



RCBC to commence public offering of Basel III Compliant Unsecured Subordinated Tier 2 Notes

Rizal Commercial Banking Corporation ("RCBC") will commence today the public offering of its issuance of Basel III compliant unsecured subordinated Tier 2 Notes pursuant to the Bangko Sentral ng Pilipinas ("BSP") approval dated 9 May 2014. The public offer period will run from June 9 to June 20, 2014 with the issue date set for June 27. The Tier 2 Notes will have a tenor of 10 years and 3 months, with an Issuer's early redemption option after 5 years and 3 months. Investors may purchase the Tier 2 Notes in minimum denominations of Php 500,000 in increments of Php 100,000 thereafter. Deutsche Bank AG, Manila branch is acting as sole arranger and bookrunner and selling agent, with additional selling agent Multinational Investment Bancorporation and RCBC as 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 1 January 2014.

As of 31 March 2014, RCBC was the fifth largest private domestic commercial bank in the Philippines in terms of total assets, based on the published Statements of Financial Condition. As of 31 March 2014, the Bank had a market capitalization of ₱ 60.0 billion, and Basel III-compliant Tier 1 CAR and total CAR of 10.72% and 11.31%, respectively.