

Monthly Credit View

Monday, 04 December 2017

Monthly Themes

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- Credit markets had somewhat of a Jekyll and Hyde month with risk off sentiments mid-month resulting in a high yield sell-off and concerns that the party was coming to an end. The spread on JACI HY Corps rose 11bps in the week to November 15th following the gradual tightening of spreads throughout the year. At the same time, the spread on JACI IG Corp only fell 1bps. Amidst the spread widening was also the withdrawal of several high yield issues due to non-conductive market conditions (NRG Energy Inc., PT Sawit Sumbermas Sarana Tbk). We saw such developments as sentiment-driven given the toppish technical environment and year end positioning and with no real event risk or underlying fundamental concerns. These beliefs were reinforced as the selloff pressure on high yield abated in the second half of the month and Anton Oilfield Service Group managed to price USD300mn in 9.75% senior notes. Although the coupon is high, Anton Oilfield's issue represents the third 'CCC' rated bond issued this year after PT Gajah Tuggal Tbk in August and PT Indika Energy Tbk in April, and perhaps highlights underlying optimism for corporate operating conditions as well as the on-going demand for high yield, albeit now at prices more favourable for investors. The month ended with Alibaba's super-sized issuance with USD7bn issued across five tranches. Demand was strong with USD41bn worth of demand. The issuance drove Asia ex-Japan bond annual issuance over USD300bn for the first time. The Alibaba issue is the biggest dollar bond sale by an Asian corporate so far in 2017 and pushed the November's issuance volume in the Asia Dollar space above USD40bn, over 2x November 2016's issuance volume. This would add to the already dominating contribution to volumes by Chinese issuers.
- SGD markets continue to be active with SGD2.8bn issued in November across 10 issues. This represented 1.4x the issuance volume of November 2016 (across 6 issues). Issuers were diverse and included government linked names (Housing & Development Board, Singapore Management University, SMRT), foreign issuers (China Eastern Airlines Corp Ltd, Manulife Financial Corp) and small high yield issuers (Fragrance Group Ltd, Pacific International Lines Pte Ltd). While market activity remains buoyant and issuers continue to opportunistically look to lock in funding given the current strong technical environment and before rates rise, investor appetite appears to be turning increasingly selective with issuers needing to compromise size to contain pricing.
- In the secondary market, SGD activity was characterized by heavy selling pressure from year end positioning and again given the strong compression in yields so far with investors looking to take profit. This has seen the number of falling bond prices outnumber bond prices rising consistently through the month. Similar to what was observed in the Asia dollar space, we think any further widening in yields in the SGD space will be restrained although the market is primed for a correction. As such, investors may wish to review names that have done well thus far this year for potential profit taking. Fundamentals are generally supportive based on stable to improving regional economic conditions and recent earnings results while market liquidity remains high in our view following recent large maturities/calls in the SGD space (ABNANV 4.7% '22c17, GENSSP 5.125% PERPc17). While the

breadth of issuers in the SGD space in 2017 has been better than last year, we have not seen any irrationality in the issuance trends in our view and there still remains some level of discipline in terms of names tapping the market and the yields that get priced owing to the ongoing stresses in the oil and gas space. That said, the prospect of rising rates in 2018 and a large pipeline of supply (we estimate that approximately SGD22.4bn in bonds (excluding MAS bills, Singapore Government Bills and Singapore T-bills) will mature or be callable 2018) could put longer term downward pressure on bond prices in the future.

Issuer Profile Changes / Updates

- Please note that due to OCBC's engagement in other business activities, we have suspended our coverage on the following names until these activities are completed: First Real Estate Investment Trust.
- Conversely, we have resumed coverage on the following companies following the completion of OCBC's engagement: Frasers Centrepont Trust, Frasers Hospitality Trust, OUE Ltd.

Trade Ideas

- We have downgraded the bond recommendations on the BAERVX 5.9% PERPc20 and BAERVX 5.75% PERPc22 despite prices falling in the month. While fundamentals remain sound (refer to [OCBC Asian Credit Daily – 21 Nov 2017](#)), we think the recent change in management (refer to [OCBC Asian Credit Daily – 28 Nov 2017](#)) may exert further downside pressure on bond prices in combination with the heavy technical environment, at least until further clarity on management and strategy is made available. That said, from a carry perspective, the AT1's still look attractive in the bank capital space.
- We have upgraded the OUE curve to Overweight given the recent correction in the market. Though we continue to believe the OUESP'19s to offer the best value in the curve (YTM of 3.51%), the OUESP'20s and OUESP'22s offer ~125bps and ~150bps above swaps respectively while net gearing remains manageable at ~61%. Positive near-term catalysts include unrecognized sales aggregating ~SGD0.5bn under the deferred payment scheme for the Twin Peaks condominium.
- We have downgraded the BTH'18s and BTH'19s to Underweight following the price rally in the past month. The bonds are at YTM of 3.85% (spread of 253bps) and 4.23% (spread of 281 respectively). In our view, while the recent new capital from China Vanke Co. Ltd and Accor S.A is a positive catalyst, we continue to expect tight cash flow liquidity at BTH in the next 12 months. Within the high yield space, we recommend a switch to the SSREIT'18s which is trading at a YTM of 5.19% (spread of 405 bps).
- We are holding the FHREIT 4.45% PERPc21 at Neutral, this perpetual is trading at a YTC of 3.70%. Nonetheless, we see more value on its Sponsor's perpetual curve and recommend a switch. The FCLSP 5.00% PERPc20 has a call date that is 1.2 years earlier than the FHREIT 4.45% PERPc21 and at a YTC of 3.98%, is trading wider than the FHREIT perpetual. The higher yield offered on the FCLSP 5.00% PERPc20 more than compensates for its lack of credit rating.

