



DEVELOPMENT BANK OF SOUTHERN AFRICA LIMITED
(reconstituted and incorporated in terms of section 2 of the Development Bank of Southern Africa Act, 1997)

ZAR80,000,000,000 DOMESTIC MEDIUM TERM NOTE PROGRAMME

issue of ZAR528,000,000 Senior Unsecured Floating Rate Notes due 16 March 2017
DVC023

This document constitutes the Applicable Pricing Supplement relating to the issue of the Tranche of Notes described herein ("**Notes**" and "**this Tranche**").

This Applicable Pricing Supplement must be read in conjunction with the amended and updated Programme Memorandum, dated 14 December 2015 (as further amended and/or supplemented from time to time) ("**Programme Memorandum**"), prepared by the Development Bank of Southern Africa Limited (reconstituted and incorporated in terms of section 2 of the Development Bank of Southern Africa Act, 1997) ("**Issuer**" or "**DBSA**") in connection with the Development Bank of Southern Africa Limited ZAR80,000,000,000 Domestic Medium Term Note Programme ("**Programme**").

The Programme Memorandum, dated 14 December 2015, was approved by the JSE Limited ("**JSE**") on 18 December 2015.

Any capitalised terms not defined in this Applicable Pricing Supplement shall have the meanings ascribed to them in the section of the Programme Memorandum headed "*Terms and Conditions*" ("**Terms and Conditions**"). References to any Condition in this Applicable Pricing Supplement are to that Condition of the Terms and Conditions.

To the extent that there is any conflict or inconsistency between the provisions of this Applicable Pricing Supplement and the Programme Memorandum, the provisions of this Applicable Pricing Supplement shall prevail.

A. DESCRIPTION OF THE NOTES

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|----|----------------------------|--|
| 1. | Issuer | Development Bank of Southern Africa Limited (reconstituted and incorporated in terms of section 2 of the Development Bank of Southern Africa Act, 1997). |
| 2. | Tranche number | 1 |
| 3. | Series number | 1 |
| 4. | Status of the Notes | Senior Notes (see Condition 5.1) |
| 5. | Security | Unsecured |
| 6. | Form of the Notes | Registered Notes.

The Notes in this Tranche are issued in registered uncertificated form and will be held in the Central Securities Depository. |
| 7. | Type of Notes | Floating Rate Notes |
| 8. | Issue Date/Settlement Date | 18 March 2016 |
| 9. | Issue Price | 100% of the Principal Amount |

10.	Interest Basis	Floating Rate
11.	Redemption/Payment Basis	Redemption at par
12.	Change of Interest or Redemption/ Payment Basis	N/A
13.	Aggregate Principal Amount	ZAR528,000,000
14.	Specified Currency	ZAR
15.	Specified Denomination (Nominal Amount per Note)	ZAR1,000,000
16.	Business Day Convention	Following Business Day Convention
17.	Day Count Fraction	Actual 365
18.	Business Centre	Johannesburg
19.	Additional Business Centre	N/A
B. PROGRAMME AMOUNT		
1.	Programme Amount as at the Issue Date	ZAR80,000,000,000
2.	Aggregate Outstanding Principal Amount of all of the Notes (including Existing Notes) in issue under the Programme as at the Issue Date	ZAR30,288,000,000 excluding the aggregate Principal Amount of this Tranche and any other Tranche/s of Notes issued on the Issue Date specified in Item A(8) above.
3.	Issuer confirmation as to Programme Amount	The Issuer confirms that the issue of this Tranche of Notes will not cause the Issuer to exceed the Programme Amount.
C. FIXED RATE NOTES		
1.	Interest Rate/s	N/A
2.	Interest Commencement Date	N/A
3.	Interest Payment Dates	N/A
4.	First Interest Payment Date	N/A
5.	Interest Periods	N/A
6.	Initial Broken Amount	N/A
7.	Final Broken Amount	N/A
8.	Default Rate	N/A
9.	Other terms relating to the method of calculating interest for Fixed Rate Notes	N/A
D. FLOATING RATE NOTES		
1.	Interest Rate	3 month ZAR-JIBAR-SAFEX plus the Margin
2.	Interest Commencement Date	18 March 2016
3.	Interest Payment Dates	16 June, 16 September, 16 December and 16 March of each year for the period from and including the Interest Commencement Date to but excluding the Redemption Date
4.	First Interest Payment Date	16 June 2016
5.	Interest Periods	Each successive period commencing on and including an Interest Coupon Date and ending on but excluding the following Interest Coupon Date; provided that the first Interest Period will



