

BANK OF BOTSWANA

PUBLIC NOTICE

KINGDOM BANK AFRICA LIMITED - TEMPORARY MANAGEMENT UNDER AND IN TERMS OF SECTION 33 OF THE BANKING ACT (CAP 46:04)

Persons who may hold deposits with, or are borrowers of funds from, Kingdom Bank Africa Limited (KBAL), a Botswana based off-shore banking entity, are hereby formally advised by the Bank of Botswana (the Bank) that KBAL was placed under temporary management, with effect from 9:00 am on Monday February 16, 2015, in terms of Section 33 of the Banking Act (CAP 46:04) (Act). The powers accorded to the Bank in Section 33 (3) of the Act include, without limitation, the power to discontinue the operations of KBAL and to stop or limit the payment of KBAL's obligations.

The necessary exercise of these powers has effectively resulted in, among other matters, the suspension of withdrawals from deposit accounts held by KBAL. This is in order to enable the Bank, having assumed temporary management of KBAL, to perform its statutory obligations, which include the preparation of an inventory of the assets vested in, belonging to or held by KBAL. This inventory has now been completed and a copy of it is available for inspection, in terms of Section 33(4) of the Act, at the High Court of Botswana. A copy of the inventory may also be viewed on the website of the Bank (www.bankofbotswana.bw).

If you are a depositor with KBAL, you may not transact upon your account while the temporary management process is underway, except insofar as otherwise advised by the Bank. The Bank does recognise the inconvenience caused to depositors, but is obligated to follow the applicable banking laws. You may however be assured that all depositors of KBAL will be treated equally.

If you are a borrower of funds from KBAL, you remain obligated to repay those funds to KBAL in accordance with the terms and conditions of your loan/credit facility with KBAL. You are hereby further advised that, in the event of any default by you of such terms and conditions, KBAL (under temporary management) reserves the right to demand payment in full from you of any outstanding amounts and to take such further action as may be appropriate, including foreclosure of any collateral provided by you.

The necessary investigations by the Bank into the state of the affairs of KBAL are on-going. The period of temporary management will, however, not exceed 90 days (unless extended by an order of the High Court) in terms of Section 34 of the Act, upon the expiry of which the Bank will advise all depositors, whose interests are at the forefront of the Bank's approach to the temporary management, borrowers and other stakeholders as to the next steps to be taken in relation to KBAL.

For further information, please contact:

Mr Andrew Sesinyi
Communications Division, Bank of Botswana
Tel: 360 6083

March 10, 2015