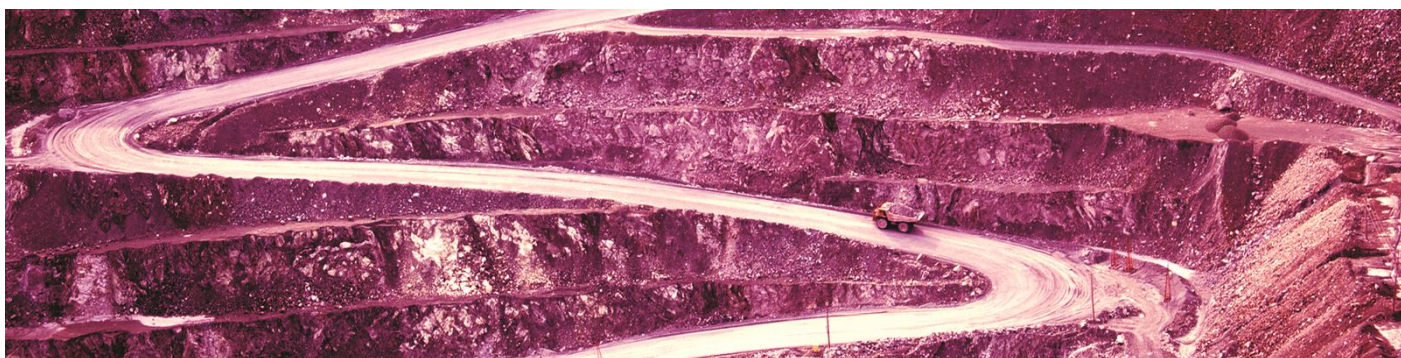


NewWave Silver ETN

Minimum Disclosure Document - 31 December 2019



Note objectives

NewWave Exchange Traded Notes (ETNs) constitutes unconditional, unsecured and unsubordinated obligations of ABSA Bank Limited, that is listed on the JSE Limited.

The NewWave Silver ETN is designed to provide investors with cost-effective exposure to the spot price of silver in a listed instrument denominated in South African rand. Each NewWave Silver ETN is equivalent to 1/100th of an ounce of silver bullion (less investor fees).

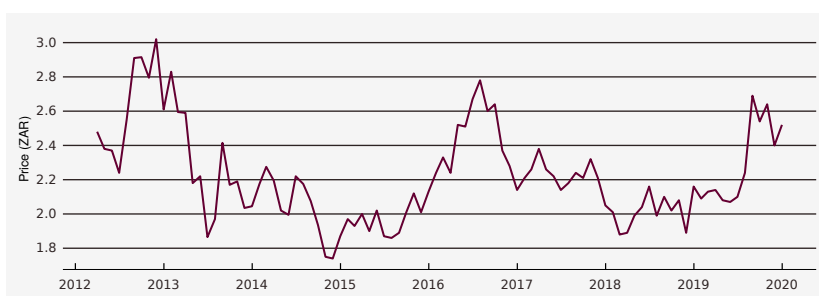
Silver is a well known precious metal traded in US dollar per fine ounce.

Reasons to purchase

- An ETN will give exposure to Silver in difficult to reach markets.
- Performance directly tracks the reference commodity or price (less investor fees).
- Cost effective way to invest in Silver not previously accessible.
- Easy to trade and several ETNs can be intraday traded.
- Relatively small tracking error due to investor fees payable.

Performance and exposure

Note net asset value chart



Source: Absa CIB.

Returns table

Period	ETN
3 Months	-0.8%
YTD	16.7%
1 Year (Ann.)	16.7%
3 Years (Ann.)	5.6%
5 Years (Ann.)	6.1%
Full Period (Ann.)	-0.2%

Risk statistics

Statistic	ETN
Risk (Ann.)	24.5%
Max. Drawdown	-42.4%
Best Month	22.6%
Worst Month	-16.0%
Best Annual Return	49.5%
Worst Annual Return	-32.6%

Spot returns are derived from closing price data sourced from Bloomberg and these returns are before fees. Where there have been no trades, the closing prices may not represent the indicative fair value of the ETN. Therefore, the returns derived for the Newwave ETN is derived from indicative prices calculated by Absa CIB. Past performance does not guarantee future results.

Note details

Investment Manager	ABSA Bank Limited
Issuer	ABSA
Exchange	JSE
JSE Code	NEWSLV
Bloomberg Code	NEWSLV:SJ
ISIN	ZAE000162566
Listing Date	12 March 2012
Maturity Date	12 March 2042
Subscription and Redemption ¹	Daily
Issuer Early Redemption	Applicable
Block Size	16 554 452 Notes
Issuer Credit Rating by Moody's ²	zaB
Issuer Credit Rating by Fitch ²	AA (zaf)
Annual Fee	0.40%

Notes

1. Subscriptions and redemption to issuer subject to a minimum block size and redemption fee, however in the secondary market there is no minimum block size requirement. For this series of notes, the issuer will levy a fee of 0.40% per annum (or 0.40%/365 per day). The fee will be calculated and will accrue daily.
2. 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.
3. This note is inwardly listed on the JSE and as such does not require an individual to utilise their offshore allowance of R4 million per annum.

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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.

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