

---

APPLICABLE PRICING SUPPLEMENT

---



**DISCOVERY LIMITED**

*(Incorporated in the Republic of South Africa with limited liability under Registration number:  
1999/007789/06)*

**Issue of ZAR500,000,000.00 Floating Rate Notes due 21 August 2023**

**Under its ZAR10,000,000,000 Domestic Medium Term Note Programme**

**Unconditionally and irrevocably guaranteed, jointly and severally by**

**DISCOVERY HEALTH PROPRIETARY LIMITED**

*(incorporated in the Republic of South Africa with limited liability under Registration  
Number 1997/013480/07)*

and

**DISCOVERY VITALITY PROPRIETARY LIMITED**

*(incorporated in the Republic of South Africa with limited liability under Registration  
Number 1999/007736/07)*

**DSY05**

This document constitutes the Applicable Pricing Supplement relating to the issue of Notes described herein. Terms used herein shall be deemed to be defined as such for the purposes of the terms and conditions (the "**Terms and Conditions**") set forth in the Discovery Limited ZAR10,000,000,000 Domestic Medium Term Note Programme Memorandum dated 14 November 2017 (the "**Programme Memorandum**"), as updated and amended from time to time. This Applicable Pricing Supplement must be read in conjunction with such Programme Memorandum. To the extent that there is any conflict or inconsistency between the contents of this Applicable Pricing Supplement and the Programme Memorandum, the provisions of this Applicable Pricing Supplement shall prevail.

**PARTIES**

- |    |                  |                                      |
|----|------------------|--------------------------------------|
| 1. | Issuer           | Discovery Limited                    |
| 2. | Specified Office | 1 Discovery Place,<br>Sandton, 2196, |

A handwritten signature in black ink, appearing to be 'K' followed by a flourish.

		South Africa
3.	Guarantor	Discovery Health Proprietary Limited
4.	Specified Office	1 Discovery Place, Sandton, 2196, South Africa
5.	Guarantor	Discovery Vitality Proprietary Limited
6.	Specified Office	1 Discovery Place, Sandton, 2196, South Africa
7.	If non-syndicated, Dealer(s)	Rand Merchant Bank, a division of FirstRand Bank Limited
8.	If syndicated, Managers	N/A
9.	Debt Sponsor	Rand Merchant Bank, a division of FirstRand Bank Limited
10.	Issuer Agent	Rand Merchant Bank, a division of FirstRand Bank Limited
11.	Specified Office	1 Merchant Place, Corner Fredman Drive and Rivonia Road, Sandton, 2196, South Africa
12.	Paying, Settlement, Calculation and Transfer Agent	Rand Merchant Bank, a division of FirstRand Bank Limited
13.	Specified Office	1 Merchant Place, Corner Fredman Drive and Rivonia Road, Sandton, 2196, South Africa
14.	Stabilising manager (if any)	N/A
15.	Specified Office	N/A



**PROVISIONS RELATING TO THE NOTES**

16.	Status of Notes	Senior Note (see Condition 5 ( <i>Status of Senior Notes</i> ) of the Terms and Conditions)
		Unsecured but guaranteed
	(i) Series Number	5
	(ii) Tranche Number	1
17.	Guaranteed	Yes
18.	Aggregate Nominal Amount of Tranche	ZAR500,000,000.00
19.	Aggregate Nominal Amount of Notes in the Series	ZAR500,000,000.00
20.	Interest Payment Basis	Floating Rate
21.	Form of Notes	Listed Registered Notes: The Notes in this Tranche are issued in uncertificated form and held by the CSD.
22.	Automatic/Optional Conversion from one Interest/Redemption/Payment Basis to another	N/A
23.	Issue Date	28 July 2020
24.	Business Centre	Johannesburg
25.	Additional Business Centre	N/A
26.	Nominal Amount	ZAR1,000,000.00 per Note
27.	Specified Denomination	ZAR1,000,000.00 per Note
28.	Issue Price	100.00%
29.	Interest Commencement Date	28 July 2020
30.	Maturity Date	21 August 2023
31.	Specified Currency	ZAR




32. Applicable Business Day Convention Modified Following Business Day
33. Final Redemption Amount The aggregate Outstanding Nominal Amount per Note plus accrued interest, if any, to Maturity Date.
34. Books Closed Period(s) The Register will be closed from 11 February to 20 February, from 11 May to 20 May, from 11 August to 20 August and from 11 November to 20 November (all dates inclusive) in each year until the Maturity Date
35. Last Day to Register By 17:00 on the 10 February, 10 May, 10 August and 10 November of each year until the Maturity Date or if such day is not a business day, the business day before each Books Closed Period

36. Default Rate N/A

**FIXED RATE NOTES** N/A

**FLOATING RATE NOTES**

37. (i) Interest Rate(s) Reference Rate plus Margin
- (ii) Interest Payment Date(s) 21 February, 21 May, 21 August and 21 November in each year up to and including the Maturity Date, or if such day is not a Business Day, the Business Day on which the interest will be paid, as determined in accordance with the applicable Business Day Convention (as specified in this Applicable Pricing Supplement), with the first interest payment date being 21 November 2020
- (iii) Interest Period(s) Each period commencing on (and including) an Interest Payment Date and ending on (but excluding) the following Interest Payment Date; provided that the first interest period will commence on (and include) the Interest Commencement Date and end on (but exclude) 21 November 2020 (each Interest Payment

