

Monthly Credit View

Tuesday, 05 September 2017

Monthly Themes

- The breakneck speed of issuance finally took a pause in August. USD14.5bn of bonds were priced in the Asia ex-Japan dollar space, the lowest monthly issuance in 2017, though this is not entirely surprising as August has typically been a slower month. Nevertheless, August issuance still represents a 36.1% y/y increase, which brings YTD2017 issuance to USD193.8bn, surpassing 2016's entire issuance of USD183.0bn. The largest issuers were China Great Wall Asset Management which received USD8.3bn orders for its USD2bn three tranche issuance, and Paiton Energy which received USD9bn orders for its 2 tranche 13Y and 20Y issuance totalling USD2bn. However, investors were shaken out of the Goldilocks zone with tensions over North Korea, a terror attack in Barcelona and speculation that White House economic adviser Gary Cohn may resign. High yield bond funds registered a 4-week USD3.7bn fund outflow as of 30 Aug, which brought YTD cumulative flows into the negative region.
- Going into September, geopolitical and political concerns may continue to weigh on risk-sentiments. The threat of a missile strike on Guam appears to be only the start, as North Korea has further escalated tensions with a missile launch over Japan and reportedly testing its most powerful nuclear bomb. Equally uncertain is the eventual response from the U.S, with Defense secretary James Mattis warning of a "massive military response". On 24 September, Germany will hold its federal election. Angela Merkel's approval rating has fallen, though her incumbent party ("CDU") remains ahead of the closest competitor ("SPD") by 15pp, according to polls by the Financial Times. Meanwhile, the U.S. government debt ceiling has already been breached and may trigger the shutdown of the U.S. government if the ceiling is not increased. Encouragingly, U.S. President Donald Trump has retracted the threat to shut down the government over the funding of the wall along Mexico. Finally, Fed balance sheet tapering, which is expected to commence in September, will also be on the minds of investors.
- In the SGD space, issuance volumes rose to SGD2.78bn (up from July's SGD1.15bn) from 12 issues. Singapore Airlines tapped the market again with a SGD700mn bond, while Housing & Development Board priced a SGD600mn 5-year issue. The rest of the issuers were mainly REITs and property-related. We would not be surprised if more property-related issuers tap the market going forward as developers have been leveraging up to acquire land given the turnaround in the domestic property market. With the continued hunt for yield, issuances were mainly done in the 5-10 year tenor bucket with coupons from low 3% and lower. Despite strong order books, secondary trading was ironically muted as investors appeared to adopt a buy-and-hold strategy given the shortage of papers. The technical environment may remain supportive with investors looking to reinvest SGD4.5bn bonds maturing or callable in September, including SGD1.8bn from Genting Singapore (not expected to refinance) and SGD800mn from Bank of East Asia. There is still no respite for the offshore & marine sector, with Nam Cheong Ltd missing its payments for its NCLSP 5% '17s while Ezion Holdings Ltd held informal meetings with noteholders. Meanwhile, Pacific Radiance is reviewing its capital structure and developing a restructuring plan.

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Issuer Profile Changes / Updates

- **Heeton Holdings Ltd (“HHL”)**: We initiated coverage on HHL with a Neutral issuer profile. HHL is a property developer with a portfolio of hotels and investment properties in Singapore and abroad. With the recovery in the Singapore property market, we believe HHL may move more units. Through its joint ventures, HHL diversifies across multiple projects and limits the exposure to each project. However, a key risk is if HHL continues to gear up to fund opportunistic development projects.
- **Wharf Holdings Ltd (“Wharf”)**: We downgraded Wharf’s issuer profile to Neutral from Positive. Wharf has announced that it is in the process of demerging Wharf Real Estate Co Ltd, which holds the majority of its Hong Kong investment properties. This is credit negative as Wharf would lose its largest stable source of recurring income due to the divestment of its investment properties while net assets will fall to HKD122.8bn (1H2017: HKD333.1mn).
- **Ezion Holdings Ltd (“EZI”)**: Based on the disclosure post EZI’s informal meeting with its bondholders, EZI had reported challenging operating conditions, with just 26 out of its fleet of 79 deployed, and only 5 of its 14 liftboats being utilized. With the inadequate cash generation and on-going debt service requirements, we believe that a restructuring of EZI’s bonds could be imminent and have withdrawn our bond-level recommendations as of 29/08/17.
- 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: Frasers Centrepoint Ltd, Mapletree Logistics Trust, Mapletree Commercial Trust.
- Conversely, we have resumed coverage on the following companies following the completion of OCBC’s engagement: Perennial Real Estate Holdings Ltd, Ascendas Real Estate Investment Trust.

