

**CAGAMAS ISLAMIC MEDIUM TERM NOTES (IMTN) DEMONSTRATE STRENGTH
WITH OVERSUBSCRIPTION**

Kuala Lumpur, 23 March 2018 – Cagamas Berhad (“Cagamas” or “the Company”), the National Mortgage Corporation of Malaysia, announced the issuance of its 3-year RM525 million Islamic Medium Term Notes (IMTN). Proceeds from the issuance will be used to fund the purchase of Islamic home financing from the financial system.

“The successful conclusion of the IMTN marks the Company’s first sukuk issued for the year 2018 out of its existing RM40 billion Medium Term Notes Program. We are pleased with the success of the issuance despite heightened uncertainty as global markets brace for an expected hike in interest rates by the US Federal Reserve during yesterday’s Federal Open Market Committee meeting. The IMTN, which was concluded via a book building exercise, garnered impressive demand from investors as evidenced by the final bid-to-cover (BTC) ratio of over 2.5 times,” said President/Chief Executive Officer, Datuk Chung Chee Leong.

“Cagamas was not the sole issuer that tapped the local market on the pricing date of the issuance so we are very pleased to have received strong interest from a diversified range of investors. This enabled the Company to tighten its pricing by 3 basis points from the high of the initial price guidance of 4.20% to a final yield of 4.17%, which also represented 58 basis points above the corresponding 3-year Malaysian Government Investment Issue,” 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 RM304.7 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_{IS} and MARC-1/MARC-1_{IS} 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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