

**CAGAMAS CONCLUDES RM800 MILLION COMBINED ISSUANCE PRIOR TO
BUDGET 2020 ANNOUNCEMENT**

Kuala Lumpur, 18 October 2019 – Cagamas Berhad (“Cagamas” or “the Company”), the National Mortgage Corporation of Malaysia, today announced the issuance of its multi-tenured RM500 million Islamic Medium Term Notes (IMTN), multi-tenured RM100 million Conventional Medium Term Notes (CMTN) and RM200 million 3-month Conventional Commercial Papers (CCP). The issuances represent the Company’s 19th and 20th issuance exercise for the year of which proceeds will be used to fund the purchase of mortgages and Islamic home financings from the financial system.

“The pricing of the IMTN and CMTN were concluded a day prior to Malaysia’s Budget 2020 announcement on 11 October 2019. The IMTN and CMTN were successfully priced despite subdued market conditions as investors opted for a wait-and-see approach ahead of the budget announcement. This was evidenced by the soft interest gathered from the re-opening tender of the 10-year Malaysian Government Securities on 9 October 2019 that was priced with a mere 1.233 times book-to-cover (BTC) ratio,” said Datuk Chung Chee Leong, President/Chief Executive Officer of Cagamas.

“The Company’s IMTN and CMTN pricing exercise was well received by investors - in particular its 3-year IMTN which obtained overwhelming response with a BTC ratio of 2.9 times against the backdrop of a slight softening in demand within the domestic market. This enabled the Company to price its IMTN on the lower end of the price guidance of 3.45% to 3.50%. The Company also managed to conclude its final pricing ahead of its AAA rated counterpart, which also tapped the market on the same day,” added Datuk Chung.

The Company also successfully secured competitive pricing for its 3-month CCP, referenced at 5 basis points below the 3-month onshore Kuala Lumpur Interbank Offered Rate. The conclusion of the deals bring the Company’s year-to-date issuance to RM6.7 billion.

The papers, which will be redeemed at their full nominal value upon maturity, are unsecured obligations of the Company, ranking pari passu among themselves and with all other existing unsecured obligations of the Company.

About Cagamas

Cagamas Berhad (Cagamas), the National Mortgage Corporation of Malaysia, was established in 1986 to promote homeownership and contribute towards nation development. It contributes towards the growth of the capital markets, Islamic finance and other priority sectors through issuance of innovative instruments. 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 RM324.4 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_{IS}/MARC-1_{IS} 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

Leanne Susau

Tel : +603 - 2262 1719

csc@cagamas.com.my

Lucia Wee

Tel: +603 - 2262 1868

csc@cagamas.com.my