Upcoming Bond Maturities – December 2017

Issuer Name	Ticker	Amount (SGD mn)	Maturity/Call Date*
FCT MTN Pte Ltd	FCTSP	60	12/12/2017
Astra Sedaya Finance PT	ASIIIJ	100	18/12/2017
Hongkong Land Treasury Services Singapore Pte Ltd	HKLSP	50	29/12/2017

Neptune Orient Lines Ltd	NOLSP	300	08/12/2017*
Rowsley Ltd	ROWSSP	100	13/12/2017*
Ascendas India Trust	AITSP	65	13/12/2017*
KrisEnergy Ltd	KRISSP	130	22/12/2017*

(OCBC, Company, Bloomberg)

Current / Recent Reports From OCBC Credit Research

[Research Archive: <http://www.ocbc.com/group/research/index.html>]

- PSA International Pte Ltd: Credit Overview (1 November 2017)
- SGD Corporate Perpetual Bonds: Still worthwhile? (31 October 2017)
- Ezion Holdings Ltd: Credit Update (24 October 2017)
- Soilbuild REIT: Credit Update (23 October 2017)
- Mapletree Logistics Trust: Credit Update (16 October 2017)
- CWT Limited: Credit Update (11 October 2017)
- Nam Cheong Limited: Credit Update (2 October 2017)
- Century Sunshine Group: Credit Update (13 September 2017)
- Singapore Airlines Ltd: Credit Update (12 September 2017)
- An introduction to SGD Corporate Perpetual Bonds (8 September 2017)
- Wharf Holdings Ltd: Credit Update (28 August 2017)
- CK Hutchison Holdings Ltd: Credit Update (28 August 2017)
- Heeton Holdings Ltd: New Credit Review (18 August 2017)
- Nam Cheong Limited: Credit Update (17 August 2017)
- Sabana Shari'ah Compliant Industrial REIT / ESR-REIT: Credit Update (11 August 2017)
- Century Sunshine Group: Credit Update (17 July 2017)
- Singapore Mid-Year 2017 Credit Outlook (8 July 2017)
- Fraser and Neave Ltd: New Credit Review (3 July 2017)
- Financial Institutions - The Spanish Resolution: Different Symptoms call for Different Remedies (13 June 2017)
- Nam Cheong Limited: Credit Update (9 May 2017)
- Singapore Property Sector Update (3 May 2017)
- Indonesia Bond Market (2 May 2017)
- SingTel: New Credit Review (20 April 2017)
- Banyan Tree: New Credit Review (20 April 2017)
- CWT Limited: Credit Update (20 April 2017)
- Olam International Limited: Credit Update (24 March 2017)
- Frasers Centrepoint Limited: New Credit Review (22 March 2017)
- Ezra Holdings Ltd: Credit Update (17 March 2017)
- Changes to Singapore's Companies Act - Implications for Corporate Restructuring (14 March 2017)
- Singapore Property: Sector Update (10 March 2017)
- Sabana Shari'ah REIT: Credit Update (9 March 2017)
- Ascendas Hospitality Trust: New Credit Review (8 March 2017)
- Yanlord Land Group Ltd: Credit Update (7 March 2017)
- Industrial REIT: Sector Update (24 February 2017)
- Oxley Holdings Ltd: New Credit Review (21 February 2017)

