

Bond Types

1. Interest bearing Bond
2. Non- interest bearing Bond

Bond Value

- The minimum Bond value is \$50, Bond values of \$100, \$300, \$500, \$1,000, \$5,000 and \$10,000 could be purchased.
- Bond purchases can be done in dollars, Pound Sterling, Euro, Swiss Franc, Riyal, Dirham, Swedish and Norwegian Kroner, in addition to other foreign currency notes sold/bought by the Ethiopian Commercial Bank.

To purchase a bond ,the following needs to be fulfilled:

- For those 18 and older: – Kebele or Work ID
- For children: Birth Certificate
- For Student: School or Keble ID
- For Ethiopian Nationals living abroad: Ethiopian passport, for those without passport community membership ID.
- For individuals of Ethiopian origin living abroad:- passport of country whose nationality they took, Ethiopian origin ID.

Benefits of the Bond

- Revenue accrued will be free from any tax.
- It can be used as collateral to get loans from banks.
- For the client, it will earn revenue
- Since it has full government Guarantee, it is risk free.
- It earns better interest than the normal savings rate.
- It can be transferred as an inheritance or to a third party.

Bond Maturity Date and Interest Rate

The interest rate is paid based on the following maturity dates:

- Bonds with Maturity date up to 5 years
LIBOR 1 + 1.25%
- Bonds with maturity date between 6 -7 years LIBOR + 1.5%
- Bonds with maturity date between 8 – 10 years LIBOR + 2.0%



Contact

For questions or clarification, please contact the Ethiopian Embassy or Mission.

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The Grand Ethiopian Renaissance Dam (GERD)

BOND Information

It is a bond which enjoys full government guarantee and marketed to finance GERD which the government intends to build on Abbay River.



The bond can only be sold to Ethiopian Nationals and Foreign Nationals of Ethiopian Origin

Interest accrued will be paid every six months.

Steps to buy Bond:

STEP 1: Go to your local bank and deposit your bond investment for Grand Ethiopian Renaissance Dam bond into the payment destination below:

Customer Name : EEP Grand Ethiopian Renaissance Dam Project
SWIFT CODE : CBETETAA
Bank Account : 1000001072475
Bank : Commercial Bank of Ethiopia
Branch : Diaspora Branch
Country : Ethiopia
City : Addis Ababa

*NOTE: Please ensure to keep copies of your international money transfer receipt.



STEP 2: Fill in the APPLICATION FORM FOR PURCHASE OF "GRAND RENAISSANCE DAM BOND" Link:



<https://drive.google.com/file/d/1mrS8XTP6vqBToXZFskj-xLVUFxAd-5nB/view?usp=sharing>

STEP 3: Send the original copy of the completed APPLICATION FORM FOR PURCHASE OF "GRAND ETHIOPIAN RENAISSANCE DAM BOND" along international money transfer receipt, a passport sized photograph and a copy of your current passport and ID to:

emebettesfaye2@cbe.com.et
diasporagerdbond@cbe.com.et
lemmawakeyo@cbe.com.et

Ethiopian Renaissance Dam will be send along with Bond Coupon if the purchase is over \$2,000(US dollar) if the purchase is less than \$2,000 (US dollars) a Bond Certificate will be mailed to a Purchaser address.

LIBOR – London Interbank Offer Rate is a daily initial inter-bank initial interest rate offers between banks residing in London that is taken as a basis in determining their individual interest rates. Details about LIBOR can be referred at the website of the Commercial Bank of Ethiopia.

About transferring the bond to a third party

- The bond can only be transferred to Ethiopian nationals or foreign nationals of Ethiopian origin. If the bond is opened in Birr value it can be transferred to Ethiopian nationals residing in the country.
- The Bond can be transferred as a gift or as an inheritance by signing on the back of the coupon, the bond can also be used as a collateral to take loans from the bank as well, it can be sold to a third party via secondary market.



About buying the bond on behalf of a third party

- It is allowed to by a bond in the name of a third party. However, the name that will appear on the bond will be that of the bearer of the bond. The person that will be buying the bond on behalf of the third party can sign at the back of the coupon, care-of the coupon owner. The principal and interest paid at the time of maturity will only be returned to the owner of the coupon or to the person that is legally representing the bond owner.
- Parents or guardians can buy bonds on behalf of their minor children. This can be done by writing the name of the Child/Children on the coupon and by signing care-of on it. If parents want to keep the interest and principal until the child/ children reach the age of 18, this can be considered accordingly.

How to buy Bond:

Through Commercial Bank of Ethiopia (CBE) using SWIFT

- This is done through correspondent banks. The CBE has established SWIFT service with 40 internationally recognized correspondent banks. These banks have branches in many parts of the world which makes it easier to buy bonds.
- Payments can also be made using one's own existing foreign currency account within Ethiopian banks.



About extending Gifts to the Grand Ethiopian Renaissance Dam Construction

Free Gifts in the form of money is accepted.

Customer Name: EEP Grand Ethiopian Renaissance Dam Project
SWIFT: CBETETAA
Bank Account: 1000001071077
Bank: Commercial Bank of Ethiopia
Branch: Diaspora Branch
Country: Ethiopia
City: Addis Ababa

Persons donating free gifts are entitled to a legally recognized receipts.

