

Cagamas raises RM4.8b worth of funds in October

KUALA LUMPUR: Cagamas Bhd, the National Mortgage Corporation of Malaysia concluded an aggregate of RM4.8 billion equivalent worth of funds raised in October, the highest funds raised in a month year-to-date.

The issuances comprise an RM180 million 3-month Islamic Commercial Papers (ICP), RM3.5 billion multi-tenured Islamic Medium Term Notes (IMTN), RM465 million multi-tenured Conventional Medium Term Notes (CMTN), 1-year S\$150

million (RM520 million) Medium Term Notes and RM158 million through other funding avenues.

Proceeds raised from the issuances are used to fund the purchase of Islamic home financing and conventional housing loans from domestic financial institutions.

“The successful conclusion of our fund-raising activities in October albeit a period marked by global uncertainties in the fixed income market and extreme volatility arising from geopolitical tensions, reflect Cagamas’

commitment to support the domestic financial system.

This underscores our role in providing liquidity to the primary lenders of home financing and housing loans as a secondary mortgage corporation,” said president/CEO Kameel Abdul Halim.

“Strong demand from local and foreign investors also enabled the company to price its issuances competitively above the corresponding Malaysian Government Securities,” he added.

The fund-raising activities above bring the company’s aggregate funds raised for the year to RM24.03 billion. The SGD denominated bonds, issued via the company’s wholly owned subsidiary Cagamas Global PLC are fully and unconditionally guaranteed by Cagamas while the ringgit issuances, which will be redeemed at their full nominal value upon maturity are unsecured obligations of the company, ranking pari passu with all other existing unsecured obligations of the company.