

Guarantee bonds in local currency for Stability of ASEAN Economy



The Credit Guarantee & Investment Facility (CGIF) was established in November 2010 by the ASEAN+3 governments, together with the Asian Development Bank (ADB). The facility is part of the Asian Bond Markets Initiative (ABMI) and was created to reduce the "double mismatch" on currency and tenor of the capital market following the aftermaths of the Asian Financial Crisis in the late 1990's.

As a trust fund of ADB, CGIF's sole mission is to develop the local currency (LCY) bond markets in the region by providing credit enhancement on bond securities to companies in ASEAN+3 countries. With this, CGIF is expected to promote stability and resilience of financial markets and facilitate economic development in the region.

By the end of 2020, CGIF will guarantee more than 40 bonds and support more than 30 corporate bond issuers from Cambodia, Indonesia, Malaysia, Philippines, Singapore, Hong Kong/China, Korea, Thailand, Laos, Myanmar, Japan, and Viet Nam. We have been at the forefront of several landmark transactions in the ASEAN region, such as guaranteeing the first-ever project bond in Viet Nam, the first bond issuance by a Myanmar-based issuer, and the largest issuance in the Cambodian capital market, to mention a few.

CGIF has been awarded an international rating of AA (flat) by Standard & Poor, regional and local AAA rating by RAM and MARC in Malaysia, TRIS in Thailand, Fitch (Indonesia) and Pefindo in Indonesia for consecutive years. The guarantee provided by CGIF enables companies to issue longer-tenor LCY bonds financing long term investment at attractive prices and also helps some first time bond-issuers gain access to the capital market to achieve the diversification of sources of funding. Due to the high rating and risk control capabilities of CGIF, bonds guaranteed by CGIF match the risk appetite of the investors in the market, especially insurance companies and pension funds, who are looking for stable and low-risk returns.

CGIF emphasizes green and sustainable growth for the regional economy by adopting safeguards policies in screening our issuers and supporting them in establishing environmental and social management systems. The sectors we have supported cover health care, education, telecommunications, micro-finance

institutions (MFI), renewable energy, real estate, manufacturing etc. We will continue to promote the Green Bond, Social Bond and Sustainability Bond in the ASEAN region initialized by ABMI.

Due to the unwavering support of our contributors and stakeholders, significant progress has been achieved and recognition recorded among issuers and investors in the past ten years. Moving forward, CGIF will continue to promote greener, more sustainable and resilient growth of the ASEAN economy and support more companies to issue bonds to grow their businesses to a higher level.

Supported Transactions

<p>Inaugural bond guarantee transaction</p> <p>2.85 billion Thai Bah 3-year bonds</p>	<p>1st bond guarantee transactions in Indonesia</p> <p>420 billion Indonesian Rupiah Two 3-year medium term notes</p>	<p>1st SGD bond guarantee</p> <p>60 million Singapore Dollar 3-year bonds</p>
<p>2nd SGD bond guarantee</p> <p>100 million Singapore Dollar 3-year bonds</p>	<p>2nd IDR bond guarantees</p> <p>420 billion Indonesian Rupiah Two 3-year medium term notes</p>	<p>1st long-term bond guarantee</p> <p>180 million Singapore Dollar 10-year bonds</p>
<p>1st VND bond guarantee</p> <p>2.1 trillion Vietnamese Dong 10-year bonds</p>	<p>1st bond guarantee to a Thai company</p> <p>195 million Singapore Dollar 10-year bonds</p>	<p>1st multi-tenor bond guarantee</p> <p>3 trillion Vietnamese Dong 5-year and 10-year bonds</p>

