

CAGAMAS CONCLUDES ISSUANCE IN FIFTH CONSECUTIVE WEEK

Kuala Lumpur, 9 August 2018 – Cagamas Berhad (“Cagamas” or “the Company”), the National Mortgage Corporation of Malaysia, today announced the issuance of its RM825 million 1-year bond and sukuk comprising RM800 million Conventional Medium Term Notes (CMTN) and RM25 million Islamic Medium Term Notes (IMTN). Proceeds from the issuance will be used to fund the purchase of mortgage loans and Islamic house financing from the financial system.

“The RM800 million 1-year CMTN issued was concluded via reopening of an existing bond tranche which marked the Company’s second reopening exercise for the year. The outstanding bond has a remaining maturity of one year and an outstanding amount of RM200 million which was successfully upsized to RM1.0 billion post the reopening exercise. The issuance was well received by a diverse range of local investors including sovereign wealth funds, financial institutions, corporates, insurance companies and foreign asset managers,” said President/Chief Executive Officer, Datuk Chung Chee Leong.

“Overwhelming response for the issuances enabled the Company to upsize the initial reopening amount from RM500 million to a final RM800 million and enabled the Company to tighten the pricing by 2 bps to a final yield of 3.95%. This represented a spread of 56 basis points above the corresponding one year Malaysian Government Securities. The RM25 million 1-year IMTN was also competitively priced at 3.95% and concluded via private placement,” added Datuk Chung.

After a series of successful foreign currency denominated bond issuances by the Company, the pricing of its one-year Ringgit denominated bonds and sukuk represents the Company’s 16th issuance exercise for the year. This brings the aggregate primary issuance to RM9.3 billion for 2018, marking a 24% increase in the Company’s primary supply as compared to 2017’s year-to-date total of RM7.5 billion.

The CMTN and IMTN, which will be redeemed at their full nominal value on maturity, are unsecured obligations of the Company, ranking pari passu among themselves 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 RM311.2 billion worth of corporate bonds and Sukuk.

Cagamas' corporate bonds and sukuk continue to be assigned the highest ratings of AAA and P1 by RAM Rating Services Berhad and AAA/AAA_{IS} and MARC-1/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

Sarah Abdul Aziz

Tel : +603 - 2262 1866

csc@cagamas.com.my

Lucia Wee

Tel : +603 - 2262 1868

csc@cagamas.com.my