Trade Ideas

- The SGD200mn OUESP’19s continues to be one of our top picks. It is trading at YTM of 3.56%, or spread of 223bps above swaps. This is wider than the +157bps spread for the OUESP’20s or +165bps spread for the OUESP’22s. Though the OUESP’19s are callable on 30/10/17 at 101.06, for a YTC of 1.87%, we believe the call risk to be low as OUE would likely prefer to preserve liquidity as it has SGD380.4mn in current borrowings as of end-1H2017 compared to SGD342.0mn in cash.
- Along with the initiation of HHL, we initiate coverage on HTONSP ‘20s with an Overweight Recommendation. While bond yields have continued to compress in the SGD space, HTONSP ‘20s look interesting trading at the highest yield in the SGD property sector while its net gearing (0.70x) compares favourably to small to mid-cap peers such as Chip Eng Seng Corp Ltd (0.82x), Oxley Holdings Ltd (1.88x) and Tuan Sing Holdings Ltd (1.39x).
- Both Commerzbank AG (“CMZB”) and Landesbank Baden-Württemberg (“LBBW”) reported their 1H2017 results during August. Both sets of results reflect challenging operating conditions from a competitive German banking landscape, low interest rates and on-going cost pressure from elevated restructuring and digital transformation expenses. That said, underlying fundamentals for LBBW remain on more solid footing than CMZB with LBBW’s more diversified and less volatile business profile. The spread on the LBBW Tier 2 27c22s is just 3 bps tighter than the CMZB Tier 2 27c22s which makes the LBBW Tier 2 a compelling choice amongst the two German names. Similarly, the spread on the LBBW Tier 2 is 60bps wider for a one notch difference against the ANZ Tier 2 27c22s, presenting good value in our view for the LBBW 27c22s.

- The GGRSP '18s is trading at a YTW of 4.33% (327 bps over swap). Adjusting for tenure, this bond provides a pick-up of 150bps against the OLAMSP '19s. We have in July 2017 ([Mid-Year 2017 Credit Outlook](#)) lifted GGRSP's issuer profile to Neutral on the back of the company's stronger interest coverage ratio and expectations that capex will taper off for the rest of FY2017.

Upcoming Bond Maturities – September 2017

Issuer Name	Ticker	Amount (SGD mn)	Maturity/Call Date*
GLL IHT Pte Ltd	GUOLSP	105	12/09/2017
SBS Transit Ltd	SBUSSP	150	12/09/2017
CapitalLand Commercial Trust	CCTSP	123.25	12/09/2017
Export-Import Bank Of India/London	EXIMBK	250	18/09/2017
Falcon Energy Group Ltd	FALESP	50	19/09/2017
Sabana Treasury Pte Ltd	SSREIT	50.3	24/09/2017
Neptune Orient Lines Ltd/Singapore	NOLSP	280	09/09/2017*
Genting Singapore PLC	GENSSP	1800	12/09/2017*
Mapletree Logistics Trust	MLTSP	350	19/09/2017*

(OCBC, Company, Bloomberg)

Current / Recent Reports From OCBC Credit Research

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

- 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)
- Soilbuild REIT: Credit Update (14 February 2017)
- Global Logistics Properties: Credit Review (24 January 2017)
- Singapore 2017 Credit Outlook (6 January 2017)
- ASL Marine Holdings Ltd: Credit Update (3 January 2016)

