

# Standard Chartered PLC Capital raising

**Leading the way**  
in Asia, Africa and the Middle East



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# Agenda

- Q3 Interim Management Statement
- Rationale for capital raising
- Transaction details
- Conclusion

# Q3 IMS highlights

- Record performance to date
- Good momentum in both businesses
- Expenses well controlled
- Loan impairment continuing to fall
- Strong, liquid balance sheet with low levels of refinancing

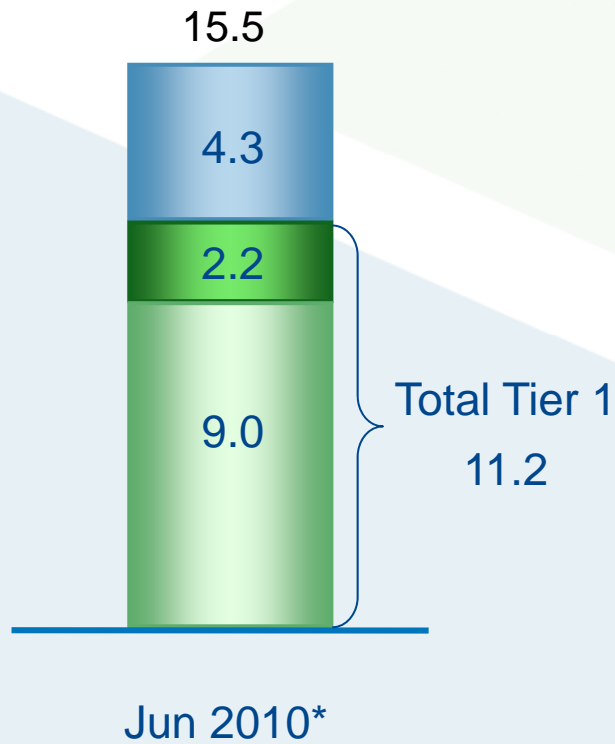
- To take advantage of opportunities for profitable growth across our franchise
- To prepare for likelihood of increasing capital requirements
- To allow the Group to continue on its growth trajectory
- To further differentiate Group's balance sheet

# Proposed transaction

- Raising net proceeds of US\$5.1 billion in ordinary shares by way of rights issue
- 1 new share for 8 existing shares
- Issue price 1,280 pence per share
- Discount 32.9% to previous day close and 30.4% to TERP
- Fully underwritten
- Temasek is supportive of the issue and intends to take up rights
- New shares rank pari passu for final dividend

# Capital impact

%



## Rights issue impact

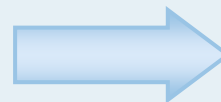
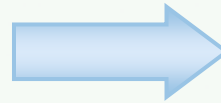
- Estimate c.200 basis points increase in forecast Core Tier 1

 Core Tier 1     Tier 2

\* Basel II basis

## Uncertainties

- Prudential filters
- Implementation timeline
- Targets including buffers



## Impact

- Estimate up to c.100 bps on future Core Tier 1\*
- Likely to accelerate
- Expect to rise from 7% Basel III floor

\* Includes impact of Basel II changes on RWA

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# Timetable

- Launch 13 Oct
- Prospectus published 15 Oct
- Rights dealing period 22 Oct – 05 Nov
- Last date for acceptance 05 Nov
- Rump placement 08 Nov
- Settlement  
- For rump 11 Nov

- Strong performance in Q3
  - Income in Q3 above first half run rate
  - Expenses well controlled
  - Loan impairment falling
  - Balance sheet in good shape
  - Good asset quality and highly liquid with low levels of refinancing
  
- Capital raising
  - To take advantage of opportunities for profitable growth across our franchise
  - To prepare for likelihood of increasing capital requirements
  - To allow the Group to continue on its growth trajectory
  - To further differentiate Group's balance sheet

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