	Date as adjusted in accordance with the applicable Business Day Convention)
(iv) Definition of Business Day (if different from that set out in Condition 1 ( <i>Interpretation</i> )).	Modified Following Business Day
(v) Minimum Rate of Interest	3-month JIBAR, plus Margin
(vi) Maximum Rate of Interest	3-month JIBAR, plus Margin
(vii) Day Count Fraction	Actual/365
(viii) Other terms relating to the method of calculating interest, if different from Condition 11.2 ( <i>Interest on Floating Rate Notes and Indexed Interest Notes</i> ) of the Terms and Conditions (e.g.: Day Count Fraction, rounding up provision)	N/A
38. Manner in which the Rate of Interest is to be determined	Screen Rate Determination
39. Margin	205 basis points to be added to the relevant Reference Rate
40. If ISDA Determination:	
Floating Rate	N/A
Floating Rate Option	N/A
Designated Maturity	N/A
Reset Date(s)	N/A
ISDA Definitions to apply	N/A
41. If Screen Determination:	
Reference Rate (including relevant period by reference to which the Rate of Interest is to be calculated)	ZAR-JIBAR-SAFEX with a designated maturity of 3 (three) months
Interest Rate Determination Date(s)	21 February, 21 May, 21 August and 21 November of each year if such day is not a

Business Day, the Business Day on which the interest will be paid, as determined in accordance with the applicable Business Day Convention (as specified in this Applicable Pricing Supplement) with the first Interest Rate Determination Date being 22 July 2020

Relevant Screen Page and Reference Code      SAFEY Page, Code ZA01209

42.    If Rate of Interest to be calculated otherwise than by ISDA Determination or Screen Determination, insert basis for determining Rate of Interest/Margin/ Fall-back provisions      N/A

#### PROVISIONS REGARDING REDEMPTION / MATURITY

43.    Prior consent of the Relevant Registrar or Regulator required for any redemption      No

If yes: conditions applicable to consent of the Relevant Registrar or Regulator      N/A

44.    Redemption at the option of the Issuer: if yes:      No

If yes:

(i)    Optional Redemption Date(s)      N/A

(ii)    Optional Redemption Amount(s) and method, if any, of calculation of such amount(s)      N/A

(iii)    Minimum period of notice (if different from Condition 14.3 (*Early Redemption at the Option of the Issuer*))      N/A

(iv)    Redeemable in part:      N/A

If yes:

Minimum Redemption Amount(s)      N/A

Higher Redemption Amount(s)      N/A

(v) Other terms applicable on Redemption

45. Redemption at the Option of the Senior Noteholders: No

If yes:

(i) Optional Redemption Date(s) N/A

(ii) Optional Redemption Amount(s) N/A

(iii) Minimum period of notice (if different from Condition 14.4 (*Early Redemption at the option of Noteholders of Senior Notes*)) N/A

(iv) If redeemable in part:

Minimum Redemption Amount(s) N/A

Higher Redemption Amount(s) N/A

(v) Other terms applicable on Redemption N/A

(vi) Attach pro forma put notice(s) N/A

46.	Redemption at the Option of the Senior Noteholders upon the occurrence of an Optional Redemption Event in terms of Conditions 14.6, 14.7, 14.8, 14.9 or 14.10:	Yes
	(i) Early Redemption in the event of a loss of the assigned Rating of the Issuer	Yes
	(ii) Early Redemption in the event of a loss of the assigned Rating of the Senior Notes	N/A
	(iii) Early Redemption in the event that the Notes are no longer listed on a Financial Exchange	Yes
	(iv) Early Redemption in the event that the Issuer is no longer listed on a Financial Exchange	Yes
	(v) Early Redemption at the option of the Senior Noteholders in the event of a termination, cancellation or invalidity of the Guarantee	Yes
47.	Early Redemption Amount(s) payable on redemption for taxation reasons or on Event of Default (if required).	Yes
	If an amount other than the Early Redemption Amount is payable on redemption for taxation reasons or on Event of Default :	
	(i) Amount payable; or	N/A
	(ii) Method of calculation of amount payable	N/A

## GENERAL

48.	Notes in issue	As at the date of this issue, the Issuer has issued ZAR7,300,000,000 of Commercial Paper (as defined in the Commercial Paper Regulations) (which amount includes Notes
-----	----------------	--





issued under the Programme Memorandum but excludes this issue of Notes)

The aggregate Nominal Amount of all Notes issued under the Programme as at the Issue Date, together with the aggregate Nominal Amount of this Tranche (when issued), will not exceed the Programme Amount.