Issuer	Issuer Profile	Issue				Bond Ratings	Recommendation	
			Maturity	Ask Price	Ask YTW		Current	Previous
China/HK property								
CK Hutchison Holdings Ltd	N	CKHH 3.408 '18	20/07/2018	102.10	0.96	A-/A3/A- (Guarantor)	UW	UW
China Vanke Co Ltd	N	VNKRLE 3.275 '17	06/11/2017	100.30	1.40	BBB+/Baa1/BBB+ (Issuer)	N	N
Henderson Land Development	N	HENLND 4 '18	19/09/2018	102.70	1.36	NR/NR/NR	N	N
Hongkong Land Holdings	Pos	HKLSP 3.43 '20	14/05/2020	104.05	1.88	A/A2/NR	N	N
Wharf Holdings Ltd/The	N	WHARF 4.3 '18	28/10/2018	103.45	1.24	NR/NR/A- (Issuer)	UW	UW
Wharf Holdings Ltd/The	N	WHARF 4.5 '21	20/07/2021	107.95	2.34	NR/NR/A- (Issuer)	N	N
Wheelock & Co Ltd	Pos	WHEELK 4.5 '21	02/09/2021	108.10	2.36	NR/NR/NR	OW	OW
Wing Tai Properties Ltd	Pos	WINGTA 4.25 '22	29/11/2022	103.80	3.45	NR/NR/NR	OW	OW
Perennial Real Estate Holdings Ltd	N	PREHSP 4.25 '18	16/03/2018	101.10	2.11	NR/NR/NR	N	N
Perennial Real Estate Holdings Ltd	N	PREHSP 4.65 '18	23/10/2018	104.24	0.85	NR/NR/NR	OW	N
Perennial Real Estate Holdings Ltd	N	PREHSP 4.90 '19	18/03/2019	102.10	3.47	NR/NR/NR	OW	N
Perennial Real Estate Holdings Ltd	N	PREHSP 4.55 '20	29/04/2020	101.35	4.00	NR/NR/NR	OW	N
Perennial Real Estate Holdings Ltd	N	PREHSP 3.85 '20	03/07/2020	100.50	3.66	NR/NR/NR	N	-
Singapore property developers								
CapitaLand Ltd	Pos	CAPLSP 3.78 '19	16/08/2019	104.15	1.60	NR/NR/NR	UW	UW
CapitaLand Ltd	Pos	CAPLSP 4.35 '19	31/10/2019	105.90	1.54	NR/NR/NR	UW	UW
CapitaLand Ltd	Pos	CAPLSP 4.3 '20	31/08/2020	106.85	1.92	NR/NR/NR	UW	UW
CapitaLand Ltd	Pos	CAPLSP 3.8 '24	28/08/2024	107.25	2.65	NR/NR/NR	UW	UW
City Developments Ltd	Pos	CITSP 2.45 '18	14/03/2018	100.62	1.24	NR/NR/NR	UW	UW
City Developments Ltd	Pos	CITSP 3.38 '19	20/03/2019	102.80	1.52	NR/NR/NR	UW	UW
City Developments Ltd	Pos	CITSP 3.00 '20	02/04/2020	102.20	2.11	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.75 '22	06/07/2022	105.20	2.60	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.48 '23	03/04/2023	103.10	2.87	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.78 '24	21/10/2024	104.10	3.13	NR/NR/NR	N	N
