



BUILDING TODAY, A BETTER AFRICA TOMORROW

AFRICAN DEVELOPMENT BANK GROUP

Mission: To promote sustainable economic development and social progress in Africa

- **The African Development Bank (AfDB)**, established in 1964, lends to middle-income countries and has an authorized capital of USD 256 billion, as of 31 March 2021
- **The African Development Fund (ADF)**, established in 1972, provides concessional funding to low-income countries and is replenished every 3 years
- **The Nigeria Trust Fund (NTF)**, established in 1976, is maturing in 2023

TEN-YEAR STRATEGY (2013-2022)

To achieve inclusive growth and support African countries transition gradually to green growth

The High 5s for transforming Africa

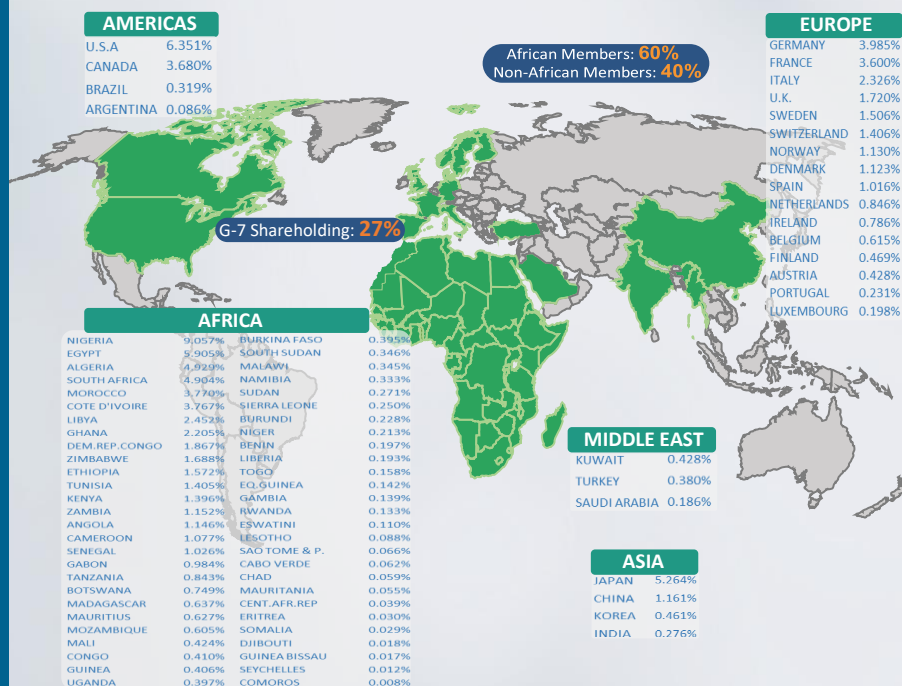
- 1 Light up & power Africa
- 2 Feed Africa
- 3 Industrialise Africa
- 4 Integrate Africa
- 5 Improve the quality of life for the people of Africa

The High 5s will help Africa achieve close to **90%** of the UN Sustainable Development Goals



MEMBERSHIP OF THE AFRICAN DEVELOPMENT BANK

(as of 31 March 2021)



IMPACT DELIVERY FROM PROJECTS COMPLETED IN 2020

- **260,000 people** with new electricity connections
- **502 km** of new or improved power distribution and transmission lines
- **202 MW** of new power capacity installed, of which 50% renewable
- **1.6 million tons** of CO₂ emissions reduced
- **16.4 million people** benefited from improvements in agriculture
- **3,100 km** of feeder roads built or rehabilitated
- **16,500 ha** of land with improved water management
- **926 km** of roads constructed, rehabilitated, or maintained
- **1.4 million people** benefited from investee projects, of whom 70% women
- **7,700 owner-operators and MSMEs** got access to financial services
- **356 km** of cross-border roads constructed or rehabilitated
- **9.2 million people** gained access to better transport services
- **8.3 million people** with new or improved access to water and sanitation
- **170,000 people** benefited from better access to education
- **118,000 people** trained, of whom 52% women



A STRONG FINANCIAL PROFILE



- 0% risk weighted under Basel II
- Level 1 under Basel III
- Strong capitalization
- Prudent financial and risk management policies
- Excellent level of liquidity
- Preferred creditor status
- Extraordinary shareholder support

SUMMARY FINANCIAL STATEMENTS

(in USD million)	2016	2017	2018	2019	2020
Assets	39,963	46,392	46,968	48,736	50,912
Loans	20,295	25,113	26,274	27,409	30,740
Investments	14,237	16,408	14,574	14,274	21,958
Cash	1,861	1,353	2,870	2,949	3,359
Borrowings	27,753	33,005	33,365	33,365	36,137
Equity	8,880	10,101	9,994	10,197	11,221
Paid-in Capital*	5,187	5,854	6,090	6,329	7,318
Reserves	3,693	4,247	3,903	3,868	4,116
Income before distributions	161	368	173	174	286
Subscribed Capital	88,035	93,278	90,551	91,469	145,246

