

PRASAC and PPCBank Officially Listed Bonds on the Cambodia Securities Exchange

HBS Law is proud to announce that it has participated successfully in the issuance of corporate bonds of PRASAC Microfinance Institution Plc (PRASAC), and Phnom Penh Commercial Bank Plc. (PPCBank) on the Cambodia Securities Exchange (CSX) at a time of high uncertainty and market volatility.

The PRASAC bonds, recorded as the largest bonds issuance on the CSX, having the total principal amount of KHR 127.20 billion (USD 31.8 million equivalent), are fully guaranteed by Credit Guarantee and Investment Facility (CGIF), which is a trust fund of the Asian Development Bank. PRASAC will issue 1,272,000 bonds with a coupon rate of 7.5% per annum with three-year maturity semi-annual payment. The bonds are registered under the AMBIF (ASEAN+3 Multi-Currency Bond Issuance Framework) programme.

PPCBank officially listed on the CSX its first corporate bonds and successfully raised KHR 40 billion (USD 10 million equivalent) during the first phase of its bond issuance process. The first phase investors have subscribed to foreign exchange-indexed bonds with an interest of 6.5% per annum and a maturity of three years. A total of 400,000 bonds were issued during the first phase. PPCBank plans to raise another KHR 40 billion in the near future depending on the developments with regard to COVID-19.

HBS Law is honored to have collaborated with all involved parties to ensure the growth of the young-but-promising capital market of Cambodia resulting in more flexibility and stability in the medium and long-term alternative source of funding. HBS Law will continue to collaborate with key parties to contribute its legal services and expertise for future transactions regulated by the Securities Exchange Commission of Cambodia (SECC).

AUTHORS' PROFILES



Mustafa KOCADAG

Senior Legal Advisor
Head, Capital Market and M&A

mustafa.kocadag@hbslaw.asia
+ 855 (0) 23 224 337
www.hbslaw.asia



Vareap SAY

Legal Advisor

vareap.say@hbslaw.asia
+ 855 (0) 23 224 337
www.hbslaw.asia

