

LBS LODGES RM750.0 MILLION SUKUK WAKALAH PROGRAMME

Assigned preliminary credit rating of AA-Is with a Stable outlook by MARC

Petaling Jaya, 14 November 2023 - LBS Bina Group Berhad (“LBS”), a renowned developer, has lodged a Sukuk Wakalah Programme of up to RM750.0 million in nominal value with the Securities Commission Malaysia (“SC”) in accordance with the SC’s Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework. The programme has been assigned a preliminary credit rating of AA-Is with a Stable outlook by MARC Ratings Berhad (“MARC”).

The Sukuk Wakalah Programme provides flexibility for LBS to issue both Sukuk Wakalah and Green/Social/Sustainability/Sustainable and Responsible Investment (“SRI”) Sukuk Wakalah. This aligns with LBS’ inaugural Sustainability Financing Framework, which has received a ‘Gold’ Impact Bond Assessment by MARC.

The framework has been established to set the guiding principles for LBS’ sustainable financing instruments, targeting specific eligible projects that contribute to environmental and social benefits.

Proceeds raised from the Sukuk Wakalah programme will be used for Shariah-compliant purposes, including capital expenditures, investments, general corporate purposes, working capital, and refinancing. MARC Ratings recognizes LBS’ strong track record in affordable and mid-market residential property development, substantial unbilled sales, and robust cash flow metrics as key rating drivers.

HSBC Amanah Malaysia Berhad and RHB Investment Bank Berhad are the Joint Principal Advisers, Joint Lead Arrangers and Joint Lead Managers of the Sukuk Wakalah Programme. In addition, HSBC Amanah Malaysia Berhad is the Sole

Sustainability Structuring Agent and sole Shariah Adviser of the Sukuk Wakalah Programme.

LBS Executive Chairman, Tan Sri Ir. Lim Hock San, emphasised, “The lodgement of LBS’ Sukuk Wakalah Programme, and the establishment of LBS’ inaugural Sustainability Financing Framework demonstrates our humble aspiration towards a responsible, sustainable, and socially inclusive future. This is also a key step towards LBS’ goal of Net Zero Carbon Emissions by 2050”.

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