

Fubon Financial Holding Co., Ltd. on behalf of Fubon Bank (Hong Kong) Limited (the “Bank”) publishes today the following announcement on the website of the Taiwan Stock Exchange in relation to the Board Approval of the Bank for Issuance of Non-Cumulative Subordinated Additional Tier 1 Capital Securities:-

Provided by: Fubon Financial Holding Co., Ltd.

SEQ_NO 2 Date of announcement 2017/11/27 Time of announcement 18:28:24

Subject Fubon Bank (Hong Kong) on Board of Directors
Approval for Issuance of Non-Cumulative Subordinated
Additional Tier 1 Capital Securities

Date of events 2017/11/27 To which item it meets paragraph 11

Statement

- 1.Date of the board of directors resolution:2017/11/27
- 2.Name of the corporate bonds:Non-Cumulative Subordinated Additional Tier 1 Capital Securities
- 3.Total amount of the issue:
up to USD193 million (equivalent to HKD1.5 billion)
- 4.Face value:USD200,000
- 5.Issue price:100%
- 6.Issue period:Perpetual
- 7.Issue coupon/interest rate:For the first 5 years, a fixed rate determined with reference to market conditions at time of issuance. The distribution rate will be reset every 5 years if it is not redeemed by Fubon Bank (Hong Kong) Limited to a fixed rate equivalent to the then-prevailing 5-year US Treasury rate plus the initial spread per annum.
- 8.Types, names, monetary amounts of security or collateral and stipulations thereupon:N/A
- 9.Use of the funds raised by the offering and utilization plan:
Enhance the Bank’s capital adequacy position
- 10.Trustee for the bonds:N/A
- 11.Guarantor(s) for the issue:N/A
- 12.Institution serving as agent for payment of the principal and interest:
Fubon Bank (Hong Kong) Limited
- 13.Resale conditions:N/A
- 14.Repurchase conditions: Fubon Bank (Hong Kong) Limited may redeem all outstanding AT1 Capital Securities on the first call date (i.e. the 5th anniversary date from date of issuance) or any subsequent distribution payment date subject to prior written consent of the Hong Kong Monetary Authority.
- 15.The record date for share conversion, if conversion, exchange, or subscription rights are attached: N/A
- 16.Possible dilution of equity, if conversion, exchange, or subscription rights are attached: N/A
- 17.Possible influence of change in shareholding, if conversion or subscription rights are fully attached: N/A
- 18.Countermeasures of the aforesaid estimate change in shareholding: N/A
- 19.Any other matters that need to be specified:To be fully subscribed by Fubon Financial Holding after obtaining approval from the regulatory authorities and Board of Directors of Fubon Financial Holding.