

Asian Credit Daily18 April 2024

Market Commentary:

- The SGD SORA curve traded mixed yesterday, with the 1Y and 1.5Y trading 1-2bps higher while 2Y and 3Y trading 0-1bps lower, belly tenors trading 0-1bps lower and 10Y trading flat.
- Flows in SGD corporates were heavy, with flows in UBS 5.75%-PERP, HSBC 4.75% '34s, GESF 3.928% '39s, BNP 5.9%-PERP, UOBSP 2.55%-PERP, BPCEGP 5% '34s, LLOYDS 5.25% '33s, BACR 7.3%-PERP, STTGDC 5.7%-PERP, CLIVSG 4.2% '30s, DB 4.4% '28s.
- China Vanke Co. (“Vanke”) is looking to sell its entire stake in logistics firm GLP Pte. Vanke had held discussions with parties that include state-owned investment company Guangdong Holdings Ltd. and a Tianjin-based state-owned firm to exit its investment, but no agreement has been made. Vanke bought a 21.4% stake in GLP for about SGD3.4bn (USD2.5bn) in 2018.
- Bloomberg Asia USD Investment Grade spreads widened by 2bps to 83bps while Asia USD High Yield spreads widened by 7bps to 614bps. (Bloomberg, OCBC)

Credit Summary:

- There are no credit headlines for today.

Key Market Movements

	18-Apr	1W chg (bps)	1M chg (bps)		18-Apr	1W chg	1M chg
iTraxx Asiax IG	115	8	16	Brent Crude Spot (\$/bbl)	87.4	-2.6%	0.6%
				Gold Spot (\$/oz)	2,367	-0.2%	9.6%
iTraxx Japan	53	5	7	CRB Commodity Index	294	0.1%	2.5%
iTraxx Australia	72	6	10	S&P Commodity Index - GSCI	587	-1.8%	0.8%
CDX NA IG	58	5	9	VIX	18.2	15.3%	27.1%
CDX NA HY	105	-1	-1	US10Y Yield	4.58%	-1bp	25bp
iTraxx Eur Main	62	6	9				
iTraxx Eur XO	341	23	39	AUD/USD	0.644	-1.5%	-1.9%
iTraxx Eur Snr Fin	70	6	10	EUR/USD	1.067	-0.6%	-1.9%
iTraxx Eur Sub Fin	127	12	20	USD/SGD	1.361	-0.5%	-1.6%
				AUD/SGD	0.876	1.0%	0.3%
USD Swap Spread 10Y	-38	-1	0	ASX200	7,634	-2.3%	-0.5%
USD Swap Spread 30Y	-76	-1	-2	DJIA	37,753	-1.8%	-2.7%
				SPX	5,022	-2.7%	-2.5%
China 5Y CDS	72	1	5	MSCI Asiax	636	-4.1%	-2.9%
Malaysia 5Y CDS	48	4	10	HSI	16,238	-5.0%	-3.0%
Indonesia 5Y CDS	79	4	11	STI	3,182	-1.4%	0.3%
Thailand 5Y CDS	46	1	5	KLCI	1,542	-0.7%	-0.7%
Australia 5Y CDS	15	0	0	JCI	7,131	-1.5%	-2.4%
				EU Stoxx 50	4,914	-1.7%	-1.4%

Source: Bloomberg

New Issues:

Date	Issuer	Description	Currency	Size (mn)	Tenor	Final Pricing	Initial Pricing
17 Apr	Guang Ying Investment Ltd (GZFINH) (Guarantor: Guangzhou Finance Holdings Group Co Ltd)	Fixed	USD	150	2Y	5.45%	6% area
17 Apr	Hyundai Card Co Ltd (HYNCRD)	Fixed	USD	500	5Y	T+135bps	T+170bps area
17 Apr	Industrial & Commercial Bank of China Limited of Macau	FRN	USD	100	3Y	SOFRIX+48bps	N.A
17 Apr	Huainan Construction Development Holdings Group Co Ltd (HNCDHG) (SBLC Provider: Industrial & Commercial Bank of China Ltd/Anhui)	Fixed	USD	96	3Y	5.5%	5.8% area
17 Apr	ELM B.V.	Fixed	SGD	149.99	1Y	3.47%	N.A

Mandates:

- Indika Energy is planning to issue USD notes with tenor of 5Y.

