



Cagamas achieves a record pre-tax profit on robust financing growth

Kuala Lumpur, 28 March 2014-- Cagamas Berhad (“Cagamas” or “the Company”) is pleased to announce the achievement of a record pre-tax profit of RM424.8 million for the financial year ended 31 December 2013. “The achievement of a 45% increase in the pre-tax profit is largely due to robust financing growth and higher interest income”, said the Chairman of Cagamas, Dato’ Ooi Sang Kuang.

The Company’s Core Capital Ratio and Risk Weighted Capital Ratio (RWCR) stood at a high of 23.7% and 24.3% respectively, as at end 2013. Total shareholders’ funds increased to RM2.5 billion from RM2.2 billion while net tangible assets per share was higher at RM16.78, compared with RM14.77 in 2012.

The year 2013 was a landmark year for Cagamas, with purchases totalling RM8.2 billion loans and financing compared to RM3.2 billion in 2012. Total fixed income securities issued rose 100% to RM9.9 billion, comprising RM7.1 billion Sukuk and RM2.8 billion conventional bonds. The Company’s fixed income securities accounted for 7% of total outstanding corporate fixed income securities and 20% of all outstanding AAA fixed income securities in Malaysia. All fixed income securities 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 the Malaysian Rating Corporation Berhad.

A significant milestone achieved by Cagamas in 2013 was the recognition by Moody's Investors Service (Moody's) with a maiden rating of A3, on par with Malaysia's sovereign ratings. "Moody's rating is testament of Cagamas' track record of strong capital, high asset quality, stable profitability and robust risk management". Dato' Ooi added.

The Annual General Meeting of Cagamas Holdings Berhad, the holding company of Cagamas is expected to be held on 25 April 2014.



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 debt securities to finance the purchase of housing loans from financial institutions and non-financial institutions. The provision of liquidity at a reasonable cost to the primary 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 debt securities in the market. Since incorporation in 1986, Cagamas has cumulatively issued RM276.2 billion of conventional and Sukuk.

Cagamas' debt securities 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

~ end ~