



**AFRASIA BANK
LIMITED**

*(Incorporated in the Republic of Mauritius with limited liability under business registration number
C07067923)*

**Issue of USD 20,000,000 Class A Series 1 Shares Under its
USD100,000,000 (or its equivalent in Mauritian Rupees) Class A
Shares Programme**

This document constitutes the Applicable Pricing Supplement relating to the issue of Securities described herein in accordance with the Programme Memorandum. Terms used herein shall be deemed to be defined as such for the purposes of the terms and conditions set forth under the section headed "*Securities Terms and Conditions*", as updated and amended from time to time. This Pricing Supplement must be read in conjunction with the Programme Memorandum dated 9 June 2014. To the extent that there is any conflict or inconsistency between the contents of this Pricing Supplement and the Securities Terms and Conditions, the provisions of this Pricing Supplement shall prevail.

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THE STOCK EXCHANGE OF MAURITIUS LTD, THE LISTING EXECUTIVE COMMITTEE OF THE STOCK EXCHANGE OF MAURITIUS LTD AND THE FINANCIAL SERVICES COMMISSION DO NOT VOUCH FOR THE FINANCIAL SOUNDNESS OF THE ISSUER OR FOR THE CORRECTNESS OF ANY STATEMENTS MADE OR OPINIONS EXPRESSED WITH REGARD TO IT.

PARTIES

| | |
|----------------------|---|
| 1. Issuer | AfrAsia Bank Limited |
| 2. Specified Office | Bowen Square, 10 Dr Ferriere St, Port Louis, Mauritius |
| 3. Calculation Agent | N/A |
| 4. Specified Office | N/A |
| 5. Transfer Agent | Issuer |
| 6. Specified Office | Bowen Square, 10 Dr Ferriere St, Port Louis, Mauritius |

PROVISIONS RELATING TO THE SECURITIES

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|---|----------------------------|
| 7. Class of Securities | Class A Series 1 |
| 8. Status of Securities | Perpetual, Non-Cumulative |
| (a) Class Number | Class A Series 1 |
| (b) Tranche Number | 1 |
| 9. Number of Securities | 2,000,000 |
| 10. Dividend/Payment Basis | Floating Rate |
| 11. Form of Securities | Listed Securities |
| 12. Automatic/Optional Conversion from one Dividend/ Payment Basis to another | N/A |
| 13. Issue Date | 30 June 2014 |
| 14. Opening Date for Allotment | 9 June 2014 |
| 15. Closing Date for Allotment | 30 June 2014 |
| 16. Business Centre | N/A |
| 17. Additional Business Centre | N/A |
| 18. Calculation Amount | USD 10 per Security |
| 19. Issue Price | USD 10 per Security |
| 20. Dividend Commencement Date | Issue Date |
| 21. Specified Currency | USD |
| 22. Applicable Business Day Convention | Floating Rate Business Day |
| 23. Final Callable Amount | Callable at Par |
| 24. Books Closed Period(s) | N/A |
| 25. Last Day to Register | N/A |
| 26. Penalty Dividend Rate | N/A |

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| 27. Provisions applicable to Securities, the proceeds of which are intended to qualify as Regulatory Capital | <i>Additional Tier 1 Capital</i> within the meaning of the Guideline on Regulatory Capital issued by the Bank of Mauritius |
| 28. Additional Amounts | N/A |
| 29. Preference Dividends Payable | Discretion of the Board: Yes |
| FIXED RATE SECURITIES | |
| 30. Payment of Dividend Amount | |
| (a) Dividend Rate(s) | N/A |
| (b) Dividend Payment Date(s) | N/A |
| (c) Fixed Dividend Amount [(s)] | N/A |
| (d) Initial Broken Amount | N/A |
| (e) Final Broken Amount | N/A |
| (f) Day Count Fraction | N/A |
| (g) Any other terms relating to the particular method of calculating dividends | N/A |
| 31. Payment of Dividend Amount | |
| (a) Dividend Rate(s) | The aggregate of the 6 month USD LIBOR and 8.1765% per annum |
| (b) Dividend Payment Date(s) | 30 June and 31 December with the first Dividend Payment Date being 31 December 2014 |
| (c) Any other terms relating to the particular method of calculating dividends | N/A |
| (d) Definition of Business Day (if different from that set out in Condition 7.1 (Definitions)) | N/A |
| (e) Minimum Dividend Rate | N/A |
| (f) Maximum Dividend Rate | N/A |
| (g) Day Count Fraction | Actual/360 |
| (h) Other terms relating to the method of calculating dividends (e.g.: day count fraction, rounding up provision, if different from Condition 7.6.3 (Dividend on Floating Rate Securities and Indexed Securities)) | N/A |