- commence on and include the Interest Commencement Date and the last Interest Period will end on but exclude the Redemption Date
6. Manner in which the Rate/s of Interest is/are to be determined Screen Rate Determination
- 7. If Screen Rate Determination applicable:**
- (a) Reference Rate 3 month JIBAR (being, subject to Condition 7.2.3.2, the average mid-market yield rate per annum for 3-month deposits in Rand which appears on the Relevant Screen Page as the "SFX 3M YIELD" at or about the Relevant Time on the Interest Determination Date, determined by the Calculation Agent in accordance with Condition 7.2.3.4
- (b) Interest Determination Dates The first day of each Interest Period; with the first Interest Determination Date being 18th March 2016
- (c) Relevant Screen Page and Reference Code Reuters Screen SAFEX MNY MKT page - "SFX 3M YIELD
- (d) Relevant Time 11h00 (South African time)
- (e) Relevant Financial Centre Johannesburg
- 8. If ISDA Determination applicable:**
- (a) Floating Rate Option N/A
- (b) Designated Maturity N/A
- (c) Reset Date N/A
- 9. If Other Determination applicable:** N/A
10. Margin 98bps to be added to the relevant Reference Rate
11. Minimum Rate of Interest N/A
12. Maximum Rate of Interest N/A
13. Default Rate N/A
14. Fall back provisions, rounding provisions, denominator and any other terms relating to the method of calculating interest for Floating Rate Notes N/A
- E. MIXED RATE NOTES**
1. Interest Period/s during which the Interest Rate for the Mixed Rate Notes will be a Fixed Interest Rate, and for which Interest Period/s the Mixed Rate Notes will, pursuant to Condition 7.3, be construed as Fixed Rate Notes and have the terms set out in Item C above headed "FIXED RATE NOTES" N/A
2. Interest Period/s during which the Interest Rate for the Mixed Rate Notes will be a Floating Interest Rate, and for which Interest Period/s the Mixed Rate Notes will, pursuant to Condition 7.3, be construed as Floating Rate Notes and have N/A

the terms set out in Item D above headed
"FLOATING RATE NOTES"

3. Other terms relating to the method of calculating interest for Mixed Rate Notes N/A

F. PARTLY PAID NOTES

1. Amount of each payment comprising the Issue Price N/A
2. Date upon which each payment is to be made by Noteholder N/A
3. Consequences (if any) of failure to make any such payment by Noteholder N/A
4. Interest Rate to accrue on the first and subsequent instalments after the due date for payment of such instalments N/A
5. Other terms N/A

G. INSTALMENT NOTES

1. Instalment Dates N/A
2. Instalment Amounts (expressed as a percentage of the aggregate Principal Amount of the Notes) N/A

H. INDEXED NOTES

1. Type of Indexed Notes N/A
2. Index/Formula by reference to which Interest Rate / Interest Amount / Redemption Amount is to be determined N/A
3. Manner in which the Interest Rate / Interest Amount / Redemption Amount is to be determined N/A
4. Provisions where calculation by reference to Index/Formula is impossible or impracticable N/A
5. Interest Commencement Date N/A
6. Interest Payment Date/s N/A
7. First Interest Payment Date N/A
8. Interest Periods N/A
9. Minimum Rate of Interest N/A
10. Maximum Rate of Interest N/A
11. Market Disruption or Settlement Disruption Events N/A
12. Other terms relating to the calculation of Interest Rate / Interest Amount / Redemption Amount N/A

