



The Infrastructure Development Bank of Zimbabwe (“IDBZ” or “the Issuer”), hereby invites investors, including but not limited to Pension and Provident Funds, Insurance Companies, Mutual Funds, Asset Management Firms, Commercial Banks and other interested corporates or institutions as well as individuals from the local and international markets, to subscribe for the Infrastructure Development Bonds (“the Bonds”) known as **IDB Series 1 2017B**. To date, the Issuer has raised and allotted US\$1 million through a private placement of the Bonds prior to this public offer. Therefore, the Issuer seeks to raise the balance of US\$11.2 million through this Offer.

Application lots must be of a Principal Amount of US\$10,000 (ten thousand United States dollars) and Integral Multiples of US\$1,000 (one thousand United States dollars) in excess thereof. Copies of the Bond Application Forms are available from the offices of IDBZ, Resource Mobilisation Division, IDBZ House, 99 Rotten Row Road, Harare, and Corpserve Registrars (Private) Limited, 2nd Floor ZB Centre, Corner First Street/Kwame Nkrumah Avenue, Harare. Applications should be marked “**IDBZ Bond Series 1 2017B**”.

Bond Proceeds

The proceeds of the Bond issue will be used to finance the development of 370 fully serviced residential stands in Mt Pleasant, Harare; extend a loan to Markaram Investments (Private) Limited (private partner to the Project Special Purpose Vehicle) to buy out existing shareholders who have opted out of the project implementation arrangement, as well as the outright acquisition of 15 hectares of land from Markaram Investments (Private) Limited. The Projects details are as set out in the IDB Bond Series 1 2017B Bond Prospectus dated 27 October 2017.

Offer Timetable and Bond Features

Below is the Offer Timetable and summary of the Bond features. The summary of features and outline of the Offer Timetable are an extract from the detailed Bond Issue Prospectus.

Offer Timetable

Event	Date
Announcement of the Offer	27 October 2017
Offer Opens – 0900Hrs	2 November 2017
Offer Closes – 1600Hrs	15 November 2017
Allotment Date	15 November 2017
Announcement of Results of the Issue	16 November 2017
Processing of Refunds and Certificates to Subscribers	16 November 2017

Summary of Bond Features

Subject	Description
Issuer and Arranger	Infrastructure Development Bank of Zimbabwe.
Name of Issue	IDB Series 1 2017B.
Type of Instrument	Variable Rate Bonds.
Issue Amount	Up to US\$12,200,000 (Twelve Million Two Hundred Thousand United States Dollars)
Payment	On application
Guarantor	The Government of the Republic of Zimbabwe.
Bond Trustee	Scanlen & Holderness Legal Practitioners.
Registrar and Transfer Agent	Corpserve Registrars (Private) Limited
Currency of Issue	United States Dollars.
Issue Price	The Bonds will be issued on a fully paid up basis at par.
Issue Date	Thursday, 2 November, 2017
Coupon Rate	Years 1-2: Eight Comma Five Percent (8.5%) per annum. Years 3-5: Nine Comma Five Percent (9.5%) per annum.
Tenor	Five (5) years (inclusive of a 1-year grace period on Principal Repayments)
Grace Period	The Bonds have a grace period of twelve (12) months on Principal Repayment to allow for servicing of stands. Interest accruing during the Grace Period will be paid to bondholders in line with the Interest Payment Terms.

Subject	Description
Interest Payment	Interest on the Bond will be paid semi-annually in arrears (each such date an “Interest Payment Date”) commencing six (6) months after the Initial Allotment Date and will be based on a 365 day year.
Principal Repayment	The face value of the Bond will be repaid in equal semi-annual payments over the remaining four (4) years of the Bond term after the Grace Period. The semi-annual Principal Repayments will be done together with the interest payments.
Denominations	The Bonds will be denominated in the principal amount of US\$10,000 and integral multiples of US\$1,000 thereof.
Allotment Method	At the sole discretion of the Issuer.
Listing and Tradability	To enhance liquidity and facilitate secondary market trading, the Bonds will be listed on the FINSEC Alternative Trading Platform (FINSEC ATP), a securities exchange which is operated by Financial Securities Exchange (Private) Limited (“FINSEC”), where they will be dematerialised on ATP Clearing and Settlement System (“ATP CSS”) and traded through an Automated Trading System (“ATS”).
Compliance	Upon introduction of the Bonds on the FINSEC ATP, the Issuer shall comply with the following: <ul style="list-style-type: none"> a) the Listing Requirements and Ongoing Issuer Obligations under the FINSEC ATP Issuer Admission Rules; b) the FINSEC ATP reporting requirements from time to time; and c) any other applicable provisions of the law in Zimbabwe relating to statutory corporations and capital markets that is in existence or that may be passed before or during the pendency of the issue of the Bonds.
Investment Rating	Both the Guarantor and Issuer have not been rated for investment purposes. The Bonds are also not rated.
Form of Bonds	The Bonds will be issued in definitive certificated registered form, serialized. The Certificate(s) issued will be evidence of the total amount of Bonds held by a Bondholder. However, the Bonds will be dematerialised once listed on the FINSEC ATP.
Governing Law	The Bonds will be governed by and interpreted in accordance with the laws of the Republic of Zimbabwe.

Special Features

The Bonds constitute registered, direct, general, secured and unconditional obligations of the Issuer, which will at all times rank *pari passu* among themselves and be constituted by an owing under the Trust Deed. The Bonds also enjoy the following features:

- Approved Securities or Prescribed Asset Status as defined in the Insurance Act [Chapter 24:07], and Pensions and Provident Funds Act [Chapter 24:09]; and
- Tax Exemption on Coupon granted by the Ministry of Finance.

Security

Government of the Republic of Zimbabwe Guarantee; and
Dedicated Sinking Fund - Ring-fenced receivables from sale of stands on the Project are ceded to Bondholders and escrowed into a Sinking Fund Account, which will be overseen by the Bond Trustee, for purposes of meeting interest and capital payments throughout the tenor of the Bond.

Documents

Documents relating to the Government Guarantee, Prescribed Asset Status, Tax Exemption and the special features above as well as the Prospectus and Application Forms can be obtained from or inspected at the **Infrastructure Development Bank of Zimbabwe, Resource Mobilisation Division, IDBZ House, 99 Rotten Row Road, Harare. Copies of the Prospectus and Application Forms can also be downloaded from the IDBZ Website: www.idbz.co.zw**

For further details of the Offer, please contact **Willing Zvirevo, Taurai Duku** or **Blessings Chiwandire**, Infrastructure Development Bank of Zimbabwe, on 750171-8, or 774224. Email Addresses: wzvirevo@idbz.co.zw; tduku@idbz.co.zw or bchiwandire@idbz.co.zw

Corpserve Registrars (Private) Limited: **Garikayi Munema** or **Paradzai Mangunda** on 758193; 750711-2
Email Addresses: paradzai@escrowgroup.org; garikayi@escrowgroup.org or enquiries@escrowgroup.org

FBC Securities (Private) Limited: **Benson Gasura** or **Manatsa Tagwireyi** on 797777; 704627 or 797761-8
Email Addresses: benson.gasura@fbc.co.zw or manatsa.tagwireyi@fbc.co.zw