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| 32. Manner in which the Dividend Rate is to be determined | The aggregate of the 6 month USD LIBOR and 8.1765% per annum |
| 33. Margin | 8.1765% |
| 34. Insert basis for determining Dividend Rate/Margin/Fallback provisions | N/A |
| 35. Entity responsible for calculating amount of principal and dividend | <i>AfrAsia Bank Limited</i> |

MIXED RATE SECURITIES

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| 36. Period(s) during which the dividend rate for the Mixed Rate Securities will be (as applicable) that for: | |
| (a) Fixed Rate Securities | N/A |
| (b) Floating Rate Securities | N/A |
| (c) Indexed Securities | N/A |
| (d) Other Securities | N/A |
| 37. The Dividend Rate and other pertinent details are set out under the headings relating to the applicable forms of Securities | |

INDEXED SECURITIES

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| 38. (a) Type of Indexed Securities | N/A |
| (b) Index/Formula by reference to which Dividend Rate/ Dividend Amount/Final Callable Amount (delete as applicable) is to be determined | N/A |
| (c) Manner in which the Dividend Rate/Dividend Amount/Final Callable Amount (delete as applicable) is to be determined | N/A |
| (d) Dividend Period(s) | N/A |
| (e) Dividend Payment Date(s) | N/A |
| (f) Provisions where calculation by reference to Index and/or Formula is impossible or impracticable | N/A |
| (g) Minimum Dividend Rate | N/A |
| (h) Maximum Dividend Rate | N/A |
| (i) Other terms relating to the calculation of the Dividend Rate (e.g.: Day Count Fraction, rounding up provisions) | N/A |

OTHER SECURITIES

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| 39. Relevant description and any additional Securities Terms relating to such Securities | N/A |
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PROVISIONS REGARDING CALLABLE AT THE OPTION OF THE ISSUER

This Tranche of Securities may be callable at the initiative of the Issuer 6 years after the Issue Date, with the prior approval of the Bank of Mauritius

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| 40. Callable at the option of the Issuer: if yes: | Yes |
| (a) Callable Date(s) | Minimum 6 years after the issue date, |
| (b) Optional Callable Amount(s) and method, if any, of calculation of such amount | At Par + any declared dividends |
| (c) Minimum period of notice (if different from Condition 7.14 (Notices)) | 6 months |
| (d) Minimum Callable Amount(s) | 30% of the number of securities issued |
| (e) Other terms applicable on Call | N/A |

GENERAL

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| 41. Aggregate Nominal Amount of Notes Outstanding (as defined in the Note Terms and Conditions) and the aggregate Calculation Amount of Securities as at the Issue Date | N/A |
| 42. Exchange | Shares shall be traded on the Official Market of the Stock Exchange of Mauritius |
| 43. ISIN No. | [TO BE ADVISED] |
| 44. Stock Code | [TO BE ADVISED] |
| 45. Additional selling restrictions | |
| (a) Exchange | N/A |
| (b) Relevant sub-market of the Exchange | N/A |
| 46. Method of distribution | Private Placement |
| 47. Credit Rating assigned to [Issuer]/[s | N/A |

Securities]] as at the Issue Date (If any)

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| 48. Governing law (If the laws of Mauritius are not applicable) | Laws of Mauritius |
| 49. Other Banking Jurisdiction | N/A |
| 50. Use of proceeds | General corporate purposes of the Issuer |
| 51. Other provisions | N/A |

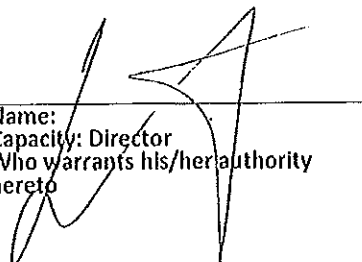
Responsibility:


The Issuer accepts full responsibility for the information contained in this Applicable Pricing Supplement. To the best of the knowledge and belief of the Issuer (who has taken all reasonable care to ensure that such is the case) the information contained in this Applicable Pricing Supplement is in accordance with the facts and does not omit anything which would make any statement false or misleading and all reasonable enquiries to ascertain such facts have been made. This Applicable Pricing Supplement contains all information required by law and the relevant listings requirements of the SEM.

Application has been made to list this issue of Securities on 9 JUNE 2014.

SIGNED at Port-Louis, Mauritius on this 9th day of June 2014

For and on behalf of
AFRASIA BANK
LIMITED


Name:
Capacity: Director
Who warrants his/her authority
hereto


Name:
Capacity: Director
Who warrants his/her authority
hereto