



# **CAGAMAS BERHAD**

## **POST-ISSUANCE ANNUAL REVIEW REPORT**

### **SUSTAINABILITY BONDS/SUKUK FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

**15 March 2022**

*Razak*

**POST-ISSUANCE ANNUAL REVIEW OF CAGAMAS BERHAD'S ("CAGAMAS")  
SUSTAINABILITY BONDS/SUKUK FOR THE FINANCIAL YEAR ENDED 31  
DECEMBER 2021**

We have performed the post-issuance annual review and enumerated below the procedures and findings with respect to Cagamas' Sustainability Bonds/Sukuk issuances during the financial year ended 31 December 2021.

Cagamas is a national mortgage corporation of Malaysia which was established by Bank Negara Malaysia ("BNM") on 2 December 1986. It is a 100%-held subsidiary of Cagamas Holdings Berhad, a public limited company owned by BNM (20%) and 23 financial institutions (80%) in Malaysia.

The procedures below do not constitute an audit and accordingly, we do not express any assurance on Cagamas' Sustainability Bonds/Sukuk issuances during the financial year ended 31 December 2021. This report relates only to the items specified below and does not extend to any financial statements of Cagamas, taken as a whole.

The procedures were performed solely to confirm that the allocation of proceeds was carried out in accordance with Cagamas Sustainability Bond/Sukuk Framework ("Framework") and that the impact information was accurately disclosed. The procedures performed are summarised as follows:

We relied primarily on Cagamas' Framework and Annual Sustainability Progress Report which details out its Sustainability Bonds/Sukuk issuances, the use of proceeds and the details of sustainability loans/financing purchased as shown in the appendices, and performed the following procedures:

1. We have performed procedures in order to confirm that the proceeds are allocated for the purchase of eligible loans/financing and have undergone the stated selection process in the Framework.
2. We recalculated and confirmed the amount allocated to the eligible loans/financing and enquired about the remaining unallocated amount.
3. We cross referenced the supporting documentation from the Approved Sellers to confirm the accuracy of the impact information as disclosed within the Annual Sustainability Progress Report.



Based on the information provided by Cagamas and the procedures above, we report our findings as follows:

- a) With respect to item 1 above we found that the proceeds are allocated for the purchase of eligible loans/financing and are in congruence to the stated selection process in the Framework. We have sighted the signed Master Sale & Purchase Agreement between Cagamas and the Approved Sellers which states the Approved Sellers' obligation to meet Cagamas' Eligibility Criteria at all times. Other documents such as confirmation letter have also been reviewed that confirms the eligibility of the loans/financing sold to Cagamas.
- b) With respect to item 2 above we found the calculations for the amount allocated to the eligible loans/financing are in order and confirmed that the proceeds from Cagamas Sustainability Bonds/Sukuk can be reconciled to the corresponding purchase contracts and are maintained via the Cagamas' Loan Administration System. We were informed by Cagamas that the remaining balance of funds which have not yet been allocated is put into money market placement.
- c) With respect to item 3 above we found impact information as disclosed within the Annual Sustainability Progress Report to be in alignment with the supporting documentation provided by the Approved Sellers.

Kuala Lumpur, 15 March 2022  
RAM Sustainability Sdn Bhd



**Promod Dass**  
Chief Executive Officer

Appendix:

1. Cagamas Sustainability Bond/Sukuk Issuances
2. Use of proceeds
3. Details of Sustainability Loans/Financing

## Appendix 1 – Cagamas Sustainability Bond/Sukuk Issuances

Cagamas Sustainability Bond / Sukuk Issuances							
Facility Code	Facility Description	Stock Code	Issue date	Maturity date	Original Tenure	Issue Size (RM mil)	Purchase Contract
201900073	Sustainability Cagamas MTN	UF200254	27/10/2020	27/10/2022	2.0	20	208012
201900073	Sustainability Cagamas MTN	UG200253	27/10/2020	27/04/2023	2.5	45	208012
201900073	Sustainability Cagamas MTN	UG210266	05/08/2021	05/08/2024	3.0	200	218014
201900073	Sustainability Cagamas MTN	UF210380	29/10/2021	30/10/2023	2.0	300	218019
201900073	Sustainability Cagamas MTN	UE210398	24/11/2021	25/11/2022	1.0	30	218023
201900073	Sustainability Cagamas MTN	UF210397	24/11/2021	24/11/2023	2.0	20	218023
201900073	Sustainability Cagamas MTN	UG210396	24/11/2021	24/05/2024	2.5	50	218023
201900074	Sustainability Sukuk Cagamas	VG200270	26/10/2020	26/10/2023	3.0	100	208013
201900074	Sustainability Sukuk Cagamas	VG210294	05/08/2021	05/08/2024	3.0	100	218015
					Total	865	

## Appendix 2 – Use of Proceeds

No.	Purpose	RM mil	%
1	Renewable Energy	3.77	0.44%
2	Sustainable Water and Wastewater Management	1.47	0.17%
3	Affordable Housing	699.95	80.91%
4	Employment Generation	159.76	18.47%
5	Unallocated*	0.05	0.01%
	TOTAL	865.00	100.00%

## Appendix 3 - Details of Sustainability Loans/Financing

No.	Use of Proceeds	Size (RM mil)	Descriptions	Impact	Impact Indicators
1	Renewable Energy	3.77	solar pv system for rooftop installation	1444	Total installed capacity (kwh)
2	Sustainable Water and Wastewater Management	1.47	Effluent water treatment	67.9	Amount of waste water treated (m <sup>3</sup> /hour)
3	Affordable Housing	699.95	Affordable Housing	7672	Total affordable homes
4	Employment Generation	159.76	Non-carbon emitting industrial hire purchase receivables for Small and Medium Enterprises	882	Number of SMEs
	TOTAL	864.95			



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