



FOR IMMEDIATE RELEASE

RHB BANK SUCCESSFULLY ISSUES RM1.0 BN BASEL III-COMPLIANT NOTES

Kuala Lumpur, 8 July 2014 - RHB Investment Bank Berhad is pleased to announce the successful issuance of RHB Bank Berhad's RM1.0 billion nominal value of subordinated notes ("Subordinated Notes") in aggregate under its RM3.0 billion medium term note programme. The Subordinated Notes, rated AA3 by RAM Rating Services Berhad, are issued for a tenure of 10 non-callable 5 years with a fixed coupon rate of 4.99% per annum, payable semi-annually throughout the entire tenure of the bond.

The Subordinated Notes issuance is RHB Bank's first Basel III-compliant bank capital and is the largest conventional offering in its rating band ever issued in the Malaysian debt capital market. It will qualify as Tier 2 capital of RHB Bank in accordance with the Capital Adequacy Framework (Capital Components) issued by Bank Negara Malaysia on 2012. Proceeds raised from the Subordinated Notes will be utilized for RHB Bank's working capital purposes.

The Subordinated Notes were well-received despite soft market sentiment and the MGS market trading at 12-month highs ahead of BNM's MPC meeting this week. The bonds were priced at par to yield 4.99% and attracted 1.5x Bid-to-Cover (BTC) ratio with strong demand coming from Fund / Investment Managers and Insurance Companies.

RHB Investment Bank was the sole lead manager for the Subordinated Notes issuance.

Issued on behalf of RHB Bank Berhad by the Corporate Communications Division, RHB Capital Berhad. For more information, please call Lois Kam at 03-9280 5089.

Overview

The RHB Banking Group is the fourth largest fully integrated financial services group in Malaysia. The Group's core businesses are streamlined into three main business pillars, namely Group Retail and Commercial Banking, Group International Business and Group Corporate and Investment Banking. These businesses are offered through its main subsidiaries -RHB Bank Berhad, RHB Investment Bank Berhad, RHB Insurance Berhad and RHB Islamic Bank Berhad, while its asset management and unit trust businesses are undertaken by RHB Asset Management Sdn. Bhd. and RHB Islamic International Asset Management Berhad. The Group's regional presence now spans nine countries including Malaysia, Singapore, Indonesia, Thailand, Brunei, Cambodia, Hong Kong, Vietnam and Lao PDR. It is RHB Banking Group's aspiration to continue to deliver superior customer experience and shareholder value; and to be recognised as a Leading Multinational Financial Services Group.