

CAGAMAS CONCLUDES ISSUANCE OF RM 1 BILLION CONVENTIONAL BONDS POST RAYA FESTIVITIES

Kuala Lumpur, 3 July 2017 – Cagamas Berhad (“Cagamas” or “Company”), the National Mortgage Corporation of Malaysia, successfully concluded the issuance of its 5-year Conventional Medium Term Notes (CMTN) amounting to RM1.0 billion, which was issued under the Company’s RM40 billion Medium Term Notes Programme. Proceeds from the issuance will be used to fund the purchase of mortgage loans from the financial system.

“The issuance was successfully concluded post-Hari Raya Aidilfitri holidays despite subdued market conditions. The 5-year conventional bond was competitively priced at 4.09%, which represented 2 basis points below the Company’s issuance last week of its 5-year sukuk (IMTN). This evidenced continued demand by investors for Cagamas bonds/sukuk,” said Datuk Chung Chee Leong, Chief Executive Officer of Cagamas.

“The local fixed income market has demonstrated resilience and a steady demand for high quality and highly liquid corporate bonds/sukuk. As we enter the 2nd half of 2017, the new issuance brings the Company’s aggregate issuance for the year to RM 7.0 billion, which is still very much on track to meet our target for 2017,” added Datuk Chung.

The papers, which will be redeemed at their full nominal value on 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 house 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 RM293.5 billion 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/AAAID and MARC-1/MARC-1ID 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.

Cagamas Berhad (157931-A)

Level 32, The Gardens North Tower

Mid Valley City, Lingkaran Syed Putra 59200 Kuala Lumpur

Tel : +603 - 2262 1800 | Fax: +603 - 2282 8125 / 9125

www.cagamas.com.my

Media Enquiries

Sarah Abdul Aziz

Tel : +603 - 2262 1866

csc@cagamas.com.my

Lucia Wee

Tel : +603 - 2262 1868

csc@cagamas.com.my