49.	Financial Exchange	JSE Limited
50.	Relevant sub-market of the Financial Exchange	Interest Rate Market of the JSE Limited
51.	Additional selling restrictions	N/A
52.	ISIN No.	ZAG000164641
53.	Stock Code	DSY05
54.	Provisions relating to stabilisation	N/A
55.	Method of distribution	Private Placement
56.	Governing law (if the laws of South Africa are not applicable)	South Africa
57.	Use of proceeds	General business purposes
58.	Pricing Methodology	Standard JSE pricing methodology
59.	Other provisions	N/A
60.	Rating and issue date thereof	Issuer has been assigned a Rating of Aa3.za by Moody's as at November 2019.
61.	Date of rating review	To be reviewed annually
62.	Rating Agency	Moody's Investor Services

**DISCLOSURE REQUIREMENTS IN TERMS OF PARAGRAPH 3(5) OF THE COMMERCIAL PAPER REGULATIONS**

63. Paragraph 3(5)(a)

The ultimate borrower is the Issuer.

64. Paragraph 3(5)(b)

The Issuer is a going concern and can in all circumstances be reasonably expected to meet its commitments under the Notes.

65. Paragraph 3(5)(c)

The auditor of the Issuer is PricewaterhouseCoopers Inc.

66. Paragraph 3(5)(d)

As at the date of this issue:

- (i) the Issuer has issued ZAR7,300,000,000 of Commercial Paper (as defined in the Commercial Paper Regulations) (which amount includes Notes issued under the Programme Memorandum but excludes the issue of Notes on the 28 July 2020); and
- (ii) the Issuer estimates that it may still issue ZAR500,000,000 of commercial paper (excluding commercial paper issued on the 28 July 2020) during the current financial year.

67. Paragraph 3(5)(e)

All information that may reasonably be necessary to enable the investor to ascertain the nature of the financial and commercial risk of its investment in the Notes is contained in the Programme Memorandum and the Applicable Pricing Supplement. Attention is also drawn to the most recent SENS announcement dated 15<sup>th</sup> June 2020 providing a trading update.

68. Paragraph 3(5)(f)

The situation in relation to Covid-19 and its impacts continue to evolve rapidly and in an unpredictable manner. As a consequence of Covid-19, there is currently no certainty of the impact it might have on the trading or financial position of the Issuer and its subsidiaries. Except for this there has been no material adverse change in the financial or trading position of the Issuer since the date of its last audited financial statements up to the date of this Programme Memorandum and the most recent SENS dated 15<sup>th</sup> June 2020 providing a trading update.

69. Paragraph 3(5)(g)

The Notes issued will be listed.

70. Paragraph 3(5)(h)

The funds to be raised through the issue of the Notes are to be used by the Issuer for its general corporate purposes.

71. Paragraph 3(5)(i)

The obligations of the Issuer in respect of the Notes are guaranteed, but unsecured.

72. Paragraph 3(5)(j)

PricewaterhouseCoopers Inc., the statutory auditors of the Issuer, have confirmed that nothing has come to their attention to indicate that this issue of Notes issued under the Programme does not comply in all material respects with the relevant provisions of the Commercial Paper Regulations.

**Responsibility:**

The JSE takes no responsibility for the contents of the Programme Memorandum, this pricing supplement and the annual financial statements and/or the annual report of the Issuer and any amendments or supplements to the aforementioned documents. The JSE makes no representation as to the accuracy or completeness of the Programme Memorandum, this pricing supplement and the annual financial statements and/or the annual report of the Issuer and any amendments or supplements to the aforementioned documents and expressly disclaims any liability for any loss arising from or in reliance upon the whole or any part of the aforementioned documents. The JSE's approval of the registration of the Programme Memorandum and listing of the Notes is not to be taken in any way as an indication of the merits of the Issuer or of the Notes and that, to the extent permitted by law, the JSE will not be liable for any claim whatsoever.

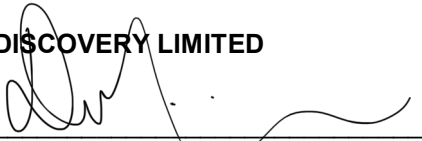
The Issuer certifies that to the best of its knowledge and belief there are no facts that have been omitted which would make any statement false or misleading and that all reasonable enquiries to ascertain such facts have been made as well as that the Programme Memorandum and this pricing supplement contains all information required by law and the Debt Listings Requirements of the JSE Limited. The Issuer accepts full responsibility for the accuracy of the information contained in the Programme Memorandum, this pricing supplement and the annual financial statements and/or the annual report and any amendments or supplements to the aforementioned documents, except as otherwise stated therein.

Application is hereby made to list this issue of Notes on 28 July 2020.

Two handwritten signatures in black ink are located in the bottom right corner of the page. The first signature is larger and more prominent, while the second is smaller and positioned to its right.

SIGNED at SANCTON on this 23<sup>rd</sup> day of JULY 2020

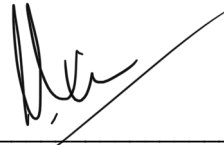
for and on behalf of

**DISCOVERY LIMITED**  
  
\_\_\_\_\_

Name: DEON M VENTER

Capacity: Director

Who warrants his/her authority hereto

  
\_\_\_\_\_

Name: HILTON KALLENFER

Capacity: Director

Who warrants his/her authority hereto