

Determination of the cut-off rate

The cut-off will be determined using the following formula;

$$r = \mu + \beta\sigma$$

Where

μ is the total weighted average rate;

σ is the standard deviation of the total weighted average rate

β is the discretion parameter. In this case depending on whether the auction is oversubscribed or undersubscribed, subject to the offer amount, the auction committee can use β as the discretion parameter to determine the cut-off rate.