Macro Research

Selena Ling
Head of Strategy & Research
LingSSSelena@ocbc.com

Tommy Xie Dongming
Head of Greater China Research
XieD@ocbc.com

Keung Ching (Cindy)
Hong Kong & Macau
Cindyckung@ocbcwh.com

Herbert Wong
Hong Kong & Macau
HerberhtWong@ocbc.com

Lavanya Venkateswaran
Senior ASEAN Economist
LavanyaVenkateswaran@ocbc.com

Ahmad A Enver
ASEAN Economist
Ahmad.Enver@ocbc.com

Jonathan Ng
ASEAN Economist
JonathanNg4@ocbc.com

Ong Shu Yi
ESG Analyst
ShuyiOng1@ocbc.com

FX/Rates Strategy

Frances Cheung, CFA
Rates Strategist
FrancesCheung@ocbc.com

Christopher Wong
FX Strategist
ChristopherWong@ocbc.com

Credit Research

Andrew Wong
Credit Research Analyst
WongVKAM@ocbc.com

Ezien Hoo, CFA
Credit Research Analyst
EzienHoo@ocbc.com

Wong Hong Wei, CFA
Credit Research Analyst
WongHongWei@ocbc.com

Chin Meng Tee, CFA
Credit Research Analyst
MengTeeChin@ocbc.com

This publication is solely for information purposes only and may not be published, circulated, reproduced, or distributed in whole or in part to any other person without our prior written consent. This publication should not be construed as an offer or solicitation for the subscription, purchase or sale of the securities/instruments mentioned herein. Any forecast on the economy, stock market, bond market and economic trends of the markets provided is not necessarily indicative of the future or likely performance of the securities/instruments. Whilst the information contained herein has been compiled from sources believed to be reliable and we have taken all reasonable care to ensure that the information contained in this publication is not untrue or misleading at the time of publication, we cannot guarantee and we make no representation as to its accuracy or completeness, and you should not act on it without first independently verifying its contents. The securities/instruments mentioned in this publication may not be suitable for investment by all investors. Any opinion or estimate contained in this report is subject to change without notice. We have not given any consideration to, and we have not made any investigation of the investment objectives, financial situation or particular needs of the recipient or any class of persons, and accordingly, no warranty whatsoever is given and no liability whatsoever is accepted for any loss arising whether directly or indirectly as a result of the recipient or any class of persons acting on such information or opinion or estimate. This publication may cover a wide range of topics and is not intended to be a comprehensive study or to provide any recommendation or advice on personal investing or financial planning. Accordingly, they should not be relied on or treated as a substitute for specific advice concerning individual situations. Please seek advice from a financial adviser regarding the suitability of any investment product taking into account your specific investment objectives, financial situation, or particular needs before you make a commitment to purchase the investment product. OCBC Bank, its related companies, their respective directors and/or employees (collectively "Related Persons") may or might have in the future interests in the investment products or the issuers mentioned herein. Such interests include effecting transactions in such investment products, and providing broking, investment banking and other financial services to such issuers. OCBC Bank and its Related Persons may also be related to, and receive fees from, providers of such investment products. This report is intended for your sole use and information. By accepting this report, you agree that you shall not share, communicate, distribute, deliver a copy of or otherwise disclose in any way all or any part of this report or any information contained herein (such report, part thereof and information, "Relevant Materials") to any person or entity (including, without limitation, any overseas office, affiliate, parent entity, subsidiary entity or related entity) (any such person or entity, a "Relevant Entity") in breach of any law, rule, regulation, guidance or similar. In particular, you agree not to share, communicate, distribute, deliver or otherwise disclose any Relevant Materials to any Relevant Entity that is subject to the Markets in Financial Instruments Directive (2014/65/EU) ("MiFID") and the EU's Markets in Financial Instruments Regulation (600/2014) ("MiFIR") (together referred to as "MiFID II"), or any part thereof, as implemented in any jurisdiction. No member of the OCBC Group shall be liable or responsible for the compliance by you or any Relevant Entity with any law, rule, regulation, guidance or similar (including, without limitation, MiFID II, as implemented in any jurisdiction).