



NOTE TO SUBSCRIBERS

Class A Shares

On 30th June 2014, AfrAsia Bank Limited successfully launched and issued class A shares on the terms and conditions set out in a Programme Memorandum dated 9 June 2014 (the "Securities"). It is hereby brought to the attention of the subscribers of the Securities that one of the criteria for classification as Additional Tier 1 Capital under the "Bank of Mauritius Guideline on Scope of Application of Basel III and Eligible Capital" is as follows:

"The Securities may, at the option of the Bank of Mauritius, either be written off or converted into common equity upon the occurrence of the trigger event. The trigger event is the earlier of: (i) a decision that a write-off, without which the Issuer would become non-viable, is necessary, as determined by the Bank of Mauritius; and (ii) the decision to make a public sector injection of capital, or equivalent support, without which the Issuer would have become non-viable, as determined by the Bank of Mauritius. The issuance of any new shares as a result of the trigger event must occur prior to any public sector injection of capital so that the capital provided by the public sector is not diluted."