



17 September 2018

PHILIPPINE STOCK EXCHANGE, INC.
3/F Tower One and Exchange Plaza
Ayala Triangle, Ayala Avenue,
Makati City

Attention : **MS. JANET A. ENCARNACION**
Head, Disclosure Department

PHILIPPINE DEALING & EXCHANGE CORP.
37F Tower 1, The Enterprise Center
Ayala Avenue, Makati City

Attention : **MS. VINA VANESSA S. SALONGA**
Head, Issuer Compliance and Disclosure Department

Subject: Drawdown of USD 300 million of Security Bank's USD 1 billion MTN Programme

Mesdames:

Security Bank Corporation ("SBC") has issued USD 300 million of 4.500% Senior Unsecured Fixed Rate Notes ("Notes") due September 2023 as a drawdown of its USD 1 billion Medium Term Note Programme. This follows a successful roadshow to meet with London, Singapore and Hong Kong investors on September 4-5, 11 and 12, 2018.

Proceeds of the Notes will be used to extend term liabilities, expand funding base, improve liquidity gaps, to fund investment and other general corporate purposes.

Book momentum was strong from the onset with orders totaling close to USD 1.1 billion at the peak covering the intended sizing 3.7x. After pricing at the tight end of final guidance, the order book was in excess of USD 800 million from 68 accounts.

The offering was distributed to high-quality investors with 55% allocated to global fund and asset managers, 20% to insurance companies, and the rest went to banks, private banks and other investors. By geography, 73% was allocated to accounts in Asia and 27% to accounts in Europe. The transaction is expected to settle on September 24, 2018.

The Notes will be listed on the Singapore Stock Exchange and are expected to have an Issue Rating of Baa2 by Moody's.

Citigroup, CLSA, MUFG, and UBS are the joint bookrunners for the transaction.

Very truly yours,


JOSELITO E. MAPE
EVP / Chief Financial Officer

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