Issuer	Issuer Profile	Issue	Maturity	Ask Price	Ask YTW	Bond Ratings	Recommendation	
							Current	Previous
China/HK property								
CK Hutchison Holdings Ltd	N	CKHH 3.408 '18	20/07/2018	101.10	1.61	A-/A2/A- (Guarantor)	N	N
Henderson Land Development	N	HENLND 4 '18	19/09/2018	101.85	1.63	NR/NR/NR	N	UW
Hongkong Land Holdings	Pos	HKLSP 3.43 '20	14/05/2020	104.05	1.73	A/A2/NR	UW	UW
Wharf Holdings Ltd/The	N	WHARF 4.3 '18	28/10/2018	102.41	1.58	NR/NR/A- (Issuer)	UW	UW
Wharf Holdings Ltd/The	N	WHARF 4.5 '21	20/07/2021	107.65	2.29	NR/NR/A- (Issuer)	UW	UW
Wheelock & Co Ltd	Pos	WHEELK 4.5 '21	02/09/2021	107.71	2.34	NR/NR/NR	N	N
Wing Tai Properties Ltd	Pos	WINGTA 4.25 '22	29/11/2022	103.70	3.44	NR/NR/NR	OW	OW
Perennial Real Estate Holdings Ltd	N	PREHSP 4.25 '18	16/03/2018	100.20	3.47	NR/NR/NR	OW	N
Perennial Real Estate Holdings Ltd	N	PREHSP 4.65 '18	23/10/2018	101.59	2.82	NR/NR/NR	OW	OW
Perennial Real Estate Holdings Ltd	N	PREHSP 4.90 '19	18/03/2019	102.00	3.31	NR/NR/NR	OW	OW
Perennial Real Estate Holdings Ltd	N	PREHSP 4.55 '20	29/04/2020	104.81	2.47	NR/NR/NR	OW	OW
Perennial Real Estate Holdings Ltd	N	PREHSP 3.85 '20	03/07/2020	100.72	3.55	NR/NR/NR	OW	OW
Singapore property developers								
CapitaLand Ltd	Pos	CAPLSP 3.78 '19	16/08/2019	103.10	1.91	NR/NR/NR	UW	UW
CapitaLand Ltd	Pos	CAPLSP 4.35 '19	31/10/2019	104.50	1.92	NR/NR/NR	N	UW
CapitaLand Ltd	Pos	CAPLSP 4.3 '20	31/08/2020	105.95	2.05	NR/NR/NR	N	UW
CapitaLand Ltd	Pos	CAPLSP 3.8 '24	28/08/2024	106.40	2.75	NR/NR/NR	N	UW
CapitaLand Ltd	Pos	CAPLSP 3.08 '27	19/10/2027	100.50	3.02	NR/NR/NR	UW	UW
City Developments Ltd	Pos	CITSP 3.38 '19	20/03/2019	101.85	1.92	NR/NR/NR	N	UW
City Developments Ltd	Pos	CITSP 3.00 '20	02/04/2020	101.90	2.16	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.75 '22	06/07/2022	106.02	2.35	NR/NR/NR	UW	UW
City Developments Ltd	Pos	CITSP 3.48 '23	03/04/2023	104.88	2.50	NR/NR/NR	UW	UW
City Developments Ltd	Pos	CITSP 3.78 '24	21/10/2024	106.50	2.74	NR/NR/NR	N	N
Chip Eng Seng Corporation Ltd	N	CHIPEN 4.75 '21	14/06/2021	102.59	3.96	NR/NR/NR	N	N
