

MiFID II product governance / Retail investors, professional investors and ECPs target market
- The Issuer is not subject to Directive 2014/65/EU (as amended, MiFID II) or the requirements of an “investment firm,” “manufacturer” or “distributor” under the MIFID product governance rules of EU Delegated Directive 2017/593. For purposes of MiFID II, the Dealer shall be deemed the “manufacturer” in respect of the Notes. Solely for the purposes of the manufacturer's product approval process, the target market assessment in respect of the Notes has led to the conclusion that: (i) the target market for the Notes is eligible counterparties, professional clients and retail clients, each as defined in MiFID II; and (ii) all channels for distribution of the Notes are appropriate, subject to the distributor's suitability and appropriateness obligations under MiFID II, as applicable. Any person subsequently offering, selling or recommending the Notes (a **distributor**) should take into consideration the manufacturer's target market assessment; however, a distributor subject to MiFID II is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the manufacturer's target market assessment) and determining appropriate distribution channels, subject to the distributor's suitability and appropriateness obligations under MiFID II, as applicable.

Pricing Supplement dated 7 February 2018

AFRICAN DEVELOPMENT BANK

**Global Debt Issuance Facility
for issues of Notes with maturities of one day or longer**

Issue of TRY 15,000,000 Zero Coupon Notes due 7 November 2025 (the Notes) (to be consolidated and form a single series with the existing TRY 25,000,000 Zero Coupon Notes due 7 November 2025 and TRY 25,000,000 Zero Coupon Notes due 7 November 2025 (the Existing Notes))

This document constitutes the Pricing Supplement relating to the issue of Notes described herein. This Pricing Supplement constitutes Final Terms for the purposes of listing and trading Notes on the Regulated Market of the Luxembourg Stock Exchange. Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Information Memorandum dated 8 September 2009, as supplemented by the Supplemental Information Memorandum dated 16 January 2017 (as so supplemented, the **Information Memorandum**). This Pricing Supplement contains the final terms of the Notes and must be read in conjunction with such Information Memorandum.

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| 1. | Issuer: | African Development Bank |
| 2. | (i) Series Number: | 716 |
| | (ii) Tranche Number: | 3 |
| | | Immediately on issue, the Notes will be consolidated and will form a single Series with the Existing Notes. |
| 3. | Specified Currency: | Turkish Lira (TRY) |
| 4. | Aggregate Nominal Amount: | |
| | (i) Series: | TRY 65,000,000 |

	(ii) Tranche:	TRY 15,000,000
5.	(i) Issue Price:	43.85 per cent. of the Aggregate Nominal Amount
	(ii) Net proceeds:	TRY 6,577,500
6.	Specified Denominations:	TRY 10,000 (the Calculation Amount)
7.	(i) Issue Date:	9 February 2018
	(ii) Interest Commencement Date:	Not Applicable
8.	Maturity Date:	7 November 2025
9.	Interest Basis:	Zero Coupon (further particulars specified below)
10.	Redemption/Payment Basis:	Redemption at par
11.	Change of Interest or Redemption/Payment Basis:	Not Applicable
12.	Put/Call Options:	Not Applicable
13.	Status of the Notes:	Senior
14.	Listing:	The regulated market of the Luxembourg Stock Exchange for the purposes of Directive 2004/39/EC on Markets in Financial Instruments
15.	Method of distribution:	Non-syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

16.	Fixed Rate Note Provisions	Not Applicable
17.	Floating Rate Note Provisions	Not Applicable
18.	Zero Coupon Note Provisions	Applicable
	(i) Amortisation Yield:	11.40 per cent. per annum
	(ii) Day Count Fraction:	30/360
	(iii) Any other formula/basis of determining amount payable:	Not Applicable
19.	Index-Linked Interest Note Provisions	Not Applicable
20.	Dual Currency Interest Note Provisions	Not Applicable
21.	Variable Coupon Amount Notes:	Not Applicable

