

PRICING SUPPLEMENT



AFFIN ISLAMIC BANK BERHAD
(Company No. 709506-V)

Issuance of RM300,000,000.00 of AT1 Sukuk Wakalah
pursuant to a Sukuk Programme of
RM5.0 billion in nominal value

LEAD ARRANGER AND LEAD MANAGER



Affin Hwang Investment Bank Berhad
(Company No. 14389-U)

The date of this Pricing Supplement is 11 October 2018

This document is issued to give details of an issue of Basel III-compliant Additional Tier 1 Capital Sukuk Wakalah (“**AT1 Sukuk Wakalah**”) by Affin Islamic Bank Berhad (the “**Issuer**”) pursuant to a Sukuk Programme of RM5.0 billion in nominal value (the “**Sukuk Programme**”).

Full information on the Issuer and the offer of the AT1 Sukuk Wakalah is only available on the basis of a combination of this AT1 Sukuk Wakalah Pricing Supplement and the information memorandum dated 8 October 2018 (“**Information Memorandum**”) (as may be supplemented from time to time).

Unless otherwise defined in this AT1 Sukuk Wakalah Pricing Supplement, capitalised terms used herein shall have the same meaning as in the Information Memorandum. In case of any conflict between the terms of the AT1 Sukuk Wakalah Pricing Supplement and/or the Conditions, the terms set forth in this AT1 Sukuk Wakalah Pricing Supplement shall govern.

The establishment of the Sukuk Programme has been duly authorised by the Issuer by way of the resolution of the Board of Directors passed on 25 June 2018.

The Issuer hereby acknowledges that it has authorised Affin Hwang Investment Bank Berhad (Company No. 14389-U) as the Lead Manager for the Sukuk Programme to circulate or distribute this Pricing Supplement on its behalf in respect of or in connection with the proposed offer or invitation to subscribe for and issue of the AT1 Sukuk Wakalah **only to prospective investors who fall within the ambit of the Selling Restrictions** (as defined below) for the purpose of the sale of this series of AT1 Sukuk Wakalah described herein pursuant to the Sukuk Programme and that no further evidence of authorisation is required.

The Selling Restrictions of the AT1 Sukuk Wakalah are as follows:

(a) Selling Restrictions at issuance

The AT1 Sukuk Wakalah may not be issued, offered, sold or delivered, directly or indirectly, nor may any document or other material in connection therewith be distributed in Malaysia, other than to persons falling within Part I of Schedule 6 (or Section 229(1)(b)) and Part I of Schedule 7 (or Section 230(1)(b)) read together with Schedule 9 (or Section 257(3)) of the Capital Markets and Services Act 2007 (as amended from time to time) (“**CMSA**”).

(b) Selling Restrictions after issuance

The AT1 Sukuk Wakalah may not be issued, offered, sold or delivered, directly or indirectly, nor may any document or other material in connection therewith be distributed in Malaysia, other than to persons falling within Part I of Schedule 6 (or Section 229(1)(b)) read together with Schedule 9 (or Section 257(3)) of the CMSA.

This AT1 Sukuk Wakalah Pricing Supplement does not constitute, and may not be used for the purposes of, an offer or solicitation by anyone in any jurisdiction in which such offer or solicitation is not authorised or to any person to whom it is unlawful to make such offer or solicitation, and no action is being taken to permit an offering of the AT1 Sukuk Wakalah or the distribution of this AT1 Sukuk Wakalah Pricing Supplement in any jurisdiction where such action is required.

THERE ARE RESTRICTIONS ON THE DISTRIBUTION OF THIS AT1 SUKUK WAKALAH PRICING SUPPLEMENT AND THE OFFERING OR SALE OF THE AT1 SUKUK WAKALAH IN MALAYSIA. PERSONS INTO WHOSE POSSESSION THIS AT1 SUKUK WAKALAH PRICING SUPPLEMENT COMES ARE REQUIRED BY THE ISSUER, THE LEAD ARRANGER AND THE LEAD MANAGER TO INFORM THEMSELVES ABOUT AND TO OBSERVE SUCH RESTRICTIONS. FOR A DESCRIPTION OF THE RESTRICTIONS ON THE OFFERING AND SALE OF THE AT1 SUKUK WAKALAH AND ON DISTRIBUTION OF THIS AT1 SUKUK WAKALAH PRICING SUPPLEMENT IN MALAYSIA, PLEASE REFER TO SECTION 3 OF THE INFORMATION MEMORANDUM FOR THE SUKUK PROGRAMME DATED 8 OCTOBER 2018.

Specific Final Terms

1. Issuer:	Affin Islamic Bank Berhad
2. Series Number:	001
3. Nominal Value:	RM300,000,000.00
4. Issue Price:	RM300,000,000.00
5. Specified Denominations: <i>(this means the minimum integral amount in which transfers can be made)</i>	RM 1,000.00 and integral multiples of RM1,000.00 in excess thereof.
6. Issue Date:	18 October 2018
7. Tenure of the AT1 Sukuk Wakalah to be issued:	Perpetual non-callable 5 years.
8. First Call Date:	18 October 2023

9. Distribution Rate:	<p>Floating rate: 5.65% per annum comprising the benchmark rate plus the credit spread:</p> <p>(i) Benchmark rate: 5-year Malaysian Government Securities rate. The first reset date for the benchmark rate will be occurring five (5) years after Issue Date and with subsequent resets every five (5) years; and</p> <p>(ii) Credit spread: 1.882%</p>
10. Frequency of Distribution:	6 months.
11. Details of utilisation of proceeds:	For the general banking working capital requirements and business purposes of the Issuer, which shall be Shariah compliant.
12. Rating:	The AT1 Sukuk Wakalah to be issued have been rated A ₃ by RAM Rating Services Berhad.
13. Other conditions:	Please refer to the Information Memorandum dated 8 October 2018 for the other terms and conditions applicable to the AT1 Sukuk Wakalah.

PURPOSE OF PRICING SUPPLEMENT

This AT1 Sukuk Wakalah Pricing Supplement comprises the final terms required for the issue of the series of AT1 Sukuk Wakalah described herein pursuant to the Sukuk Programme.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in this AT1 Sukuk Wakalah Pricing Supplement. The Issuer confirms that having made all enquiries as were reasonable, the information contained in this AT1 Sukuk Wakalah Pricing Supplement is in accordance with the facts prevailing on and is not false, misleading or contain any material omission as at the date of this AT1 Sukuk Wakalah Pricing Supplement.

The Issuer confirms that where information has been sourced or extracted from third parties, the Issuer confirms that to the best of their knowledge and belief, and as far as they are able to ascertain from such information and without any independent verification having been conducted on the same, no facts have been omitted which would render the reproduced information inaccurate or misleading.

Signed for and on behalf of
AFFIN ISLAMIC BANK BERHAD
(Company No. 709506-V)



By:
Duly authorised