Chip Eng Seng Corporation Ltd	N	CHIPEN 4.9 '22	19/05/2022	102.79	4.21	NR/NR/NR	N	N
Frasers Centrepoint Ltd	N	FCLSP 3.95 '21	07/10/2021	104.40	2.73	NR/NR/NR	N	N
Frasers Centrepoint Ltd	N	FCLSP 4.25 '26	21/04/2026	104.20	3.66	NR/NR/NR	N	N
Frasers Centrepoint Ltd	N	FCLSP 4.15 '27	23/02/2027	102.80	3.79	NR/NR/NR	N	N
GuocoLand Ltd	N	GUOLSP 3.4 '18	04/09/2018	100.70	2.46	NR/NR/NR	OW	N
GuocoLand Ltd	N	GUOLSP 3.95 '19	01/04/2019	102.03	2.38	NR/NR/NR	N	N
GuocoLand Ltd	N	GUOLSP 4.1 '20	13/05/2020	103.00	2.81	NR/NR/NR	N	N
GuocoLand Ltd	N	GUOLSP 3.62 '21	30/03/2021	101.10	3.27	NR/NR/NR	OW	N
GuocoLand Ltd	N	GUOLSP 4 '22	31/01/2022	102.40	3.37	NR/NR/NR	OW	N
GuocoLand Ltd	N	GUOLSP 3.85 '23	15/02/2023	101.80	3.47	NR/NR/NR	OW	N
Heeton Holdings Ltd	N	HTONSP 6.1	08/05/2020	100.93	5.68	NR/NR/NR	OW	OW
Hong Fok Corp Ltd	N	HFCSP 4.75 '19	22/03/2019	102.00	3.17	NR/NR/NR	OW	OW
Hotel Properties Ltd	N	HPLSP 3.95 '19	13/09/2019	103.20	2.09	NR/NR/NR	UW	UW
Hotel Properties Ltd	N	HPLSP 3.88 '20	08/04/2020	103.30	2.42	NR/NR/NR	N	N
Hotel Properties Ltd	N	HPLSP 3.85 '21	27/05/2021	103.10	2.90	NR/NR/NR	N	N
QUE Ltd	N	QUESP 4.25 '19c16	30/10/2019	101.40	3.26	NR/NR/NR	OW	OW
QUE Ltd	N	QUESP 3.8 '20	15/04/2020	102.20	2.83	NR/NR/NR	OW	N
QUE Ltd	N	QUESP 3.75 '22	17/04/2022	101.8	3.30	NR/NR/NR	OW	N
Oxley Holdings Ltd	Neg	OHLSP 5 '19	05/11/2019	103.56	3.07	NR/NR/NR	UW	UW
Oxley Holdings Ltd	Neg	OHLSP 5.15 '20	18/05/2020	103.93	3.46	NR/NR/NR	UW	UW
Wing Tai Holdings Ltd	N	WINGTA 4.0 '21	07/10/2021	104.05	2.88	NR/NR/NR	N	N
Wing Tai Holdings Ltd	N	WINGTA 4.5 '22	26/09/2022	106.00	3.14	NR/NR/NR	N	N
Wing Tai Holdings Ltd	N	WINGTA 4.25 '23	15/03/2023	104.45	3.32	NR/NR/NR	OW	N
Wing Tai Holdings Ltd	N	WINGTA 4.7 '24	28/02/2024	106.75	3.48	NR/NR/NR	OW	N
Aspial Corp. Ltd	Neg	ASPSP 5.50 '18	27/11/2018	100.52	5.00	NR/NR/NR	N	N
Aspial Corp. Ltd	Neg	ASPSP 5.05 '19	12/06/2019	99.73	5.24	NR/NR/NR	N	N
Aspial Corp. Ltd	Neg	ASPSP 5.30 '20	01/04/2020	99.95	5.32	NR/NR/NR	UW	UW
Aspial Corp. Ltd	Neg	ASPSP 5.25 '20	28/08/2020	100.55	5.03	NR/NR/NR	UW	UW

