in various capacities) have positions or deal in securities (or related derivative securities), financial products or investments identical or similar to the products. Absa intends to make this commentary available in South Africa to persons who are financial services providers as defined in the FAIS Act, as well as to other investment and financial professionals who have professional experience in financial and investment matters. You should contract and execute transactions through an Absa Bank Limited branch or affiliate in your home jurisdiction unless local regulations permit otherwise. Absa Bank Limited is a licensed financial services provider. Absa has taken no action that would permit a public offering of the products in any jurisdiction in which action for that purpose is required. The products will only be offered and the offering material will only be distributed in or from any jurisdiction in circumstances which will result in compliance with any applicable laws and regulations and which will not impose any obligation on Absa or any of its affiliates. In this commentary, reference is made to various indices. The publishers and sponsors of those indices ("the publishers and sponsors") do not endorse, sponsor or promote the products and make no warranty, guarantee, representation or other assurance (express, tacit or implied) relating to the indices. The publishers and sponsors make no warranties (including merchantability and fitness for purpose). The publishers and sponsors will not incur any liability in respect of any damage or loss that you may suffer as a result of investing in a product even if notified of the possibility of such damage or loss. The publishers and sponsors may amend the composition or calculation of indices and have no obligation to have regard to your or Absa's need in this regard. The information and views contained in this commentary are proprietary to Absa and are protected by copyright under the Berne Convention. In terms of the Copyright Act, 98 of 1978, as amended, no part of this commentary may be reproduced or transmitted in any form or by any means, electronic or mechanical, including photocopying, electronic scanning, recording, or by any information storage or retrieval system, without the prior permission in writing of Absa. The illegal or attempted illegal copying or use of this information or views may result in criminal or civil legal liability.

Absa Bank Limited, Reg No 1986/004794/06, Authorised Financial Services Provider Registered Credit Provider Reg No NCRCP7.

This document was published on 05 July 2020.