

**Press
Release**

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AmBank Issues Five New Call Warrants

AmBank (M) Berhad ("AmBank") is issuing five new European style cash-settled call warrants ("CW") as trading interest and volatility picks up in the global markets going into the second quarter. The CWs will be listed on 10th March 2011 with tenures of approximately eight months and issue size of up to 100 million each. These CWs launched under AmBank's warrant programme aim to provide investment alternatives to Malaysian investors who are looking for leveraged exposure to the equity markets.

The five new CWs will be issued on the ordinary shares of Axiata Group Berhad ("AXIATA"), Malaysia Airports Holdings Berhad ("AIRPORT"), Unisem Berhad ("UNISEM"), Petronas Dagangan Berhad ("PETDAG") and UEM Land Holdings Berhad ("UEMLAND").

"Market volatility has picked up recently on the back of geopolitical concerns in the Middle East and rising crude oil prices. Therefore, AmBank's latest tranche of warrants aims to capture trading opportunities and market volatility in the current stock market. In the upcoming tranche, we are issuing warrants off Malaysian companies with strong market presence in their respective industries. There is a telecommunications company AXIATA, airports operator AIRPORT, semiconductor manufacturer UNISEM, service station operator and petroleum products marketer PETDAG and property developer UEMLAND," said Ms Ng Ee Fang, Director/Head, Equity Derivatives, AmInvestment Bank Berhad.

Major telecommunications company AXIATA has strong regional presence via a number of foreign operating companies. For the domestic market, subsidiary Celcom continues to dominate the mobile broadband market with 857,000 subscribers. The segment contributed 9% to revenue and registered growth of 76% year-on-year. Celcom will be spending about RM800 million to upgrade their current 3G network to a LTE-ready network. As for foreign markets, subsidiary Robi which operates in Bangladesh posted the best revenue growth of 31% year-on-year while subscriber base growth was an impressive 41% year-on-year. Moving forward, data is expected to be the main driver for growth in the more mature markets while for fast growing emerging markets, such as Bangladesh and India, subscriber growth is expected to remain strong. AmBank's CW on AXIATA is priced at 15 sen with a gearing of 5.44 times.

Airports operator AIRPORT has a near monopoly of airport operations in Malaysia, the exception being Senai Airport. Therefore AIRPORT is expected to be a main beneficiary of strong air traffic into Malaysia. For 2010, overall passenger movement at airports around the country was reported to have increased by 12.7% from the previous year to 57.8 million passengers, with international passenger movement up 21.3%. AIRPORT's efforts to grow its retail business are also showing positive results. Retail business was up 17.1% year-on-year, contributing 8.6% of group revenue. The upcoming KLIA 2 or new low cost carrier terminal, due to be completed by April 2012, is expected to be a major growth catalyst for AIRPORT as it will have the capacity to handle 30 million passengers with estimated floor space of 240,000 sqm. AmBank's CW on AIRPORT is priced at 15 sen with a gearing of 5.04 times.

As for semiconductor manufacturer UNISEM, it posted full year revenue of RM1.395 billion for FY10 ending Dec 31, 2010, a 34.6% growth from the previous year. Meanwhile, core net profit was RM181.9 million. Production utilisation for all plants is estimated to be above 80%, inclusive of new lines which had started production in the final quarter of 2010. Overall, for the semiconductor industry, consumer demand for notebooks was reported to have remained sluggish but corporations have been updating their servers and other hardware. AmBank's CW on UNISEM is priced at 15 sen with a gearing of 4.27 times.

Service station operator, PETDAG, is the domestic marketing arm of Petronas and has over 900 stations nationwide. It is the market leader in liquefied petroleum gas (LPG) with a market share of about 52% while for retail business it is second only to Shell with 32% market share. Besides that, PETDAG also sells lubricants and has a 21% share of the domestic lubricant market. Moving forward, PETDAG is allocating an estimated RM400 million as capital expenditure to grow its retail segment and aims to set up 30 new stations every year. For the most recent quarter, revenue was up 11.1% year-on-year at RM5.9 billion while net profit grew 26% year-on-year at RM236.1 million. AmBank's CW on

PETDAG is priced at 15 sen with a gearing of 4.87 times.

UEMLAND is Malaysia's largest property developer by market capitalisation, post its take-over of high end condominium developer, Sunrise Berhad. UEMLAND has a massive landbank in Nusajaya, Iskandar Malaysia of over 8,000 acres. Out of the 8,000 acres, 4,000 acres are currently under development with combined Gross Development Value of about RM12 billion. Besides Nusajaya, UEMLAND is planning to develop an integrated township in Bangi, Selangor worth about RM2.8 billion. The project will be carried out over a span of 10 years and cover 460 acres of land situated within the area of Bandar Baru Bangi. AmBank's CW on UEMLAND is priced at 15 sen with a gearing of 4.60 times.

This offer is aimed at sophisticated traders who are bullish on AXIATA, AIRPORT, UNISEM, PETDAG and UEMLAND. The new CWs have gearings ranging between 4.27 and 5.44 and are targeted at investors who want leveraged exposure to the underlying.

About AmBank Group

The AmBank Group is one of Malaysia's premier financial services groups with leadership positions in the retail banking, commercial banking, investment banking and insurance sectors. With an established history and a track record of customer focus and innovation, the AmBank Group continues to serve its customers with a wide range of innovative products and services.

AmBank Group provides banking and financial services which include loans, advances and financing, deposit services, credit cards, remittance services, foreign exchange and (through our wholly-owned subsidiary, AmIslamic Bank) Islamic banking services.

Adding greater value to the one-stop financial hub is its partnership with Australia & New Zealand Banking Group (ANZ), one of Australia's leading banks. AmBank Group is now poised to take advantage of ANZ's wide network and regional presence as well as its international banking expertise.

For more information, [please visit ambankgroup.com](http://www.ambankgroup.com)

For more information on call warrants, please visit our website www.amwarrants.com

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