Indicative prices from Bloomberg as of 4 December 2017

Issuer	Issuer Profile	Issue	Maturity	Ask Price	Ask YTW	Bond Ratings	Recommendation	
							Current	Previous

REITS

AIMS AMP REIT	N	AAREIT 3.8 '19	21/05/2019	101.57	2.69	BBB-/NR/NR	UW	OW
AIMS AMP REIT	N	AAREIT 4.35 '19	05/12/2019	101.93	3.34	BBB-/NR/NR	OW	OW
Ascendas Hospitality Trust	N	ASCHTS 3.3 '20	07/04/2020	102.00	2.41	NR/NR/NR	UW	UW
Ascendas REIT	N	AREIT 2.5 '19	16/05/2019	101.07	1.75	NR/A3/NR	N	N
Ascendas REIT	N	AREIT 2.95 '20	03/08/2020	102.20	2.09	NR/A3/NR	N	N
Ascendas REIT	N	AREIT 4 '22	03/02/2022	106.90	2.25	NR/A3/NR	UW	UW
Ascendas REIT	N	AREIT 3.2 '22	03/06/2022	103.70	2.33	NR/A3/NR	N	UW
Ascott Residence Trust	N	ARTSP 4.3 '18	30/11/2018	102.40	1.83	NR/Baa3/BBB	UW	UW
Ascott Residence Trust	N	ARTSP 4.205 '22	23/11/2022	106.80	2.73	NR/Baa3/BBB	UW	UW
CapitaLand Commercial Trust	N	CCTSP 2.96 '21	13/08/2021	102.70	2.19	Baa2/BBB+/NR	UW	UW
CapitaLand Commercial Trust	N	CCTSP 2.77 '22	04/07/2022	102.00	2.31	Baa2/BBB+/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.15 '20	18/12/2020	103.35	2.01	NR/A2/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.75 '24	02/08/2024	106.55	2.67	NR/A2/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.48 '24	06/08/2024	104.70	2.70	NR/A2/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.5 '26	25/02/2026	104.50	2.88	NR/A2/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.35 '31	07/07/2031	101.20	3.24	NR/A2/NR	UW	UW
ESR REIT	N	EREIT 3.5 '18	05/11/2018	100.90	2.51	NR/Baa3/NR	UW	UW
ESR REIT	N	EREIT 4.1 '20	29/04/2020	103.00	2.79	NR/Baa3/NR	N	N
ESR REIT	N	EREIT 3.95 '20	21/05/2020	102.45	2.91	NR/Baa3/NR	N	N
ESR REIT	N	EREIT 3.95 '23	09/05/2023	101.58	3.74	NR/Baa3/NR	OW	N
Frasers Centrepoint Trust	N	FCTSP 2.9 '19	10/04/2019	101.22	1.98	BBB+/NR/NR	N	N
Frasers Centrepoint Trust	N	FCTSP 3 '20	21/01/2020	101.87	2.09	BBB+/NR/NR	N	OW
Frasers Centrepoint Trust	N	FCTSP 2.645 '22	06/06/2022	100.62	2.50	BBB+/NR/NR	N	N
Frasers Centrepoint Trust	N	FCTSP 2.77 '24	08/11/2024	99.70	2.82	BBB+/NR/NR	N	N
Frasers Hospitality Trust	N	FHREIT 3.08 '24	08/11/2024	100.24	3.04	NR/Baa2/NR	N	N
Frasers Hospitality Trust	N	FHREIT 2.63 '22	06/07/2022	100.37	2.54	NR/Baa2/NR	UW	N
Keppel REIT	N	KREITS 3.275 '24	08/04/2024	101.77	2.97	NR/NR/NR	N	N
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.5 '18	23/11/2018	101.70	2.71	NR/Baa3/NR (Issuer)	OW	OW
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.1 '20	22/06/2020	100.70	3.81	NR/Baa3/NR (Issuer)	OW	OW
Mapletree Commercial Trust	N	MCTSP 2.65 '19	07/11/2019	101.60	1.80	NR/Baa1/NR	N	N
Mapletree Commercial Trust	N	MCTSP 3.6 '20	24/08/2020	104.50	1.89	NR/Baa1/NR	UW	UW
Mapletree Commercial Trust	N	MCTSP 3.2 '21	12/04/2021	103.10	2.23	NR/Baa1/NR	UW	UW
Mapletree Commercial Trust	N	MCTSP 3.25 '23	03/02/2023	103.15	2.59	NR/Baa1/NR	N	N
Mapletree Commercial Trust	N	MCTSP 3.11 '26	24/08/2026	102.30	2.81	NR/Baa1/NR	UW	UW
Mapletree Commercial Trust	N	MCTSP 3.045 '27	27/08/2027	100.40	3.00	NR/Baa1/NR	N	N
Mapletree Greater China Commercial Trust	N	MAGIC 3.2 '21	08/09/2021	103.14	2.32	NR/Baa1/NR	N	N
Mapletree Greater China Commercial Trust	N	MAGIC 3.43 '22	09/03/2022	103.81	2.48	NR/Baa1/NR	N	N
Mapletree Industrial Trust	N	MINTSP 3.75 '19	08/03/2019	102.43	1.78	NR/NR/BBB+	UW	UW
Mapletree Industrial Trust	N	MINTSP 3.65 '22	07/09/2022	105.16	2.49	NR/NR/BBB+	N	N
Mapletree Industrial Trust	N	MINTSP 3.02 '23	11/05/2023	101.95	2.63	NR/NR/BBB+	N	UW
Mapletree Industrial Trust	N	MINTSP 3.79 '26	02/03/2026	105.53	3.03	NR/NR/BBB+	UW	UW
Sabana Industrial REIT	Neg	SSREIT 4.00 '18	19/03/2018	99.66	5.19	NR/NR/NR	OW	N
Sabana Industrial REIT	Neg	SSREIT 4.25 '19	03/04/2019	97.36	6.46	NR/NR/NR	N	N
Soilbuild Business Space REIT	N	SBREIT 3.45 '18	21/05/2018	100.25	2.89	NR/NR/NR	N	N
Soilbuild Business Space REIT	N	SBREIT 3.6 '21	08/04/2021	99.00	3.92	NR/NR/NR	OW	OW
Starhill Global REIT	N	SGREIT 3.5 '21	26/02/2021	104.25	2.13	BBB+/NR/NR	UW	UW
Starhill Global REIT	N	SGREIT 3.4 '23	26/05/2023	103.25	2.76	BBB+/NR/NR	N	UW
Starhill Global REIT	N	SGREIT 3.14 '26	03/10/2026	100.99	3.01	BBB+/NR/NR	UW	UW
Suntec REIT	N	SUNSP 2.83 '18	12/11/2018	101.14	1.60	NR/Baa3/NR	UW	N
Suntec REIT	N	SUNSP 3.35 '20	10/02/2020	103.05	1.91	NR/Baa3/NR	UW	OW
Suntec REIT	N	SUNSP 2.85 '23	02/08/2023	100.60	2.73	NR/Baa3/NR	N	UW
VIVA Industrial Trust	N	VITSP 4.15 '18	19/09/2018	100.75	3.19	BB+/Ba2/NR	N	N

