

**CAGAMAS ISSUANCES SURPASSES RM3.0 BILLION POST MALAYSIAN 14<sup>TH</sup>  
GENERAL ELECTIONS**

**Kuala Lumpur, 14 June 2018** – Cagamas Berhad (“Cagamas” or “the Company”), the National Mortgage Corporation of Malaysia, announced the issuance of its 3-month Conventional Commercial Papers (CCP) amounting to RM500 million. Proceeds from the issuance will be used to fund the purchase of mortgages from the financial system.

“Despite passive market activity due to lingering global geopolitical uncertainty including the upcoming Federal Open Market Committee (FOMC) rate decision, Cagamas successfully priced the issuance of its RM500 million CCP competitively on par with the onshore 3-month KLIBOR benchmark rate,” said President/Chief Executive Officer, Datuk Chung Chee Leong.

“The issuance of the CCP marks the Company’s fifth for the year totaling RM1.9 billion issued out of the existing RM20 billion local currency CCP/ICP programmes. The issuance demonstrates the Company’s continued support of the local currency bond market through issuance of high grade short term notes to meet increased demand amongst a diversified pool of investors,” added Datuk Chung.

The papers, which will be redeemed at their full nominal value upon maturity, are unsecured obligations of the Company, ranking pari passu among themselves and with all other existing unsecured obligations of the Company. They will be listed and tradable under the Scripless Securities Trading System.

## **About Cagamas**

Cagamas Berhad (Cagamas), the National Mortgage Corporation of Malaysia, was established in 1986 to promote the broader spread of home ownership and growth of the secondary mortgage market in Malaysia. It issues corporate bonds and sukuk to finance the purchase of housing loans from financial institutions and non-financial institutions. The provision of liquidity to financial institutions at a reasonable cost to the primary lenders of housing loans encourages further expansion of financing for houses at an affordable cost.

The Cagamas model is well regarded by the World Bank as the most successful secondary mortgage liquidity facility. Cagamas is the second largest issuer of debt instruments after the Government of Malaysia and the largest issuer of AAA corporate bonds and sukuk in the market. Since incorporation in 1986, Cagamas has cumulatively issued circa RM309.4 billion worth of corporate bonds and Sukuk.

Cagamas' corporate bonds and sukuk continue to be assigned the highest ratings of AAA and P1 by RAM Rating Services Berhad and AAA/AAA<sub>IS</sub> and MARC-1/MARC-1<sub>IS</sub> by Malaysian Rating Corporation Berhad, denoting its strong credit quality. Cagamas is also well regarded internationally and has been assigned local and foreign currency long-term issuer ratings of A3 by Moody's Investors Service Inc. that are in line with Malaysian sovereign ratings.

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