

PUBLIC BANK BERHAD
INNOVATIVE TIER 1 CAPITAL SECURITIES
LISTED ON SINGAPORE EXCHANGE

ANNOUNCEMENT BY PUBLIC BANK BERHAD TO SINGAPORE EXCHANGE

ISSUANCE OF RM500 MILLION NOMINAL VALUE OF SUBORDINATED SUKUK MURABAHAH UNDER A SUKUK MURABAHAH PROGRAMME FOR THE ISSUANCE OF SENIOR SUKUK MURABAHAH AND/OR SUBORDINATED SUKUK MURABAHAH (COLLECTIVELY AS “SUKUK MURABAHAH”) OF UP TO RM5 BILLION NOMINAL VALUE (“SUKUK MURABAHAH PROGRAMME”) BY PUBLIC ISLAMIC BANK BERHAD (THE WHOLLY-OWNED SUBSIDIARY OF PUBLIC BANK BERHAD)

Public Bank Berhad (“PBB”) had on 23 April 2014 announced that its wholly-owned subsidiary, Public Islamic Bank Berhad (“PIBB”), had obtained approvals from Bank Negara Malaysia and the Securities Commission to establish the Sukuk Murabahah Programme.

PBB is pleased to announce that PIBB has issued the first (1st) tranche of the Subordinated Sukuk Murabahah amounting to RM500 million under the Sukuk Murabahah Programme. The details are as follows:

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| (a) Issuer | : | Public Islamic Bank Berhad |
| (b) Sukuk | : | Subordinated Sukuk Murabahah |
| (c) Issue Date | : | 9 June 2014 |
| (d) Nominal Amount | : | RM500,000,000.00 |
| (e) Tenure | : | 10 years non-callable 5 years |
| (f) Maturity Date | : | 7 June 2024 |
| (g) Call Date | : | 10 June 2019 |
| (h) Coupon/Interest Rate | : | 4.75% per annum |
| (i) Details on Utilisation of Proceeds | : | The proceeds of the Subordinated Sukuk Murabahah shall be made available to PIBB, without limitation, for its working capital, general banking and other corporate purposes, all of which shall be Shariah-compliant. |
| (j) Rating | : | RAM Rating Services Berhad has assigned a final long-term rating of AA ₁ to the Subordinated Sukuk Murabahah under the Sukuk Murabahah Programme. |

The proceeds of the Subordinated Sukuk Murabahah issued under the Sukuk Murabahah Programme will qualify as Tier 2 regulatory capital for PIBB as well as PBB and its subsidiaries (“PBB Group”) in accordance to the Capital Adequacy Framework for Islamic Banks (Capital Components) issued by Bank Negara Malaysia.

This announcement is dated 9 June 2014.