

GRANT OFFER OF SHARES PURSUANT TO THE LONG TERM INCENTIVE PLAN OF UP TO TEN PERCENT (10%) OF THE ISSUED AND PAID-UP ORDINARY SHARE CAPITAL OF TELEKOM MALAYSIA BERHAD (TM) (EXCLUDING TREASURY SHARES) FOR THE ELIGIBLE EMPLOYEES AND EXECUTIVE DIRECTORS OF TM AND ITS SUBSIDIARIES ("LTIP")

We refer to the announcements dated 9 March 2016, 18 March 2016, 30 March 2016, 12 April 2016, 28 April 2016, 29 September 2016 and 7 December 2016 in relation to the Proposed LTIP ("Announcements"). Unless otherwise stated, the definitions used herein shall have the same meanings as set out in the Announcements.

Following the implementation of LTIP with effect from 29 September 2016 and in accordance with Paragraph 9.19 (51) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, TM wishes to announce that it has today made the Grant Offer of ordinary shares of RM.70 each in TM ("TM shares") comprising of Restricted Share ("RS") and Performance Share ("PS") Grants to eligible employees and Executive Directors ("ED") of TM and its subsidiaries.

The details of Grant Offer are set out in the table below:

No.	Description of Grant Offer	RS	PS
1.	Date of Grant Offer	1 June 2017	1 June 2017
2.	Exercise Price	Not Applicable as the TM shares will be awarded upon vesting to the eligible employees and ED without any cash consideration, upon achieving the applicable performance measurements	
3.	Number of TM shares offered to the eligible employees under LTIP:		
(i)	Datuk Bazlan Osman Executive Director/Deputy Group Chief Executive Officer ¹	N/A	Up to 435,800 units shares
(ii)	Other eligible employees	Up to 10 million units shares	Up to 3,455,800 units shares
	Total	Up to 10 million units shares	Up to 3,891,600 units shares
4.	Closing market price of TM shares on the date of Grant offer	6.47	
5.	Vesting Period of the shares awarded	Fully vested on 1 June 2020 or any other date as determined by the LTIP Committee subject to fulfilment of vesting condition	

¹ Datuk Bazlan Osman's designation has been changed with effect from 1 April 2017 from Executive Director/Group Chief Financial Officer to Executive Director/Deputy Group Chief Executive Officer.

This announcement is dated 1 June 2017.