Chip Eng Seng Corporation Ltd	N	CHIPEN 4.75 '21	14/06/2021	102.09	4.14	NR/NR/NR	N	N
Chip Eng Seng Corporation Ltd	N	CHIPEN 4.9 '22	19/05/2022	102.29	4.35	NR/NR/NR	N	N
GuocoLand Ltd	N	GUOLSP 3.4 '18	04/09/2018	101.50	1.87	NR/NR/NR	UW	UW
GuocoLand Ltd	N	GUOLSP 3.95 '19	01/04/2019	101.90	2.70	NR/NR/NR	N	N
GuocoLand Ltd	N	GUOLSP 4.1 '20	13/05/2020	102.60	3.08	NR/NR/NR	N	N
GuocoLand Ltd	N	GUOLSP 3.62 '21	30/03/2021	100.80	3.38	NR/NR/NR	N	N
GuocoLand Ltd	N	GUOLSP 4 '22	31/01/2022	102.35	3.42	NR/NR/NR	N	N
GuocoLand Ltd	N	GUOLSP 3.85 '23	15/02/2023	101.30	3.58	NR/NR/NR	N	N
Heeton Holdings Ltd	N	HTONSP 6.1	08/05/2020	98.75	6.61	NR/NR/NR	OW	-
Hong Fok Corp Ltd	N	HFCSP 4.75 '18	24/01/2018	101.20	1.55	NR/NR/NR	N	N
Hong Fok Corp Ltd	N	HFCSP 4.75 '19	22/03/2019	101.80	3.53	NR/NR/NR	OW	OW
Hotel Properties Ltd	N	HPLSP 3.5 '18	15/01/2018	100.80	1.22	NR/NR/NR	UW	UW
Hotel Properties Ltd	N	HPLSP 3.95 '19	13/09/2019	103.30	2.26	NR/NR/NR	UW	UW
Hotel Properties Ltd	N	HPLSP 3.88 '20	08/04/2020	103.30	2.55	NR/NR/NR	N	N
Hotel Properties Ltd	N	HPLSP 3.85 '21	27/05/2021	103.10	2.96	NR/NR/NR	N	N
OUE Ltd	N	OUESP 4.25 '19c16	30/10/2019	101.40	1.83	NR/NR/NR	OW	OW
OUE Ltd	N	OUESP 3.8 '20	15/04/2020	102.05	2.97	NR/NR/NR	N	OW
OUE Ltd	N	OUESP 3.75 '22	17/04/2022	101.8	3.32	NR/NR/NR	N	N
Oxley Holdings Ltd	Neg	OHLSP 5 '19	05/11/2019	100.77	4.62	NR/NR/NR	UW	UW
Oxley Holdings Ltd	Neg	OHLSP 5.15 '20	18/05/2020	101.41	4.59	NR/NR/NR	UW	UW
Wing Tai Holdings Ltd	N	WINGTA 4.0 '21	07/10/2021	104.05	2.94	NR/NR/NR	N	N
Wing Tai Holdings Ltd	N	WINGTA 4.5 '22	26/09/2022	106.00	3.20	NR/NR/NR	N	N
Wing Tai Holdings Ltd	N	WINGTA 4.25 '23	15/03/2023	104.45	3.36	NR/NR/NR	N	N
Wing Tai Holdings Ltd	N	WINGTA 4.7 '24	28/02/2024	106.50	3.57	NR/NR/NR	N	N
Aspial Corp. Ltd	Neg	ASPSP 5.50 '18	27/11/2018	100.50	5.13	NR/NR/NR	N	N
Aspial Corp. Ltd	Neg	ASPSP 5.05 '19	12/06/2019	99.62	5.27	NR/NR/NR	N	N
Aspial Corp. Ltd	Neg	ASPSP 5.30 '20	01/04/2020	98.68	5.86	NR/NR/NR	UW	UW
Aspial Corp. Ltd	Neg	ASPSP 5.25 '20	28/08/2020	99.74	5.34	NR/NR/NR	UW	UW