Offshore & Marine and Logistics

ASL Marine Holdings Ltd	Neg	ASLSP 4.75 '20	28/03/2020	75.00	21.12	NR/NR/NR	N	N
ASL Marine Holdings Ltd	Neg	ASLSP 5.35 '21	01/10/2021	50.00	32.34	NR/NR/NR	N	N
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 4.65 '20c15	09/09/2020	98.50	5.24	NR/NR/NR	OW	OW
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 4.4 '21c16	22/06/2021	96.35	5.55	NR/NR/NR	OW	OW
Ezion Holdings Ltd	Neg	EZISP 4.7 '19	22/05/2019	N/A	N/A	NR/NR/NR	WD	WD
Ezion Holdings Ltd	Neg	EZISP 4.875 '21	11/06/2021	N/A	N/A	NR/NR/NR	WD	WD
Ezion Holdings Ltd (CF by DBS)	Neg	EZISP 3.65 '20	05/08/2020	90.00	7.88	NR/NR/NR	WD	WD
Keppel Corp Ltd	N	KEPSP 3.1 '20	12/10/2020	102.30	2.26	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.145 '22	14/02/2022	101.70	2.71	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.725 '23	30/11/2023	103.25	3.13	NR/NR/NR	N	N
Keppel Corp Ltd	N	KEPSP 3.8 '27c22	23/04/2027	102.85	3.10	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 4 '42	07/09/2042	101.30	3.88	NR/NR/NR	UW	UW
Nam Cheong Ltd	Neg	NCLSP 5 '17	28/08/2017	N/A	N/A	NR/NR/NR	WD	WD
Nam Cheong Ltd	Neg	NCLSP 6.5 '18	23/07/2018	N/A	N/A	NR/NR/NR	WD	WD
Nam Cheong Ltd	Neg	NCLSP 5.05 '19	26/08/2019	N/A	N/A	NR/NR/NR	WD	WD
Pacific Radiance Ltd	Neg	PACRA 4.3 '18	29/08/2018	N/A	N/A	NR/NR/NR	WD	WD
Sembcorp Industries Ltd	N	SCISP 3.7325 '20	09/04/2020	103.10	2.36	NR/NR/NR	UW	UW
Sembcorp Industries Ltd	N	SCISP 3.64 '24	27/05/2024	102.40	3.23	NR/NR/NR	UW	UW
Sembcorp Industries Ltd	N	SCISP 3.593 '26	26/11/2026	100.85	3.48	NR/NR/NR	UW	UW
Singapore Post Ltd	N	SPOST 3.5 '20	30/03/2020	103.70	1.86	BBB+ /NR/NR	UW	UW

Indicative prices from Bloomberg as of 4 December 2017

Issuer	Issuer Profile	Issue				Bond Ratings	Recommendation	
			Maturity	Ask Price	Ask YTW		Current	Previous

Others

Banyan Tree Holdings Ltd	N	BTBSP 5.35 '18	26/11/2018	101.45	3.85	NR/NR/NR	UW	N
Banyan Tree Holdings Ltd	N	BTBSP 5.75 '18	31/07/2018	101.47	3.46	NR/NR/NR	UW	UW
Banyan Tree Holdings Ltd	N	BTBSP 4.875 '19	03/06/2019	100.93	4.23	NR/NR/NR	UW	N
Banyan Tree Holdings Ltd	N	BTBSP 4.85 '20	05/06/2020	100.30	4.72	NR/NR/NR	UW	UW
BreadTalk Group Ltd	N	BREAD 4.6 '19	01/04/2019	102.80	2.44	NR/NR/NR	N	N
Century Sunshine Group	N	CENSUN 7 '20	03/07/2020	99.50	7.21	NR/NR/NR	OW	OW
CITIC Envirotech Ltd	N	CELSP 4.7 '18	29/04/2018	100.91	2.35	NR/NR/NR	N	N
CWT International Limited	Neg	CWTSP 3.9 '19	18/04/2019	99.00	4.72	NR/NR/NR	N	N
CWT International Limited	Neg	CWTSP 4.8 '20	18/03/2020	98.75	5.39	NR/NR/NR	N	N
Fraser and Neave Ltd	N	FNNSP 3.09 '22	23/03/2022	101.90	2.62	NR/NR/NR	N	N
Fraser and Neave Ltd	N	FNNSP 2.8 '22	22/08/2022	100.45	2.70	NR/NR/NR	N	N
Fraser and Neave Ltd	N	FNNSP 3.8 '27	21/04/2027	103.20	3.40	NR/NR/NR	N	N
G8 Education Ltd	N	GEMAU 5.5 '19	18/05/2019	100.36	5.24	NR/NR/NR	N	OW
Golden Agri-Resources Ltd	N	GGRSP 5.5 '18	27/04/2018	100.60	3.90	NR/NR/NR	N	OW
Olam International Ltd	N	OLAMSP 6.00 '18	10/08/2018	102.30	2.55	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 5.80 '19	17/07/2019	103.28	3.68	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 4.25 '19	22/07/2019	100.91	3.66	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 6.00 '22	25/10/2022	107.47	4.29	NR/NR/NR	UW	N
Singapore Airlines	N	SIASP 3.035 '25	11/04/2025	101.30	2.84	NR/NR/NR	UW	UW
Singapore Airlines	N	SIASP 3.75 '24	08/04/2024	106.70	2.60	NR/NR/NR	UW	UW
Singapore Airlines	N	SIASP 3.22 '20	09/07/2020	103.40	1.87	NR/NR/NR	UW	UW
Singapore Telecommunications Ltd	Pos	STSP 3.4875 '20	08/04/2020	103.81	1.81	A+/A1/NR	N	UW
Singapore Telecommunications Ltd	Pos	STSP 2.58 '20	24/09/2020	101.82	1.91	A+/A1/NR	N	N
Singapore Telecommunications Ltd	Pos	STSP 2.72 '21	03/09/2021	102.33	2.07	A+/A1/NR	N	N

