

Family Bank

Rights Issue 2016

Are You a Family Bank Shareholder?

The Rights Issue opens on 31st May 2016
and closes on 27th June 2016

*This is not
an invitation to
the public but to
Family Bank
Shareholders only*

22/- Per Share

Hurry up and Apply!

For further enquiries, visit
any of our branches countrywide
or email: Shares@familybank.co.ke

The rights will be
issued in the ratio of
**4 Shares for every
25 held**



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Family Bank is regulated by the Central Bank of Kenya.

FREQUENTLY ASKED QUESTIONS

What is a Rights Issue?

A Rights Issue (offering) is an offer of new shares to a company's existing shareholders that entitles them to buy additional shares directly from the company in proportion to their existing shareholding, within a fixed time period.

What is the purpose of the 2016 Family Bank Rights Issue?

The capital raised through the Rights Issue will be used to fund the Bank's growth strategy.

What are the terms of the Family Bank Rights Issue?

Family Bank shareholders have been provisionally allotted 4 Rights for every 25 ordinary shares held as at 25th May 2016.

What is the price per share for the Rights Issue?

Each share is priced at KSh. 22/=

Can I apply for partial take up of my Rights rather than the full entitlement?

Yes, an eligible shareholder can accept a portion of the new shares to which they are entitled.

Can I apply for additional shares in excess of my entitlement?

Yes, if you are an eligible shareholder and you have accepted your entitlement in full, you can apply for additional shares. Applications for additional shares must be in multiples of 100 shares.

Can I sell or transfer my Rights to an existing shareholder or a new shareholder?

No, eligible shareholders cannot transfer their Rights to any other shareholder(s).

Are shareholders allowed to trade their Rights?

Shareholders may sell their shares cum rights on the OTC platform. Eligible Shareholders who wish to sell their shares cum Rights in this way may instruct any Authorized Agent to dispose any or all of such shares cum Rights by way of sale on the OTC platform from Thursday, June 2nd, 2016 to Monday, June 13th, 2016. Following this date, any transferee of such shares shall not be entitled to take up the Rights to new shares.

When does the Rights Issue close?

The Rights Issue closes on 27th June 2016.

Can a Shareholder provide an Irrevocable Bank Guarantee or Letter of Undertaking?

Any Eligible Shareholder applying for any New Shares may provide an Irrevocable Bank Guarantee in the form as stipulated in Section 19.1 of the Information Memorandum, for the full amount of the Shares, provided that such application is for a value of KES. 1,000,000 and above.

Qualified Institutional Investors applying for New Shares who wish to make payment after the allotment of New Shares may also provide a Letter of Undertaking, in the format required by Family Bank as stipulated in Section 19.2 of the Information memorandum for the required amount and should note that acceptance of the application will be at the discretion of Family Bank and must be secured by an Irrevocable Bank Guarantee. Only one form of payment is acceptable per application.

When is the last date of payment of Irrevocable Bank Guarantees and Letters of Undertaking?

The last date of payment for Rights through Irrevocable Bank Guarantee or Letters of Undertaking is 30th June 2016.

When will the results be confirmed?

The results of the Rights Issue will be confirmed on 29th June 2016.

What is the basis of allotment for additional shares and untaken Rights?

Eligible shareholders will have a first Right to purchase additional shares from untaken Rights.

What are the likely exit mechanisms if I would like to sell my shares?

Family Bank has an active Over the Counter (OTC) trading facility which can be utilised to sell shares to other shareholders.

If the Rights Issue is oversubscribed, will I get a refund or additional allocations?

In the event of an over-subscription, Family Bank will make refunds. However, the Board reserves the right to amend the size of the Rights Issue during allotment subject to relevant approvals.

How many shares are reserved for staff?

Staff who meet the definition of eligible shareholders will receive similar Rights to other shareholders. No preference has been provided to staff.

How does the OTC work?

The OTC, run by a third party service provider to enhance transparency works like an auction, whereby purchase and sale orders are received from across the entire bank network and forwarded to the service provider through Head office. The orders received are matched by taking into account the receipt sequence of the orders, the prices and shares quoted and the highest bid placed. The highest bid takes precedence over lower bids and matches with sale orders as per the receipt sequence.

Incase of any further queries:

- Email us at shares@familybank.co.ke
- Talk to us on [0728 802 387](tel:0728802387) or [0703 095 445](tel:0703095445)