

AT1 Fund Raising Bond (AT1FB)

RAISE CAPITAL IN THE MARKETS TO STRENGTHEN YOUR EQUITY AND/OR LIQUIDITY

ETC's AT1 Fund Raising Guarantee - AT1 Fund Raising Bond is an exclusive solution designed for African banks aiming to raise funds in the markets to strengthen their capital and/or liquidity through the issuance of AT1 instruments (Additional Tier 1). These instruments enhance the banks' capital reserves, helping them better withstand financial shocks. This product secures and facilitates fund-raising operations, ensuring solid and proactive financial management.

OUR OBSERVATION

In the African banking context, the need to strengthen capital and increase liquidity is crucial for supporting economic growth and meeting regulatory requirements. The Fund Raising Guarantee - Fund Raising Bond offers a strategic solution to address these needs by securing fund-raising operations in financial markets.

INSTITUTION DE GARANTIE ET DE
TRADE FINANCE
Technical and financial services for
investment and international trade projects

ETC
EXPORT, TRADING
& COOPERATION



OBJECT	RISK	INSTRUMENT	SWIFT INTERBANK MESSAGE	OBLIGOR	GUARANTEE / CONFIRMING	BENEFICIARY
Guarantee for Raising Funds in Financial Markets	Solvency of the Obligor	Fund Raising Bond (FRB)	MT7XX	Financial Institution	Export trading & cooperation (ETC)	Investors



WHAT IS IT ?

The **Fund Raising Bond (FRB) is a guarantee** issued by ETC specifically for African banks to secure their fund-raising process in financial markets. This guarantee enhances the credibility of the issuing bank and facilitates access to strategic financing sources to strengthen its capital and increase liquidity.

WHO CAN BENEFIT ?

- **African banks:** To secure their fund-raising process in financial markets.
- **Financial Institutions:** Looking to safely and regularly enhance their capital and increase liquidity.

WHEN TO REQUEST IT ?

- To strengthen the **bank's capital** and increase **liquidity**.
- When there is a need to secure a **fund-raising** operation in financial markets.
- To meet **regulatory requirements** regarding capital and liquidity.

THE ADVANTAGES

- **Financial Security:** Facilitates the successful completion of the fund-raising operation.
- **Enhanced Credibility:** Increases investor and financial partner confidence.
- **Access to Strategic Financing:** Facilitates access to significant financing sources to support growth.
- **Regulatory Compliance:** Ensures that the operation meets current regulatory standards.

PRICING

FORMULA : $TAEG = (FDD/DDP) + (FDE/DDP) + CDE$

- TAEG = Taux Annuel Effectif Global / Annual Global Rate
- FDD = Frais de dossier (Taux indicatif 0,5% flat) / Application FEE (Indicative rate 0.5% flat)
- FDE = Frais d'émission de la garantie (Taux indicatif 0,25% flat) / Issuing Fees (Indicative rate 0.25% flat)
- DDP = Durée du prêt (année) / Tenor (year)
- CDE = Commission d'engagement (Taux annuel selon Notation financière*) / Commitment fee (annual rate according to financial rating)

*voir tableau

SILENT RISK SUB-PARTICIPATION	TRANSACTION TO BE GUARANTEED	MAXIMUM RATE GUARANTEED	TENOR	RISKS COVERED	GENERATING FACTS	COMMITMENT
Possible	up to €51 million	Up to 80% of the Transaction	On a case-by-case basis according to the transaction	Risks Associated with Insufficient or Unsuccessful Fundraising	Termination of Term Declared by the Investor or the Authorized Intermediary	Periodic Reporting