Financial Institutions - Senior Issues

Australia & New Zealand Banking Group Ltd	N	ANZ 4 '25	12/02/2025	106.45	3.02	AA-/Aa3/NR	N	N
Bank of China Ltd/Singapore*	N	BCHINA 2.75 '19	30/06/2019	101.20	2.03	NR/A1/A	N	N
BNP Paribas SA	N	BNP 2.765 '20	03/08/2020	101.60	2.20	NR/NR/A+	N	N
BPCE SA*	N	BPCEGP 2.305 '18	22/06/2018	100.48	1.67	A/A2/NR	N	N
CIMB Bank Bhd/Singapore*	N	CIMBMK 2.12 '18	30/06/2018	100.24	1.78	NR/A3/NR	N	N
DBS Group Holdings Ltd	N	DBSSP 2.78 '21	11/01/2021	102.81	2.02	NR/Aa2/AA-	N	N
Malayan Banking Bhd	N	MAYMK 2.08 '18	26/06/2018	100.20	1.81	NR/A3/NR	N	N
Westpac Banking Corp	N	WSTP 4.11 '25	15/04/2025	108.93	2.79	NR/Aa3/NR	N	N

* Issuer/Branch profile ratings are equal to parent issuer profile ratings

Indicative prices from Bloomberg as of 4 December 2017

Issuer	Issuer Profile	Issue				Bond Ratings	Recommendation	
			First Call	Ask Price	YTC		Current	Previous

Corporate perpetuals

Ascendas REIT	N	AREIT 4.75 '49	14/10/2020	106.45	2.40	NR/Baa2/NR	UW	UW
Ascott Residence Trust	N	ARTSP 5 '49	27/10/2019	103.90	2.86	NR/Baa3/BBB (Issuer)	UW	UW
Ascott Residence Trust	N	ARTSP 4.68 '49	30/06/2020	103.30	3.32	NR/Baa3/BBB (Issuer)	UW	UW
Ezion Holdings Ltd	Neg	EZISP 7 '49	19/11/2018	N/A	N/A	NR/NR/NR	WD	WD
Frasers Hospitality Trust	N	FHREIT 4.45 '49	12/05/2021	102.40	3.70	NR/Baa2/NR (Issuer)	N	N
Frasers Centrepoint Ltd	N	FCLSP 4.88 '49	24/09/2019	101.70	3.90	NR/NR/NR	OW	OW
Frasers Centrepoint Ltd	N	FCLSP 5 '49	09/03/2020	102.20	3.98	NR/NR/NR	OW	OW
Hotel Properties Ltd	N	HPLSP 4.65 '49	05/05/2022	103.20	3.86	NR/NR/NR	N	N
Keppel REIT	N	KREITS 4.98 '49	02/11/2020	104.10	3.49	NR/NR/NR	OW	OW
Lippo Malls Indonesia Retail Trust	N	LMRTSP 7 '49	27/09/2021	106.40	5.13	NR/Baa3/NR (Issuer)	OW	OW
Lippo Malls Indonesia Retail Trust	N	LMRTSP 6.6 '49	19/12/2022	104.99	5.45	NR/Baa3/NR (Issuer)	OW	OW
Mapletree Logistics Trust	N	MLTSP 3.65 '49	28/03/2023	100.30	3.59	NR/Baa1/NR (Issuer)	N	N
Mapletree Logistics Trust	N	MLTSP 4.18 '49	25/11/2021	103.30	3.29	NR/Baa1/NR (Issuer)	N	N
ESR REIT	N	EREIT 4.6 '49	03/11/2022	98.75	4.89	NR/Baa3/NR (Issuer)	N	N
CITIC Envirotech Ltd	N	CELSP 3.9 '49	19/10/2020	99.84	3.96	NR/NR/NR	N	N
Olam International Ltd	N	OLAMSP 5.5 '49	11/07/2022	102.31	4.92	NR/NR/NR	UW	UW
Singapore Post Ltd	N	SPOST 4.25 '49	02/03/2022	106.00	2.74	BBB+ /NR/NR	UW	UW
Sembcorp Industries Ltd	N	SCISP 5 '49	21/08/2018	101.70	2.54	NR/NR/NR	OW	OW
Sembcorp Industries Ltd	N	SCISP 4.75 '49	20/05/2020	102.40	3.72	NR/NR/NR	N	N
Sembcorp Industries Ltd	N	SCISP 3.7 '49	22/06/2020	99.50	3.91	NR/NR/NR	N	UW
Wing Tai Holdings Ltd	N	WINGTA 4.08 '49	28/06/2022	101.00	3.84	NR/NR/NR	N	N
Wing Tai Properties Ltd	N	WINGTA 4.35 '49	24/08/2020	100.00	4.34	NR/NR/NR	N	N

