

# NATIONAL BANK OF RWANDA



An opportunity to invest in Rwanda  
Government securities

## PROSPECTUS

FOR

RWANDA GOVERNMENT TREASURY BOND

TENOR: 5 YEARS

COUPON INTEREST RATE: 11.25 %

TOTAL VALUE: RWF 2.5 BILLION

ISSUE N°: [FXD 2/2011/5YRS](#)

AGENT: NATIONAL BANK OF RWANDA

AUCTION DATE: October 06<sup>th</sup>, 2011.

**ISSUE N ° : FXD 2/2011/5YRS**

The National Bank of Rwanda invites bids for the above Bond whose terms and conditions are as follows:

1.	Issuer.....	National Bank of Rwanda
2.	Auction Date .....	October 06 <sup>th</sup> , 2011
3.	Amount.....	<b>RWF 2,5 billion</b>
4.	Maturity Date.....	Sept 29 <sup>th</sup> , 2016
5.	Tenor .....	5 Years
6.	Purpose.....	Capital Market Development
7.	Coupon interest rate.....	Fixed at <b>11.25 %</b> .
8.	Interest payment dates (semi-annually)	<b>Apr 06<sup>th</sup> 2012; Oct 05<sup>th</sup> 2012; Apr 05<sup>th</sup> 2013; Oct 04<sup>th</sup> 2013; Apr 04<sup>th</sup> 2014; Oct 03<sup>rd</sup> 2014; Apr 03<sup>rd</sup> 2015; Oct 02<sup>nd</sup> 2015; Apr 01<sup>st</sup> 2016 and Sept 30<sup>th</sup> 2016.</b>
9.	Issuing and paying agent.....	Registrar, National Bank of Rwanda
10.	Mode of issuing.....	Multiple bid auction
11.	Listing: .....	To be listed on Rwanda Stock Exchange.
12.	Trading.....	Secondary trading in multiples of Rwf.100, 000 will commence on Friday 14 <sup>th</sup> October 2011 on Rwanda Stock Exchange.
13.	Minimum amount for: - competitive bids :.....	RWF 50 million
	- non competitive bids :.....	RWF 100,000
14.	Price per 100 RWF.....	Quoted at premium, par or discount to three decimal places.
15.	Day count convention:.....	Actual/364
16.	Tax:.....	Discount and interest will be subject to the prevailing tax rate. Withholding tax currently at <b>5%</b> .
17.	Eligibility:.....	Resident and non residents who have opened accounts in licensed commercial banks, intermediaries or at the National Bank of Rwanda.

18.	Defaulters:.....	Will be suspended from subsequent auctions.
19.	Right to accept applications:.....	National Bank of Rwanda reserves the right to allot the application in part or reject in total at its discretion.
20.	Advantages of Treasury Bonds.....	<ul style="list-style-type: none"> <li>• They are transferable and negotiable;</li> <li>• They can be pledged as collateral;</li> <li>• The rate of return is competitive.</li> </ul>
21.	Auction process:.....	<ul style="list-style-type: none"> <li>• A press release will be issued one week before auction , announcing the auction date, size of issue, coupon rate and other terms and conditions;</li> <li>• Participant banks will submit their bids electronically using the CSD system. Other investors can submit the applications through their participant banks</li> <li>• Electronic reception of bids: Up to October 06<sup>th</sup>, 2011 at 10:00 a.m.</li> <li>• Successful bids will be accepted in descending order, starting with the highest priced bid until the offered amount is exhausted;</li> <li>• The global results of the auction will be published at NBR website: <a href="http://www.bnr.rw">www.bnr.rw</a>, while the successful bidders will receive confirmation through e-mail and fax.</li> </ul> <p>Commercial banks will be responsible for settling their own successful bids and the successful bids of other bids submitted through them;</p>
22.	Payment and settlement procedures.....	If settlement or coupon payment or redemption date falls on public holiday, value date shall be the next business day.

Done at Kigali on September 28<sup>th</sup> , 2011

**Amb. Claver GATETE**  
Governor .-

**NATIONAL BANK OF RWANDA**  
**BOND YIELD/PRICE TABLES**  
5-Year BOND 11,25% coupon rate (Yields at intervals of 0,125)

YTM	Price
5.500	124.840
5.625	124.222
5.750	123.608
5.875	122.998
6.000	122.392
6.125	121.789
6.250	121.190
6.375	120.595
6.500	120.003
6.625	119.415
6.750	118.831
6.875	118.250
7.000	117.673
7.125	117.099
7.250	116.529
7.375	115.962
7.500	115.399
7.625	114.839
7.750	114.283
7.875	113.730
8.000	113.180
8.125	112.634
8.250	112.091
8.375	111.551
8.500	111.015
8.625	110.482
8.750	109.952
8.875	109.425
9.000	108.902
9.125	108.381
9.250	107.864

YTM	Price
9.375	107.350
9.500	106.839
9.625	106.331
9.750	105.827
9.875	105.325
10.000	104.826
10.125	104.330
10.250	103.838
10.375	103.348
10.500	102.861
10.625	102.377
10.750	101.896
10.875	101.418
11.000	100.942
11.125	100.470
11.250	100.000
11.375	99.533
11.500	99.069
11.625	98.608
11.750	98.149
11.875	97.693
12.000	97.240

$$P = \frac{l_1}{(1+r)^1} + \frac{l_2}{(1+r)^2} + \frac{l_3}{(1+r)^3} + \dots + \frac{l_n}{(1+r)^n} + \frac{\text{FACE VALUE}}{(1+r)^n}$$