

**Maybank issues RM2 billion subordinated notes**  
**Bernama**  
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KUALA LUMPUR (Aug 15, 2011): Malayan Banking Bhd (Maybank) has issued RM2.0 billion Subordinated Notes under a Subordinated Note Programme of up to RM3.0 billion in nominal value.

The Subordinated Notes issued have a tenure of 10 years on a 10 non-callable 5 basis.

"The notes, which will mature on Aug 16, 2021, will be callable on Aug 15, 2016 and on every interest payment date thereafter," the bank said in a statement today.

The Subordinated Notes were accorded a long-term rating of AA1 by RAM Rating Services Bhd and lead arranged by Maybank Investment Bank Bhd.

"The Subordinated Notes offering was priced at 4.10% and received overwhelming response from investors ,resulting in an over subscription of 2.125 times," Maybank said.

In view of the strong demand, Maybank upsized the issue size to RM2.0 billion from the initial issue size of RM1.5 billion.

President and chief executive officer Datuk Seri Abdul Wahid Omar said: "The pricing of 4.10% represents one of the tightest pricing for a Tier-2 capital subordinated debt issuance among the recent issues by domestic financial institutions.

"We see this as a reflection of investors confidence in Maybank's superior credit standing and its leading position in the banking industry."

The net proceeds from the issuance of the Subordinated Notes will be utilised to fund Maybank's working capital, general banking and other corporate purposes.

"Approval has also been obtained from Bursa Malaysia Securities Bhd for the listing of the Subordinated Note Programme on the Exchange under the Exempt Regime.

"The expected listing date is on Wednesday and with the listing, the Subordinated Notes will be the largest subordinated debt instrument to be listed on the exchange to date," Maybank said. – Bernama

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