

Cagamas concludes 3-year RM400 mln sukuk issuance

KUALA LUMPUR: National mortgage corporation, Cagamas Bhd (Cagamas) has announced the issuance of its three-year, RM400 million Islamic Medium Term Notes (IMTN).

In a statement, Cagamas said proceeds from the issuance would be used to fund the purchase of Islamic housing financing from the financial system.

The successful conclusion of the IMTN marked the company's third sukuk issuance year-to-date out of its existing RM40 billion MTN/IMTN local currency programme.

"As the market braced for an expected interest rate cut by the Federal Reserve, followed by our regional peers recently, the company managed to

secure a competitive rate of 3.5 per cent," said Cagamas president/chief executive officer, Datuk Chung Chee Leong.

The pricing of the three-year IMTN was concluded at 10 basis points above the recently concluded one year MTN/IMTN, supported by the positive sentiments in the onshore bond market. — Bernama