

LIBOR and Reference Rate Reform

According to the UK Financial Conduct Authority (FCA), most of the London Interbank Offered Rate ("**LIBOR**") settings will be discontinued from 1 Jan 2022 and that is to say, we will no longer be able to offer you with LIBOR products thereafter.

While the discontinuation of LIBOR ("**Discontinuation**") shall have no impact on your LIBOR contract(s) with us with maturity date(s) before the date of Discontinuation, a replacement reference rate will have to be adopted to replace the LIBOR in LIBOR contract(s) with maturity date(s) falling on or beyond the date of Discontinuation.

And in light of the Discontinuation, we shall soon cease to offer our customers any LIBOR contracts with us with maturity beyond 2021.

Whether or not your LIBOR contracts with us will so be affected by the Discontinuation, we believe that it would be in your interest to learn more about the captioned matter and enclose herewith a copy of the leaflet "Transitioning away from LIBOR" issued by the Treasury Markets Association and Hong Kong Monetary Authority in July 2021 ("**Leaflet**") for your reference.

Hyper Link to the Leaflet:-

<https://www.hkma.gov.hk/media/eng/doc/key-information/guidelines-and-circular/2021/20210708e3a1.pdf>

For the purpose of this notice, "LIBOR contract(s)" refers to any contract that you are having with our Bank which has adopted LIBOR as its reference rate including, but without limitation, any general facility letter / agreement, hire-purchase / lease agreement, factoring agreement etc.

We trust that you would find the contents of the Leaflet helpful and should you have any specific questions regarding LIBOR contract(s) and how they would be handled, please do not hesitate to contact your relationship manager.

Dah Sing Bank, Limited

2 Aug 2021

Encl.