

RM8.45B FOR THE YEAR

Cagamas issues RM300m ICPs ahead of Bank Negara meeting

KUALA LUMPUR: Cagamas Bhd's issuance of RM300 million three-month Islamic Commercial Papers (ICPs) yesterday will see continued interest in its short-term papers ahead of Bank Negara Malaysia's Monetary Policy Committee meeting.

Cagamas president and chief executive officer Datuk Chung Chee Leong said the conclusion of the company's latest issuance was priced at the corresponding three-month Kuala Lumpur Interbank Offered Rate (KLIBOR) plus five basis points (bps), or equivalent to 1.99 per cent based on KLIBOR fixing on the pricing date.

"The spread was 23bps above the corresponding Malaysian Islamic Treasury Bills."

According to Cagamas, the ICPs would be issued under the Islamic Commodity Murabahah structure, and proceeds would be used to purchase syariah-compliant assets.

The new issuance brings the company's aggregate issuance for the year to RM8.45 billion.

The papers, which will be redeemed at their full nominal value upon maturity, are unsecured obligations of the company, ranking on par with all other existing unsecured company obligations.

They will be listed and tradable under the scriptless securities trading system.