

TICKER	DESCRIPTION	ISIN CODE	IMPORTANT DATES
SBACOP	Copper ETN (Maturing)	ZAE000158523	<ul style="list-style-type: none"> • Last day to trade: Tuesday, 13 July 2021 • Suspension date: Wednesday, 14 July 2021 • Record date: Friday, 16 July 2021 • Determination date: Monday, 19 July 2021 • Payment date: Wednesday, 21 July 2021 • Termination date: Thursday, 22 July 2021
SBACRN	Corn ETN (Maturing)	ZAE000158515	
SBAOIL	Oil ETN (Maturing)	ZAE000158531	
SBAWHT	Wheat ETN (Maturing)	ZAE000158549	
SBCOP	Copper ETN (New)	ZAE000300497	<ul style="list-style-type: none"> • Listing date: Tuesday, 13 July 2021
SBOIL	Oil ETN (New)	ZAE000300489	

ETNs - EXPIRY AT MATURITY

Standard Bank announced that the four commodity Exchange-traded Notes (ETNs) issued under their Domestic Medium Term Note Programme will be maturing on 20 July 2021. This includes: SBACOP, SBACRN, SBAOIL and SBAWHT.

- The Commodity ETNs will mature in whole in accordance with the conditions of the Applicable Pricing Supplement relating to each Commodity ETN on Tuesday, 20 July 2021.
- The Last Day to Trade / Register as holder of the Commodity ETNs in order to be eligible to receive the Final Redemption Amount will be by close of business on Tuesday, 13 July 2021.
- The Final Redemption Amount(s) will be determined on 19 July 2021, the Commodity ETN will be exposed to the underlying until the close of business on 19 July 2021, and be published on SENS after 17h00.
- The Final Redemption Amount(s) will be paid via STRATE to investor's trading accounts on or after Tuesday, 20 July 2021.

In practice, this means that holders of the ETNs, as at the close of business on Tuesday, 13 July 2021, will automatically receive the full redemption amount in their trading accounts, as a cash payment, on or after Wednesday, 21 July 2021. No trading is required to sell out of these securities, and once the funds have been received in your account, you can reinvest the proceeds as you wish.

LISTING OF TWO NEW ETNs

There are currently no direct alternatives available for investors who want exposure to these commodities. Standard Bank will be listing a replacement Copper ETN and Oil ETN on Tuesday, 13 July 2021, but investors would have to sell out of the current ETNs (SBACOP and SBAOIL) and buy the new ETNs (SBCOP and SBOIL) – no direct replacements or transfer of investments will be available.

Herewith some of the salient details of the two new ETNs:

- The term of the two new notes will be **20 years** instead of the current 10 years.
- The **annual fee** on the new notes has been reduced from 0.5% p.a. to **0.35% p.a.**
- The **pricing** and thus **performance calculation** are based on the same formula as before, i.e., futures price * USD/ZAR * allocation factor, but the **allocation factors have also been adjusted**:
 - Copper – new allocation factor is **1/10** vs 1/2.5 previously.
 - Oil – new allocation factor is **1/100** vs 1/50 previously.
- The **new Oil ETN** is linked to the **price of Brent Crude Oil price** (which is more relevant in South Africa), whereas the old ETN was linked to the West-Texas Intermediate (WTI) Crude Oil price.
- The Brent Oil future is only **cash settled**, whereas the WTI future has physical settlement – this means that the risk of the price going negative (like it did in March 2020) is removed.
- The **history of the ETN prices** of the old copper and oil ETNs will **not be relevant** due to the change in allocation factors, so the new ETNs should be treated as entirely new investment instruments.

In practice, this means that investors who want to buy into the new copper and oil ETNs, can do so via their current trading accounts from the start of listing on Tuesday, 13 July 2021. The price of the ETNs will be determined by the prevailing market prices of copper and Brent crude oil respectively, and the Rand/\$ exchange rate.

TICKER	DESCRIPTION	ISSUE SIZE	ISSUE PRICE (PU)	MARKET CAP
SBCOP	Copper ETN (New)	40,000,000 notes issued	R6.18	R247.2 million
SBOIL	Oil ETN (New)	50,000,000 notes issued	R10.06	R503 million