Financial Institutions - Capital Instruments

ABN AMRO Bank NV	N	ABNANV 4.75 '26	01/04/2021	106.08	2.89	BBB/Baa2/A-	N	N
Australia & New Zealand Banking Group Ltd	N	ANZ 3.75 '27	23/03/2022	103.60	2.90	BBB/Baa1/A+	N	N
BNP Paribas SA	N	BNP 4.3 '25	03/12/2020	103.80	3.03	BBB+/Baa2/A	N	N
BPCE SA*	N	BPCEGP 4.45 '25	17/12/2020	103.50	3.27	BBB/Baa3/A-	N	N
BPCE SA*	N	BPCEGP 4.5 '26	03/06/2021	103.50	3.47	BBB/Baa3/A-	OW	OW
Commerzbank AG	N	CMZB 4.875 '27	01/03/2022	105.00	3.62	BBB-/NR/BBB	N	N
DBS Bank Ltd	N	DBSSP 3.1 '23	14/02/2018	100.30	2.08	A+/A1/A+	N	N
DBS Bank Ltd	N	DBSSP 4.7 '49	22/11/2020	106.00	2.75	BBB/Baa1/BBB	N	N
DBS Group Holdings Ltd	N	DBSSP 3.8 '28	20/01/2023	106.50	2.46	NR/A3/A+	N	N
DBS Group Holdings Ltd	N	DBSSP 4.7 '49	03/06/2019	103.40	2.43	NR/Baa1/BBB	N	N
DBS Capital Funding II Corp*	N	DBSSP 5.75 '49	15/06/2018	102.00	2.07	BBB/Baa1/BBB	N	N
Julius Baer Group Ltd	N	BAERVX 5.9 '49	18/11/2020	105.40	4.02	NR/Baa3/NR	N	OW
Julius Baer Group Ltd	N	BAERVX 5.75 '49	20/04/2022	106.40	4.18	NR/Baa3/NR	N	OW
Landesbank Baden-Wuerttemberg	N	LBBW 3.75 '27	18/05/2022	101.70	3.36	NR/Baa2/BBB	OW	OW
Malayan Banking Bhd	N	MAYMK 6.0 '49	11/08/2018	102.40	2.56	BB+/Baa2/BB+	UW	UW
National Australia Bank Ltd	N	NAB 4.15 '28	19/05/2023	105.00	3.19	BBB/Baa1/A+	N	N
Societe Generale SA	N	SOCGEN 4.3 '26	19/05/2021	103.50	3.28	BBB/Baa3/A-	N	N
United Overseas Bank Ltd	N	UOBSP 4.9 '49	23/07/2018	101.90	1.97	BBB-/Baa1/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 3.5 '26	22/05/2020	103.55	2.04	BBB+/A3/A+	N	N
United Overseas Bank Ltd	N	UOBSP 4.75 '49	19/11/2019	104.40	2.53	BBB-/Baa1/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 4.0 '49	18/05/2021	103.15	3.06	NR/Baa1/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 3.5 '29	27/02/2024	103.30	2.93	NR/A3/A+	N	N
Westpac Banking Corp	N	WSTP 4.0 '27	12/08/2022	104.00	3.09	BBB/Baa1/A+	N	N

* Issuer/Branch profile ratings are equal to parent issuer profile ratings

Upgrades
Downgrades
New / Resume Coverage

Indicative prices from Bloomberg as of 4 December 2017

Explanation of Issuer Profile Rating

Positive (“Pos”) – The issuer’s credit profile is either strong on an absolute basis, or expected to improve over the next six months.

Neutral (“N”) – The issuer’s credit profile is fair on an absolute basis, or expected to improve / deteriorate to a fair level over the next six months.

Negative (“Neg”) – The issuer’s credit profile is either poor on an absolute basis, or expected to deteriorate to a poor level over the next six months.

Explanation of Bond Recommendation

Overweight (“OW”) – The performance of the issuer’s specific bond is expected to outperform the issuer’s other bonds, or the bonds of other issuers either operating in the same sector or in a different sector but with similar tenor over the next six months.

Neutral (“N”) – The performance of the issuer’s specific bond is expected to perform in line with the issuer’s other bonds, or the bonds of other issuers either operating in the same sector or in a different sector but with similar tenor over the next six months.

Underweight (“UW”) – The performance of the issuer’s specific bond is expected to underperform the issuer’s other bonds, or the bonds of other issuers either operating in the same sector or in a different sector but with similar tenor over the next six months.

Other

Suspension – We may suspend our issuer rating and bond level recommendation on specific issuers from time to time when OCBC is engaged in other business activities with the issuer. Examples of such activities include acting as a joint lead manager or book runner in a new issue or as an agent in a consent solicitation exercise. We will resume our coverage once these activities are completed.

Withdrawal (“WD”) – We may withdraw our issuer rating and bond level recommendation on specific issuers from time to time when corporate actions are announced but the outcome of these actions are highly uncertain. We will resume our coverage once there is sufficient clarity in our view on the impact of the proposed action.

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