

**CAGAMAS CONCLUDES AGGREGATE ISSUANCES WORTH RM400  
MILLION**

**Kuala Lumpur, 30 March 2021** – Cagamas Berhad (“Cagamas” or “the Company”), the National Mortgage Corporation of Malaysia, announced its aggregate issuances of RM400 million, comprising RM150 million 3-month Conventional Commercial Papers (CCPs) and RM250 million 3-month CCPs. Proceeds from the issuances will be used to fund the purchase of housing loans from the financial system.

President/Chief Executive Officer of Cagamas, Datuk Chung Chee Leong said, “The recent uptick in US Treasury yields amid rising US inflation expectations, coupled with broad economic recovery across the region, pushed global and domestic bond yields higher. Nevertheless, continued support by investors for the Company’s fund-raising exercise contributed towards the successful pricing of the Company’s short-term papers.”

“Both CCPs were priced at the corresponding 3-months Kuala Lumpur Interbank Offered Rate (KLIBOR) plus 6 basis points (bps), or equivalent to 2.00% based on KLIBOR fixing on the pricing date. The spreads were 21 bps above the corresponding Malaysia Treasury Bills,” added Datuk Chung.

The new issuances bring the Company’s aggregate issuance for the year to RM3.1 billion. The papers, which will be redeemed at their full nominal value upon maturity, are unsecured obligations of the Company, ranking pari passu 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 RM342.6 billion worth of corporate bonds and Sukuk.

Cagamas' corporate bonds and sukuk continue to be assigned the highest ratings of AAA/Stable/P1 by RAM Rating Services Berhad and AAA/MARC-1 and AAA<sub>IS</sub>/MARC-1<sub>IS</sub> 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**

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