



RCBC announces reopening of its 5.375% Unsecured Subordinated Tier 2 Notes due 27 September 2024.

Rizal Commercial Banking Corporation ("RCBC") will reopen today its 5.375% Unsecured Subordinated Notes eligible for Tier 2 Capital due 2024 (the "Tier 2 Notes") pursuant to Bangko Sentral ng Pilipinas ("BSP") approval dated May 9, 2014 which authorized the bank to issue up to ₱10 Billion worth of Tier 2 Notes in one or more issuances. The offer of up to ₱3 Billion worth of Tier 2 Notes is, unless otherwise adjusted by RCBC and the Sole Arranger, expected to run from August 26 to September 1, 2014.

Once issued, the reopened Tier 2 Notes will constitute a further issuance of, be fungible, consolidated, form a single series, and to the extent provided in the terms, rank *pari passu* in all respects with the existing ₱7.0 Billion 5.375% Unsecured Subordinated Notes due 2024 issued by RCBC on June 27, 2014.

The Tier 2 Notes mature on September 27, 2024. The Issuer has the option to redeem the Tier 2 Notes no earlier than September 26, 2019, subject to prior BSP approval and other conditions.

Investors may purchase the Tier 2 Notes through the designated selling agents in minimum denominations of ₱500,000 in increments of ₱100,000 thereafter, or such other denominations as prescribed by the BSP. Deutsche Bank AG, Manila Branch is acting as sole arranger and bookrunner and selling agent, with Multinational Investment Bancorporation as additional selling agent and RCBC as a limited selling agent.

RCBC is issuing the Tier 2 Notes to strengthen the Bank's capital base and capital adequacy ratio ("CAR") and to support asset growth as well as expand the Bank's long-term funding base, especially in light of Basel III requirements which took effect in the Philippines last January 1, 2014.

As of June 30, 2014, RCBC was the 6th largest private domestic commercial bank in the Philippines in terms of total assets, based on the published Statements of Financial Condition. As of the same date, the Bank had a market capitalization on the Philippine Stock Exchange of ₱67.6 billion, and Basel III-compliant Common Equity Tier 1 Ratio and CAR of 10.9% and 13.8%, respectively.

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RCBC is a member of the Yuchengco Group of Companies (YGC), one of the oldest and largest conglomerates in the Philippines and South East Asia.