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

New issue of ZAR691,000,000 Senior Unsecured Floating Rate Notes due 29 August 2022 (DVF228)

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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Senior Notes (see Condition 5.1)

Unsecured

Registered Uncertificated Notes.

The Notes in this Tranche are issued in registered uncertificated form and will be held in the Central Securities Depository.

Floating Rate Notes

29 August 2017

100.00
9. Interest Basis
   Floating rate (3m JIBAR)

10. Redemption/Payment Basis
    Redemption at par

11. Change of Interest or Redemption/ Payment Basis
    Not Applicable

12. Aggregate Principal Amount
    (a) Series (incl this tranche)
        ZAR1 486 000 000
    (b) Tranche
        ZAR691 000 000
    ZAR

13. Specified Currency

14. Specified Denomination (Nominal Amount per Note)
    ZAR1,000,000 (or such other amount as is prescribed from time to time in terms of section 96(2)(a) of the Companies Act)

15. Business Day Convention
    Following Business Day Convention

16. Day Count Fraction
    Actual/365

17. Business Centre
    Johannesburg

18. Additional Business Centre
    Not Applicable

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
   ZAR30,600,000,000 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. FLOATING RATE NOTES

1. Interest Rate(s)
   The floating rate per annum NACO equal to the sum of 3m JIBAR and the Margin for the period from and including the Interest Commencement Date to but excluding the Redemption Date

2. Margin/Spread
   160bps per annum to be added to the relevant Reference Rate

3. Interest Commencement Date
   29 August 2017

4. Interest Payment Dates
   29 August, 29 November, 01 March and 29 May of each year for the period from and including the Interest Commencement Date to but excluding the Redemption date

5. First Interest Payment Date
   29 November 2017

6. Interest Periods
   29 May to 28 August, 29 August to 28 November, 29 November to 28 February, 01 March to 28 May

7. Manner in which the Rate/s of interest is/are to be determined
   Screen Rate Determination

8. If Screen Rate Determination applicable
   a. Reference Rate
      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
      29 August, 29 November, 01 March, 29 May
D. REDEMPTION

1. Maturity Date
2. Final Redemption Amount
3. Call Option
4. If Call Option applicable:
   (a) Redemption in whole
   (b) Redemption in part
   (c) Optional Redemption Date/s (Call)
   (d) Optional Redemption Amount/s (Call)
5. Put Option
6. If Put Option applicable:
   (a) Redemption in whole
   (b) Redemption in part
   (c) Optional Redemption Date/s (Put)
   (d) Optional Redemption Amount/s (Put)
   (e) Put Option Notice
   (f) pro forma Put Option Notice attached
7. Issuer optional early redemption following a Tax Event:
   (a) Redemption in whole:
   (b) Redemption in part:
   (c) Optional Redemption Date (Tax Event)
   (d) Optional Redemption Amount (Tax Event)
8. Noteholder optional redemption following a Change of Control Event:
   (a) Redemption in whole:

If any such date is not a Business Day, the Interest Determination Date will be first following day that is a Business Day, unless it would thereby fall into the next calendar month, in which event the Interest Determination Date will be brought forward to the preceding Business Day. The first interest rate determination date shall be 24 August 2017.

Relevant Financial Centre: Johannesburg
Relevant Time: 11h00 South African Time
Relevant Screen Page and Reference Code: Reuters Screen SAFEX MNY MKT page - “SFX 3M YIELD”
(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 the Outstanding Principal Amount of that Note plus interest accrued (if any) to the Actual Redemption Date

9. Action following an Event of Default:
(a) Condition 11.1 Applicable – (Condition 11.1 only applicable to Senior Notes)
(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

E. 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

F. REGISTER CLOSED
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 19 August to 28 August, 19 November to 28 November, 19 February to 28 February and 19 May to 28 May, (all dates inclusive) of each year until maturity

G. GENERAL
1. Exchange Control Approval Not Applicable
2. Additional selling restrictions Not Applicable
3. International Securities Numbering (ISIN) ZAG000145723
4. Stock Code Number: DVF22B
5. Financial Exchange: JSE Limited (Interest Rate Market)
6. Debt Sponsor: Nedbank Limited, acting through its Corporate and Investment Banking division
7. Method of Distribution: Dutch Auction
8. Bookbuild and Allocation Policy: N/A
9. Pricing Methodology: Not Applicable
10. Names of Dealer/s: Nedbank Limited, acting through its Corporate and Investment Banking division
11. Stabilisation Manager (if applicable): Not Applicable
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:
   - Fitch: F1+(zaf)/AA+(zaf)
   - S&P: Global: BB+/BB+
   - Moody's: Global: Prime-3/Baa3
   - Moody's: Local: P-1.za/Aa1.za
   Ratings to be reviewed following a review of the ratings assigned to the Republic of South Africa 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: Not Applicable
15. Rating (if any) assigned to this Tranche of Notes as at the Issue Date, Rating Agency/ies and date on which such Rating is expected to be reviewed: Not Applicable
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: Not Applicable

Additional Disclosures
The Dealer and its affiliates have a lending relationship with the Issuer and from time to time have performed, and in the future will perform, banking, investment banking, advisory, consulting and other financial services for the Issuer and its affiliates, for which it may receive customary advisory and transaction fees and expenses reimbursement.

In addition, in the ordinary course of their business activities, the Dealer and its affiliates may make loans or hold a broad array of investments and actively trade debt and equity securities (or related derivative securities) and financial instruments (including bank loans) for their own account and for the accounts of their customers. Such loans, investments and securities activities may involve securities and/or instruments of the Issuer or the Issuer’s affiliates (including the Notes). The Dealer or its affiliates may hedge their credit exposure to the Issuer consistent with their customary risk management policies.

Responsibility
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 this tranche of Notes on the Interest Rate Market of the JSE, as from 29 August 2017, pursuant to the Development Bank of Southern Africa Limited ZAR80,000,000,000 Domestic Medium Term Note Programme.

Zodwa Mbele  
Acting CFO  
duly authorised  
Date: 25 August 2017

Johan Testa  
GM Treasury  
duly authorised  
Date: 25 August 2017