AECI LIMITED
(Incorporated in the Republic of South Africa)
(Registration No. 1924/002590/06)
Company code: AECI
LEI: 3789008641F1D3D90E85
Bond code: AECI05     ISIN: ZAG000199258
Bond code: AECI06     ISIN: ZAG000199266
(AECI or the Issuer)

**NOTIFICATION OF A DELAY IN CORRECTING THE MAINFEST ERROR, DELAY OF THE AVAILABILITY OF THE SUSTAINABILITY COMPLIANCE CERTIFICATE AND A SUSTAINABILITY MARGIN ADJUSTMENT EVENT**

This notice is delivered by the Issuer (this **Notice**) to each holder (the **Noteholder**) of ZAR535,000,000 senior unsecured floating rate notes due 11 September 2026 (AECI05) (the **AECI05 Notes**) and ZAR465,000,000 senior unsecured floating rate notes due 11 September 2028 (AECI06) (the **AECI06 Notes**, together referred to as    the **Notes**, issued under the Issuer's ZAR5,000,000,000 Domestic Medium Term Note Programme (the **Programme**) pursuant to the section headed "*Terms and Conditions of the Notes*" (the **Terms and Conditions**) in the programme memorandum dated 4 September 2023, as amended and restated from time to time (the **Programme Memorandum**), in accordance with Condition 20 (*Notices*) of the Terms and Conditions read with each of the applicable pricing supplements in respect of the Notes (the **Applicable Pricing Supplements**) for purposes of giving notice to the Noteholders of (i) the correction of the manifest error, (ii) delay of the availability of Sustainability Compliance Certificate, and (iii) a Sustainability Margin Adjustment Event (each term as defined in the Applicable Pricing Supplements).

Capitalised terms used herein which are not otherwise defined shall bear the meaning ascribed thereto in the Terms and Conditions and/or the Applicable Pricing Supplements.

1.    **Notice**

The Issuer hereby gives notice to each Noteholder that:

1.1    *Notification of a delay in correcting the manifest error*

due to a delay in the audit of denominator of the baseline's for KPI 1 (*Reduction in effluent discharge intensity*) and KPI 2 (*Reduction in carbon intensity*) for which a manifest error was identified and announced on 14 December 2023, the recalibration for the applicable Sustainability Performance Targets (**SPTs**) has been delayed. An audited denominator for the baseline's of KPI 1 (*Reduction in effluent discharge intensity*) and KPI 2 (*Reduction in carbon intensity*) is critical to ensuring the accuracy of the recalibration for the SPTs. This delay has in turn resulted in the delay of the availability of the amended and restated Applicable Pricing Supplements for the Notes, updated Sustainability Linked Finance Framework and updated Second Party Opinion. The Issuer intends on making the above-mentioned updated documents available for publication on or about 4 June 2024;

1.2    *Notification of a delay of the availability of the Sustainability Compliance Certificate*

the release of the Sustainability Compliance Certificate has been delayed and will not be available by the Sustainability Compliance Certificate Delivery Due Date as required under paragraph 1.9 of Appendix 1, of the Applicable Pricing Supplements for each Note. The delay is attributed to the reasons set out in paragraph 1.1 above. The Issuer intends on making the Sustainability Compliance Certificate available for publication on or about 4 June 2024; and

1.3    *Notification of a Sustainability Margin Adjustment Event*

the Issuer was unable to deliver the Sustainability Compliance Certificate accompanied by the Sustainability Assurance Report by the applicable Sustainability Compliance Certificate Delivery Date.

Accordingly, the Initial Margin in relation to Target Observation Period 1 will be increased by 5 basis points for the Interest Period commencing after the Sustainability Compliance Certificate Delivery Date, being 11 June 2024, and the new applicable Margin for the Notes are as follows:

Bond code:         AECI05
ISIN:              ZAG000199258
Margin:            3 Month ZAR-JIBAR plus 144 basis points

Bond code:         AECI06
ISIN:              ZAG000199266
Margin:            3 Month ZAR-JIBAR plus 155 basis points

3 May 2024

Debt sponsor
Rand Merchant Bank (a division of FirstRand Bank Limited)