

Dah Sing Bank, Limited

Main Features of the Tier 2 Capital US\$225,000,000 Fixed Rate Notes due January 2024 with the first optional redemption date on 29 January 2019

| | Component of capital included | Tier 2 Capital |
|----|---|--|
| 1 | Issuer | Dah Sing Bank, Limited (the "Bank") |
| 2 | Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement) | XS1021008328 |
| 3 | Governing law(s) of the instrument | English law, except that the provisions of the above Notes relating to subordination shall be governed by the laws of Hong Kong. |
| | <i>Regulatory treatment</i> | |
| 4 | Transitional Basel III rules# | Not applicable |
| 5 | Post-transitional Basel III rules+ | Tier 2 Capital |
| 6 | Eligible at solo*/ group/ solo and group | Solo and Group |
| 7 | Instrument type (types to be specified by each jurisdiction) | Subordinated debt instrument |
| 8 | Amount recognised in regulatory capital (Currency in million, as of most recent reporting date) | HK\$1,747 million |
| 9 | Par value of instrument | US\$225,000,000 |
| 10 | Accounting classification | Liability at fair value hedge (for hedging interest rate risk) |
| 11 | Original date of issuance | 29 Jan 2014 |
| 12 | Perpetual or dated | Dated |
| 13 | Original maturity date | 29 Jan 2024 |
| 14 | Issuer call subject to prior supervisory approval | Yes |
| 15 | Optional call date, contingent call dates and redemption amount | First optional call date: 29 Jan 2019 The Bank may, subject to receiving the prior approval of the Hong Kong Monetary Authority ("HKMA"), redeem the Notes in whole but not in part, at par either on the optional redemption date or for taxation reasons on interest payment date. |
| 16 | Subsequent call dates, if applicable | Any interest payment dates after the first call date |
| | <i>Coupons/ dividends</i> | |
| 17 | Fixed or floating dividend/ coupon | Fixed |
| 18 | Coupon rate and any related index | 5.25%-Fixed rate for the period from 29 Jan 2014 to 28 Jan 2019. From 29 Jan 2019 to 28 Jan 2024, fixed interest rate will be reset based on prevailing 5-year U.S. Treasury Rate on 29 Jan 2019 plus 375 basis points. |
| 19 | Existence of a dividend stopper | No |
| 20 | Fully discretionary, partially discretionary or mandatory | Mandatory |
| 21 | Existence of step up or other incentive to redeem | No |
| 22 | Noncumulative or cumulative | Noncumulative |
| 23 | Convertible or non-convertible | Non-convertible |
| 24 | If convertible, conversion trigger (s) | Not applicable |
| 25 | If convertible, fully or partially | Not applicable |
| 26 | If convertible, conversion rate | Not applicable |
| 27 | If convertible, mandatory or optional conversion | Not applicable |
| 28 | If convertible, specify instrument type convertible into | Not applicable |
| 29 | If convertible, specify issuer of instrument it converts into | Not applicable |
| 30 | Write-down feature | Yes |

| | Component of capital included | Tier 2 Capital |
|----|---|--|
| 31 | If write-down, write-down trigger(s) | <p>If a Non-Viability Event occurs and is continuing, the Bank shall, upon the provision of a Non-Viability Event notice, irrevocably (without the need for the consent of the holders of the Dated Subordinated Notes) reduce the then prevailing principal amount and cancel any accrued but unpaid interest of each Dated Subordinated Note (in each case in whole or in part) by an amount equal to the Non-Viability Event write-off amount per Dated Subordinated Note.</p> <p>“Non-Viability Event” means the earlier of:</p> <p>(a) the HKMA notifying the Bank in writing that the HKMA is of the opinion that a write-off or conversion is necessary, without which the Bank would become non-viable; and</p> <p>(b) the HKMA notifying the Bank in writing that a decision has been made by the government body, a government officer or other relevant regulatory body with the authority to make such a decision, that a public sector injection of capital or equivalent support is necessary, without which the Bank would become non-viable.</p> |
| 32 | If write-down, full or partial | Full or partial |
| 33 | If write-down, permanent or temporary | Permanent |
| 34 | If temporary write-down, description of write-up mechanism | Not applicable |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | The rights of the holders will, in the event of the winding up of the Bank, be subordinated in right of payment to the claims of depositors and all other creditors of the Bank (other than claimants in respect of the Bank subordinated indebtedness) and, for the avoidance of doubt, will rank senior to all claims under the Undated Subordinated Notes and the Undated Subordinated Guarantee. |
| 36 | Non-compliant transitioned features | No |
| 37 | If yes, specify the non-compliant features | Not applicable |

Notes:

- # Regulatory treatment of capital instruments subject to transitional arrangements provided for in Schedule 4H of the Banking (Capital) Rules
- + Regulatory treatment of capital instruments not subject to transitional arrangements provided for in Schedule 4H of the Banking (Capital) Rules
- * Include solo-consolidated