

**TANJONG CAPITAL SDN BHD (“TANJONG CAP”)
ISSUANCE OF CUMULATIVE SUBORDINATED HYBRID SECURITIES OF UP TO THE MAXIMUM
AGGREGATE NOMINAL VALUE OF RM1,500,000,000.00 (“SUBORDINATED BONDS”)**

- a) **Mode of Issue** : Direct private placement
- b) **Utilisation of proceeds raised from the issue** : The proceeds from the Subordinated Bond shall be utilised by the Issuer to part finance a conditional take-over offer by the Issuer to acquire all of the existing issued and fully paid-up ordinary shares of 7.5 pence each in Tanjong public limited company (“**Acquisition**”) or to refinance any bridging loan obtained by the Issuer to part finance the Acquisition.
- c) **Minimum level of subscription and actual level of subscription** : 100% of the issue size
- d) **Coupon rate** : 10.00% p.a
- e) **Step up coupon** : 6 months KLIBOR + margin of 7.62%