I. EXCHANGEABLE NOTES

1. Mandatory Exchange N/A



2.	Noteholders' Exchange Right	N/A
3.	Exchange Securities	N/A
4.	Manner of determining the Exchange Price	N/A
5.	Exchange Period	N/A
6.	Other terms	N/A
J.	ZERO COUPON NOTES	
1.	Implied Yield	N/A
2.	Reference Price	N/A
3.	Any other formula/basis of determining amount payable	N/A
4.	Other terms relating to the method of calculating payments for Zero Coupon Notes, if different from those set out in the Terms and Conditions	N/A
K.	OTHER NOTES	
1.	If the Notes are not Fixed Rate Notes, Floating Rate Notes, Mixed Rate Notes, Indexed Notes (including Indexed Notes), Zero Coupon Notes or Partly Paid Notes, Instalment Notes or Exchangeable Notes or if the Notes are a combination of any of the foregoing, set out the relevant description and any additional terms and conditions applicable to such Notes	N/A
L.	REDEMPTION	
1.	Maturity Date	16 March 2017
2.	Final Redemption Amount	The aggregate Outstanding Principal Amount of this Tranche plus interest accrued to the Maturity Date.
3.	Call Option	N/A
4.	<i>If Call Option applicable:</i>	
(a)	Redemption in whole	N/A
(b)	Redemption in part	N/A
(c)	Optional Redemption Date/s (Call)	N/A
(d)	Optional Redemption Amount/s (Call)	
5.	Put Option	N/A
6.	<i>If Put Option applicable:</i>	
(a)	Redemption in whole	N/A
(b)	Redemption in part	N/A
(c)	Optional Redemption Date/s (Put)	N/A

(d)	Optional Redemption Amount/s (Put)	N/A
(e)	Put Option Notice	N/A
(f)	<i>pro forma</i> Put Option Notice attached	No
7.	<i>Issuer optional early redemption following a Tax Event:</i>	Applicable – (see Condition 10.4)
(a)	<i>Redemption in whole:</i>	Applicable
(b)	<i>Redemption in part:</i>	Not Applicable
(c)	Optional Redemption Date (Tax Event)	The Interest Payment Date (in the case of interest-bearing Notes) or other date (in the case of non-interest-bearing Notes) stipulated as the date for redemption of this Tranche of Notes in the notice of redemption given by the Issuer in terms of Condition 10.4
(d)	Optional Redemption Amount (Tax Event)	The aggregate Outstanding Principal Amount of this Tranche plus interest accrued (if any) to the Optional Redemption Date (Tax Event)
8.	<i>Noteholder optional redemption following a Change of Control Event:</i>	Applicable, subject to Condition 10.5.2
(a)	Redemption in whole:	Applicable
(b)	Redemption in part:	Not Applicable
(c)	Early Termination Amount	The Early Termination Amount, in relation to each Note in this Tranche which has been accelerated by the Noteholder of that Note in terms of Condition 10.5.2 is the Outstanding Principal Amount of that Note plus interest accrued (if any) to the Actual Redemption Date
9.	<i>Action following an Event of Default:</i>	
(a)	Condition 11.1	Applicable – (<i>Condition 11.1 only applicable to Senior Notes</i>)
(b)	Condition 11.2	Not Applicable
(c)	Early Termination Amount	The Early Termination Amount, in relation to each Note in this Tranche which has been accelerated by the Noteholder of that Note in terms of Condition 11.1.3 or (subject to and without derogating from the provisions of Condition 5.2) Condition 11.2.4, as the case may be is: the Outstanding Principal Amount of that Note plus interest accrued (if any) to the Actual Redemption Date
10.	Other terms applicable on redemption	Not Applicable
M. AGENTS AND SPECIFIED OFFICES		
1.	Calculation Agent	The Issuer
2.	Specified Office of the Calculation Agent	1258 Lever Road, Headway Hill, Halfway House, 1685, Republic of South Africa
3.	Paying Agent	The Issuer
4.	Specified Office of the Paying Agent	1258 Lever Road, Headway Hill, Halfway House, 1685, Republic of South Africa
5.	Transfer Agent	The Issuer
6.	Specified Office of the Transfer Agent	1258 Lever Road, Headway Hill, Halfway House, 1685, Republic of South Africa