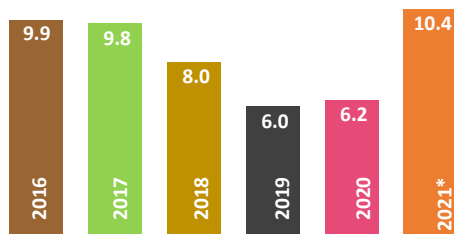
Note: Reporting currency is Special Drawing Rights (SDR) of the IMF. Data converted to USD at period-end exchange rates SDRUSD: 1.34433 (2016); 1.42413 (2017); 1.39079 (2018); 1.38283 (2019); 1.44027 (2020)

*net of Cumulative Exchange Adjustment on Subscriptions

FUNDING OBJECTIVES

The Bank actively borrows from the capital markets to provide cost-effective resources to fund clients and projects and to ensure it has sufficient liquidity to meet cashflow requirements for a one-year rolling period.

ANNUAL BORROWING PROGRAM (in USD billion)



*31% executed as of May 2021

2021 SELECTED TRANSACTIONS

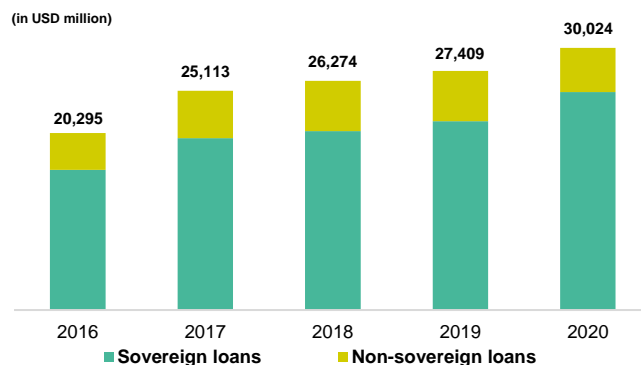
	CNY 440 million 3-year Fixed Rate Note due January 2024
	USD 6 million 2-year KES-Linked Fixed Rate Note due February 2023
	JPY 1 billion 15-year "Integrate Africa" Power Reverse Dual Currency Note due February 2036
	HKD 120 million 7-year "Feed Africa" Fixed Rate Note due February 2028
	ZAR 435 million 7-year Fixed Rate Note due February 2028
	UGX 18.5 billion Fixed Rate Note due March 2023
	HKD 570 million 10-year Fixed Rate Note due March 2031
	USD 2.5 billion 5-year Global Benchmark 0.875% due March 2026
	AUD 40 million 7-year Kangaroo due August 2028
	ZAR 75 million 4-year "Industrialize Africa" Fixed Rate Note due March 2025
	SEK 1 billion 5-year Green Bond due April 2026
	NOK 1 billion 5-year Social Bond due April 2026

CONSERVATIVE RISK MANAGEMENT POLICIES

Credit Risk	<ul style="list-style-type: none"> • Minimum rating requirement for investments (A) and swap counterparties (A-) • Prudent framework of approved counterparties and exposure limits • One-way CSA with all derivatives counterparties
Currency Risk	<ul style="list-style-type: none"> • Liabilities in a currency matched with assets in the same currency • Currency composition of net assets aligned with SDR basket
Liquidity Risk	<ul style="list-style-type: none"> • One-year liquidity available to cover net cash-flow requirements without need to access additional resources from capital markets
Interest Rate Risk	<ul style="list-style-type: none"> • Minimized by matching interest rate characteristics of assets and liabilities

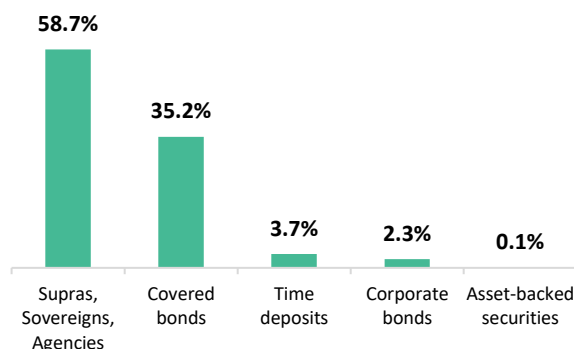
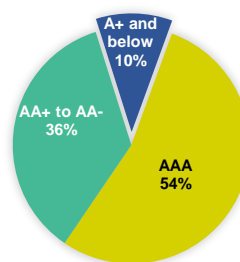
LENDING PORTFOLIO

The Bank's risk appetite: Weighted Average Risk Rating (WARR) of the lending portfolio stable at "stronger" end of Bank's target range of BB to B



HIGH QUALITY INVESTMENT PORTFOLIO

(as of 31 December 2020)



CAPITAL MARKETS AWARDS

 Social Bond of the year NOK 1 billion 3-year Social Bond due April 2022	 Best issuer of Covid-19 bonds USD 3.1 billion 3-year Fight Covid-19 Social Bond due April 2023	 Top deal winner USD 6 million 2-year KES-linked Fixed Rate Note due February 2023
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