

NATIONAL MICROFINANCE BANK (“NMB”) PLC

(Incorporated in Tanzania under the Companies Act 2002 of the Laws of Tanzania as a limited liability company
(certificate of incorporation number 32699))

PUBLIC NOTICE

NMB MEDIUM TERM NOTE PROGRAMME: TRANCHE 1 PUBLIC OFFER RESULTS AND ALLOCATION ANNOUNCEMENT

STATUS OF THE PUBLIC OFFER

Following the closing date of receipt of applications and payment for notes in the NMB Plc Medium Term Note Programme (the “Notes”) on 08 June 2016, NMB (the “Issuer”) is pleased to announce that it received applications for Notes worth Tanzania Shillings forty one billion four hundred and six million, three hundred and sixty four thousand (TZS 41,406,364,000).

APPROVAL TO INCREASE THE GREENSHOE OPTION AMOUNT

Following the receipt of applications worth TZS 41,406,364,000 representing a 107% oversubscription, NMB Plc on 08 June 2016 applied and received approval from the Capital Markets and Securities Authority to increase the green shoe option amount from the previously approved limit of Tanzania Shillings five billion (TZS 5,000,000,000) to Tanzania Shillings twenty one billion four hundred and six million three hundred and sixty four thousand (TZS 21,406,364,000).

RESULTS OF THE PUBLIC OFFER

A summary of the key result statistics of the offer (the “Offer”) are set out below:

Issuer	NMB Plc
Description	NMB Retail Bond Issue
Tenor	3 years
Status	Senior, unsecured, fixed rate notes
Tranche Number	01
Series Number	NMB-FXD01/2016/03*
* serial no explanation: NMB – National Microfinance Bank Plc; FXD01 – first tranche of fixed rate notes; 2016 – year of issue; 3 – tenor of notes	
Issue Date	16 June 2016
Total Revised Amount Offered (TZS)	20 000 000 000 (with a green shoe option of TZS 21 406 364 000)
Total Bids Received (TZS)	41 406 364 000
Performance rate (%)	207
Total amount accepted (TZS)	41 406 364 000
Interest rate	13% per annum
Issue price	Par
Minimum denomination	TZS 500 000 (with integral multiples of TZS 1 000)
Use of proceeds	The net proceeds from each issue of Notes will be incorporated into the liabilities of the Issuer and used for on lending in accordance with the Bank’s strategy, including but not limited to funding Retail Bank lending.

ALLOCATION POLICY

Given the oversubscription, the Board has:

- i. decided to exercise the green shoe option thereby increasing the amount available for allocation from TZS 20 000 000 000 to TZS 41 406 364 000; and
- ii. accepted all valid applications received. Applicants will therefore receive 100% allocation.

REFUNDS

All applicants who are entitled to a refund will receive the requisite refund through the channel selected by the applicant and indicated on the application form.

CLARIFICATIONS

In the event of any clarifications, applicants are advised to consult your stockbroker, investment advisor, NMB Plc (email: nmbbond@nmbtz.com or Tel: +255 22 232000) or the Registrar (nmbbond@stanbic.com) regarding your application.

SALIENT DATES

Please see below proposed dates following the offer close:

Description	Date
Notification Date (via email/telephone)	[2.00 p.m. on Tuesday 21 June 2016]
Payment Date (for qualified institutional investors only)	[2.00 p.m. on Thursday 16 June 2016]
Issue Date	[Thursday 16 June 2016]
Commence refunds	[Monday 27 June 2016]
CDS Account upload date	[on or before Friday 01 July 2016]
Proposed listing date	[on or before Wednesday 6 July 2016]

APPRECIATION

The Issuer wishes to thank all the investors, the transaction advisers and consultants, the regulators as well as all stakeholders including shareholders who have helped to make this historic Offer possible. NMB Plc is committed to supporting the continued development of the Tanzania capital markets and the diversification of its funding sources for the continual enhancement of shareholder returns and the achievements of its strategic initiatives.

By order of the Board
NATIONAL MICROFINANCE BANK PLC

DATE: [21st June 2016]

Disclaimer: This announcement has been issued with the approval of the Capital Markets and Securities Authority pursuant to the Capital Markets and Securities (Advertisements) Regulations, G.N. No. 15 of 1997.