Indicative prices from Bloomberg as of 4 September 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	101.61	2.82	BBB-/NR/NR (Issuer)	UW	UW
AIMS AMP REIT	N	AAREIT 4.35 '19	05/12/2019	100.00	4.35	BBB-/NR/NR (Issuer)	N	N
Ascendas Hospitality Trust	N	ASCHTS 3.3 '20	07/04/2020	102.35	2.36	NR/NR/NR	UW	UW
Ascendas REIT	N	AREIT 2.5 '19	16/05/2019	101.38	1.66	NR/A3/NR	N	UW
Ascendas REIT	N	AREIT 2.95 '20	03/08/2020	102.50	2.06	NR/A3/NR	N	N
Ascendas REIT	N	AREIT 4 '22	03/02/2022	107.50	2.20	NR/A3/NR	UW	N
Ascendas REIT	N	AREIT 3.2 '22	03/06/2022	104.00	2.30	NR/A3/NR	UW	N
Ascott Residence Trust	N	ARTSP 4.3 '18	30/11/2018	103.50	1.42	NR/Baa3/NR	UW	UW
Ascott Residence Trust	N	ARTSP 4.205 '22	23/11/2022	106.15	2.92	NR/Baa3/NR	UW	UW
CapitaLand Commercial Trust	N	CCTSP 2.96 '21	13/08/2021	103.50	2.03	NR/A3/NR	UW	UW
CapitaLand Commercial Trust	N	CCTSP 2.77 '22	04/07/2022	102.25	2.27	A-/NR/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.15 '20	18/12/2020	103.35	2.09	NR/A2/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.75 '24	02/08/2024	105.55	2.86	NR/A2/NR	N	N
CapitaLand Mall Trust	N	CAPITA 3.48 '24	06/08/2024	103.75	2.88	NR/A2/NR	N	N
CapitaLand Mall Trust	N	CAPITA 3.5 '26	25/02/2026	102.50	3.16	NR/A2/NR	N	N
CapitaLand Mall Trust	N	CAPITA 3.35 '31	07/07/2031	100.75	3.28	NR/A2/NR	UW	UW
Croesus Retail Trust	N	CROESP 5 '20	13/04/2020	101.57	4.35	NR/NR/NR	N	N
ESR REIT	N	EREIT 3.5 '18	05/11/2018	101.10	2.54	NR/Baa3/NR	N	N
ESR REIT	N	EREIT 4.1 '20	29/04/2020	103.25	2.81	NR/Baa3/NR	N	N
ESR REIT	N	EREIT 3.95 '20	21/05/2020	102.85	2.85	NR/Baa3/NR	N	N
ESR REIT	N	EREIT 3.95 '23	09/05/2023	102.91	3.38	NR/Baa3/NR	N	N
First REIT	N	FIRTSP 4.125 '18	22/05/2018	101.00	2.69	NR/NR/NR	UW	UW
Fraser's Centrepoint Trust	N	FCTSP 2.9 '19	10/04/2019	101.35	2.03	BBB+/NR/NR	N	N
Fraser's Centrepoint Trust	N	FCTSP 3 '20	21/01/2020	101.50	2.34	BBB+/NR/NR	OW	OW
Fraser's Centrepoint Trust	N	FCTSP 2.645 '22	06/06/2022	100.20	2.60	BBB+/NR/NR	N	UW
Fraser's Hospitality Trust	N	FHREIT 2.63 '22	06/07/2022	100.17	2.59	BBB+/NR/NR	N	N
Keppel REIT	N	KREITS 3.275 '24	08/04/2024	101.99	2.94	NR/NR/NR	N	N
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.48 '17	28/11/2017	100.70	1.30	NR/NR/NR	N	N
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.5 '18	23/11/2018	101.85	2.95	NR/NR/NR	OW	OW
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.1 '20	22/06/2020	101.25	3.62	NR/NR/NR	OW	OW
Mapletree Greater China Commercial Trust	N	MAGIC 3.2 '21	08/09/2021	102.62	2.51	NR/Baa1/NR	OW	OW
Mapletree Greater China Commercial Trust	N	MAGIC 3.43 '22	09/03/2022	103.50	2.60	NR/Baa1/NR	OW	OW
Mapletree Industrial Trust	N	MINTSP 3.75 '19	08/03/2019	103.6	1.3	NR/NR/BBB+	UW	UW
Mapletree Industrial Trust	N	MINTSP 3.65 '22	07/09/2022	105.6	2.4	NR/NR/BBB+	UW	UW
Mapletree Industrial Trust	N	MINTSP 3.02 '23	11/05/2023	102.1	2.6	NR/NR/BBB+	UW	UW
Mapletree Industrial Trust	N	MINTSP 3.79 '26	02/03/2026	105.7	3.0	NR/NR/BBB+	UW	UW
Sabana Industrial REIT	Neg	SSREIT 4.00 '18	19/03/2018	99.05	5.93	NR/NR/NR	N	N
Sabana Industrial REIT	Neg	SSREIT 4.25 '19	03/04/2019	96.44	6.67	NR/NR/NR	N	N
Soilbuild Business Space REIT	N	SBREIT 3.45 '18	21/05/2018	100.25	3.10	NR/Baa3/NR (Issuer)	OW	OW
Soilbuild Business Space REIT	N	SBREIT 3.6 '21	08/04/2021	100.00	3.60	NR/Baa3/NR	OW	OW
Starhill Global REIT	N	SGREIT 3.5 '21	26/02/2021	103.70	2.38	BBB+/NR/NR	UW	UW
Starhill Global REIT	N	SGREIT 3.4 '23	26/05/2023	103.25	2.78	BBB+/NR/NR	UW	UW
Starhill Global REIT	N	SGREIT 3.14 '26	03/10/2026	101.50	2.95	BBB+/NR/NR	UW	UW
Suntec REIT	N	SUNSP 2.83 '18	12/11/2018	101.10	1.89	NR/Baa3/NR	N	N
Suntec REIT	N	SUNSP 3.35 '20	10/02/2020	102.30	2.37	NR/Baa3/NR	OW	OW
Suntec REIT	N	SUNSP 2.85 '23	02/08/2023	100.05	2.84	NR/Baa3/NR	N	N
VIVA Industrial Trust	N	VITSP 4.15 '18	19/09/2018	100.85	3.33	BB+/Ba2/NR	N	N

