

CDL issues green bond, a first by a Singapore company

🕒 PUBLISHED 3 HOURS AGO

The 2-year secured bond raises \$100m, which may kick-start growth of a green bond market in Singapore



Rachael Boon (mailto:rachaelb@sph.com.sg)

One of the most environmentally conscious companies here, developer City Developments (CDL), has further burnished its green credentials by selling what it says is "the first green bond by a Singapore company" through a unit.

Green bond issuers give investors the assurance that the funds raised will go to projects delivering environmental benefits.

CDL said yesterday its two-year senior secured green bond, as it is called, raised \$100 million at a 1.98 per cent fixed rate, due in 2019. The investors were mainly financial institutions and fund managers.

The green bond is issued under the CDL Properties' (CDLP) \$700 million secured medium-term note programme first set up in 2001. DBS Bank is the sole bookrunner on this transaction.

The green bond's proceeds will go towards repaying a \$100 million loan extended by CDL to the unit, which owns Republic Plaza.

Source: The Straits Times © Singapore Press Holdings Limited. Permission required for reproduction

