

# Cagamas concludes issuance of one-year floating bonds, sukuk worth RM1.025 bln amid rising inflation concerns

**KUALA LUMPUR:** National mortgage corporation Cagamas Bhd has concluded the issuance of its one-year floating bonds and sukuk worth RM1.025 billion amid rising interest rates and inflation concerns.

Cagamas said in a statement today that the issuance comprises the one-year floating profit rate Islamic medium term

notes (IMTNs) worth RM345 million and the one-year floating rate conventional medium term notes (CMTNs) valued at RM680 million, bringing the company's aggregate issuances for the year to RM7.19 billion.

"The proceeds from the IMTNs and CMTNs will be used to fund the purchase of house financing and housing loans

from the financial system," the second largest issuer of debt instruments after the Malaysian government said. It is also the largest issuer of AAA corporate bonds and sukuk in the market.

President and chief executive officer Datuk Chung Chee Leong said the IMTNs and CMTNs represented the first issuance concluded by Cagamas post-the

overnight policy rate hike of a quarter basis point by Bank Negara Malaysia on May 11, 2022.

He said liquidity in the local fixed income market remained stable and resilient despite the challenging market environment arising from continued geopolitical tension, and growing expectations of central banks to raise interest rates. — Bernama