N. REGISTER CLOSED

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|----|------------------------|---|
| 1. | Last Day to Register | Up until 17h00 (South African time) on the eleventh day (whether such is a Business Day or not) preceding each Interest Payment Date (where applicable) and the Redemption Date, being in each instance, the last date on which the Transfer Agent will accept Transfer Forms and record in the Register the transfer of Notes represented by Certificates. |
| 2. | Register Closed Period | The Register will be closed during the 10 (ten) days preceding each Interest Payment Date (where applicable) and the Redemption Date from 17h00 (South African time) on the Last Day to Register until 17h00 (South African time) on the day preceding the Interest Payment Date (where applicable) and the Redemption Date. |
| 3. | Books Closed Dates | 6 June, 6 September, 6 December and 6 March of each year until the maturity date |

O. GENERAL

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| 1. | Exchange Control Approval | Not Applicable |
| 2. | Additional selling restrictions | N/A |
| 3. | International Securities Numbering (ISIN) | ZAG000134669 |
| 4. | Stock Code Number | DVC023 |
| 5. | Financial Exchange | JSE Limited (Interest Rate Market) |
| 6. | Debt Sponsor | The Standard Bank of South Africa Limited, acting through its Corporate and Investment Banking division |
| 7. | Method of Distribution | Dutch Auction (sealed bid without feedback) |
| 8. | Bookbuild and Allocation Policy | Method of Distribution set out in the Term Sheet, dated 15 March 2016, prepared by The Standard Bank of SA Ltd and sent to potential investors for purposes of placing the Notes in this Tranche |
| 9. | Pricing Methodology | Not Applicable |
| 10. | Names of Dealer/s | The Standard Bank of South Africa Limited, acting through its Corporate and Investment Banking division |
| 11. | Stabilisation Manager (if applicable) | N/A |
| 12. | Governing law | The Programme Memorandum, the Notes in this Tranche and the Applicable Terms and Conditions are governed by, and shall be construed in accordance with, the laws of South Africa. |
| 13. | Rating assigned to the Issuer as at the Issue Date, Rating Agency/ies and date on which such Rating is expected to be reviewed | Baa2 by Moody's
F1+(zaf)/AA+(zaf) by Fitch
A-2/BBB+ Global Rating by S&P - such Ratings to be reviewed from time to time |
| 14. | Rating (if any) assigned to the Programme as at the Issue Date, Rating Agency/ies and date on which such Rating is expected to be reviewed | N/A |
| 15. | Rating (if any) assigned to this Tranche of Notes as at the Issue Date, Rating Agency/ies and date on which such Rating | N/A |



is expected to be reviewed

16. Use of proceeds

The Issuer will use the net proceeds from the issue of this Tranche for its general corporate purposes

17. Other provisions

N/A

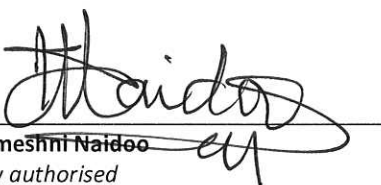
The Issuer accepts full responsibility for the accuracy of the information contained in the Programme Memorandum, this Applicable Pricing Supplement, the annual financial reports of the Issuer and any amendments to such annual financial reports and each supplement to the Programme Memorandum published by the Issuer from time to time (except as otherwise stated therein).

The Issuer certifies that, to the best of its knowledge and belief, there are no facts the omission of which would make any statement contained in the Programme Memorandum false or misleading, that all reasonable enquiries to ascertain such facts have been made, and that the Programme Memorandum contains or incorporates by reference (see the section of this Programme Memorandum headed "*Documents Incorporated by Reference*") all information required by the JSE Debt Listings Requirements and all other Applicable Laws.

Application is hereby made to list Tranche of the Notes on the Interest Rate Market of the JSE, as from 18 March 2016, pursuant to the Development Bank of Southern Africa Limited ZAR80,000,000,000 Domestic Medium Term Note Programme.

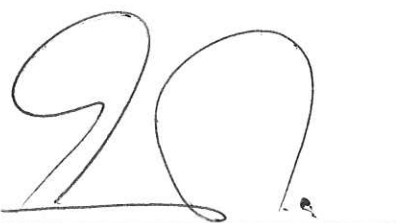
DEVELOPMENT BANK OF SOUTHERN AFRICA LIMITED

By:


Kameshni Naidoo
duly authorised

Date: 16 March 2016

By:


Johan Testa
duly authorised

Date: 16 March 2016