PROVISIONS RELATING TO REDEMPTION

22.	Call Option	Not Applicable
23.	Put Option	Not Applicable
24.	Final Redemption Amount of each Note	TRY 10,000 per Calculation Amount
25.	Early Redemption Amount	
	Early Redemption Amount(s) of each Note payable on event of default and/or the method of calculating the same (if required or if different from that set out in the Conditions):	An amount per Calculation Amount calculated in accordance with the following formula: $(0.42175 \times \text{Calculation Amount}) \times (1 + \text{Amortisation Yield})^y$ where y is a fraction, the numerator of which is equal to the number of days (calculated on the basis of a 360-day year consisting of 12 months of 30 days each) from (and including) the Issue Date to (but excluding) the date fixed for redemption or (as the case may be) the date upon which such Note becomes due and repayable and the denominator of which is 360.
26.	Variable Redemption Amount Notes	Not Applicable

GENERAL PROVISIONS APPLICABLE TO THE NOTES

27.	Form of Notes:	
	Bearer Notes:	Not Applicable
	Registered Notes:	Applicable
	Registrar and Transfer Agents	Registrar: Citibank, N.A., Citigroup Centre, Canary Wharf, London E14 5LB Transfer Agent: Banque Internationale à Luxembourg société anonyme, 69 route d'Esch, L-2953 Luxembourg
	(i) DTC Application:	No
	(ii) Australian Domestic Notes:	No

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| 28. | Relevant Financial Centre(s) or other special provisions relating to Payment Dates: | Istanbul

For the purposes of Conditions 4 and 6, "Business Day" means a day (other than Saturday or Sunday) on which commercial banks and foreign exchange markets settle payments and are open for general business in London, Istanbul and New York City |
| 29. | Talons for future Coupons to be attached to Definitive Bearer Notes (and dates on which such Talons mature): | Not Applicable |
| 30. | Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences (if any) of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment: | Not Applicable |
| 31. | Details relating to Instalment Notes: amount of each instalment, date on which each payment is to be made: | Not Applicable |
| 32. | Redenomination, renominatisation and reconventioning provisions: | Not Applicable |
| 33. | Consolidation provisions: | Not Applicable |
| 34. | Other terms or special conditions: | Not Applicable |
| 35. | Governing law: | English Law |

DISTRIBUTION

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| 36. | (i) If syndicated, names of Managers: | Not Applicable |
| | (ii) Stabilising Manager (if any): | Not Applicable |
| 37. | If non-syndicated, name of Dealer: | J.P. Morgan Securities plc |
| 38. | Additional selling restrictions: | None |

OPERATIONAL INFORMATION

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| 39. | ISIN Code: | XS1713669171 |
| 40. | Common Code: | 171366917 |
| 41. | Any clearing system(s) other than Euroclear and Clearstream, Luxembourg and the relevant identification number(s): | Not Applicable |

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| 42. | Delivery: | Delivery against payment |
| 43. | Changes to the Agent(s) (if any): | Not Applicable |
| 44. | Applicable TEFRA Rules: | Not Applicable |
| 45. | Additional United States Federal Income Tax Consequences: | Not Applicable |
| 46. | Intended to be held in a manner that would allow Eurosystem eligibility: | No |

LISTING APPLICATION

This Pricing Supplement comprises the final terms required for issue and admission to trading on the Regulated Market of the Luxembourg Stock Exchange and admission to trading on the Official List of the Luxembourg Stock Exchange of the Notes described herein pursuant to the Global Debt Issuance Facility of the African Development Bank.

NO MATERIAL ADVERSE CHANGE

There has been no material adverse change in the financial position of the Issuer since 31 December 2016.


AUDITORS

The annual accounts of the Issuer for the financial years ended 31 December 2015 and 31 December 2016, respectively, have been audited by KPMG Audit.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in this Pricing Supplement.

Signed on behalf of African Development Bank:

By: 
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Duly authorised

Hassatou Diop N'Sele
Acting Vice-President Finance
& Chief Finance Officer