<p>1st climate project bond in Asia</p> <p>10.7 billion Philippine Peso 10-year risk participation bonds</p>	<p>1st exposure to the healthcare sector</p> <p>100 million Singapore Dollar 5-year and 7-year bonds</p>	<p>1st bond guarantee to a Malaysian corporate</p> <p>2.78 billion Thai Baht 5-year bonds</p>
<p>1st partially-guaranteed local currency microfinance bond guarantees</p> <p>2.85 billion Thai Bah 3-year bonds</p>	<p>3rd guarantee to a first time bond issuer</p> <p>1.135 trillion Vietnamese Dong 5-year bonds</p>	<p>1st bond guarantee to a Thai corporate in Thai baht</p> <p>4 billion Thai Baht Two 5-year bonds</p>
<p>4th guarantee to a first time bond issuer</p> <p>1.135 trillion Vietnamese Dong 5-year bonds</p>	<p>1st issuer from the healthcare industry in Vietnam</p> <p>2.33 billion Vietnamese Dong 5-year and 7-year bonds</p>	<p>1st debt issues under AMBIF</p> <p>1 billion Philippine Peso 3-year and 5-year bonds</p>
<p>1st co-guarantee transaction</p> <p>2.0 billion Thai baht 5-year bonds</p>	<p>1st Myanmar-based issuer</p> <p>2.22 billion Thai baht 5-year bonds</p>	<p>5th guarantee to a first time bond issuer</p> <p>2.318 trillion Vietnamese Dong 10-year bonds</p>
<p>1st senior unsecured AMBIF bond</p> <p>70 million Singapore Dollar 5-year bonds</p>	<p>AMBIF cross-border SGD amortizing bond</p> <p>150 million Singapore Dollar 12-year bonds</p>	<p>1st VND Project Bonds</p> <p>2.55 trillion Vietnamese Dong 5-year and 15-year bonds</p>
<p>6th guarantee to a first time bond issuer</p> <p>1.15 trillion Vietnamese Dong 10-year bonds</p>	<p>1st AMBIF Bond issued by a Thai issuer</p> <p>2.0 billion Thai Baht 5-years bonds</p>	<p>1st risk participation with ADB on issued bonds</p> <p>2.85 billion Thai Bah 3-year bonds</p>
<p>1st Cambodia-based issuer</p> <p>80 billion Cambodian Riel 5-year bonds</p>	<p>Largest Cambodian bond issuance</p> <p>127.2 billion Cambodian Riel 3-year bonds</p>	

Bond Awards & Notable Achievements

- AP Renewable Inc.'s PHP10.7 billion bonds (2016)**
- Asia Pacific Bond Deal of the Year by Project Finance International
 - Best Renewable Finance Deal of the Year by Alpha Southeast Asia
 - Debt Market Deal of the Year – Philippines by Asia Legal Business
 - Asia Pacific Project Bond of the Year by IJ Global
 - Green Bond Deal of the Year in Green Bond Awards 2017
 - Project Bond of the Year by Environmental Finance Magazine's Green Bond Awards
 - First Climate Project Bond in Asia

- ASA Philippines Foundation Inc.'s PHP2 billion bonds (2017 & 2018)**
- Best LCY Microfinance Bond by The Asset magazine (The Asset Country Awards 2017)

- AEON Credit Service (Philippines) Inc.'s PHP1 billion bonds (2018)**
- Best Benchmark Bond Deal in Southeast Asia 2018 by Alpha Southeast Asia
 - First AMBIF bond issuance in the Philippines

- Yoma Strategic Holdings Ltd.'s THB2.22 billion bonds (2019)**
- Best Local Currency Bond 2019 by GlobalCapital Asia (Asia Capital Markets Awards)
 - Best Bond – Myanmar by The Asset Triple A (Country Awards 2019)
 - Country Deal Award – Myanmar by FinanceAsia (Achievement Awards 2019)

- Nexus International School (Singapore) Pte. Ltd.'s SGD150 million bonds (2019)**
- Revived SGD amortizing bonds, an under-represented asset class in the SGD bond market

- Hong Phong 1 Energy JSC's VND 2.55 trillion bonds (2019)**
- First renewable project bond in Viet Nam

- RMA (Cambodia) PLC's KHR80 billion bonds (2020)**
- First KHR bond issuance by a non-financial institution in Cambodia

- PRASAC Microfinance Institution PLC's KHR127.2 billion bonds (2020)**
- Largest KHR bond issuance transaction in the history of Cambodian capital market