Offshore & Marine and Logistics

ASL Marine Holdings Ltd	Neg	ASLSP 4.75 '20	28/03/2020	75.00	19.91	NR/NR/NR	N	N
ASL Marine Holdings Ltd	Neg	ASLSP 5.35 '21	01/10/2021	50.00	31.51	NR/NR/NR	N	N
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 5.9 '19c17	08/11/2019	100.50	5.65	NR/NR/NR	OW	OW
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 4.65 '20c15	09/09/2020	95.00	6.51	NR/NR/NR	OW	OW
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 4.4 '21c16	22/06/2021	92.00	6.83	NR/NR/NR	OW	OW
Ezion Holdings Ltd	Neg	EZISP 4.7 '19	22/05/2019	57.40	46.60	NR/NR/NR	WD	N
Ezion Holdings Ltd	Neg	EZISP 4.875 '21	11/06/2021	45.40	32.40	NR/NR/NR	WD	N
Ezion Holdings Ltd (CF by DBS)	Neg	EZISP 3.65 '20	05/08/2020	95.00	5.53	NR/NR/NR	WD	N
Keppel Corp Ltd	N	KEPSP 3.1 '20	12/10/2020	102.35	2.31	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.145 '22	14/02/2022	101.40	2.81	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.725 '23	30/11/2023	103.25	3.15	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.8 '27c22	23/04/2027	102.85	3.13	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 4 '42	07/09/2042	100.65	3.94	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	18.00	358.10	NR/NR/NR	WD	WD
Nam Cheong Ltd	Neg	NCLSP 5.05 '19	26/08/2019	13.50	213.25	NR/NR/NR	WD	WD
Pacific Radiance Ltd	Neg	PACRA 4.3 '18	29/08/2018	20.00	458.68	NR/NR/NR	N	N
Sembcorp Industries Ltd	N	SCISP 3.7325 '20	09/04/2020	104.10	2.10	NR/NR/NR	UW	UW
Sembcorp Industries Ltd	N	SCISP 3.64 '24	27/05/2024	102.50	3.22	NR/NR/NR	UW	UW
Sembcorp Industries Ltd	N	SCISP 3.593 '26	26/11/2026	100.65	3.51	NR/NR/NR	UW	UW
Singapore Post Ltd	N	SPOST 3.5 '20	30/03/2020	104.60	1.66	BBB+ /NR/NR	UW	UW

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			Maturity	Ask Price	Ask YTW		Current	Previous

Others

Banyan Tree Holdings Ltd	N	BTHSP 5.35 '18	26/11/2018	100.46	5.01	NR/NR/NR	N	N
Banyan Tree Holdings Ltd	N	BTHSP 5.75 '18	31/07/2018	101.29	4.31	NR/NR/NR	UW	UW
Banyan Tree Holdings Ltd	N	BTHSP 4.875 '19	03/06/2019	99.50	5.17	NR/NR/NR	N	N
Banyan Tree Holdings Ltd	N	BTHSP 4.85 '20	05/06/2020	98.54	5.43	NR/NR/NR	N	N
BreadTalk Group Ltd	N	BREAD 4.6 '19	01/04/2019	103.00	2.63	NR/NR/NR	OW	OW
Century Sunshine Group	N	CENSUN 7 '20	03/07/2020	99.40	7.23	NR/NR/NR	OW	OW
CITIC Envirotech Ltd	N	CELSP 4.7 '18	29/04/2018	100.50	3.93	NR/NR/NR	N	N
CWT Ltd	N	CWTSP 3.9 '19	18/04/2019	100.10	3.83	NR/NR/NR	UW	UW
CWT Ltd	N	CWTSP 4.8 '20	18/03/2020	100.00	4.80	NR/NR/NR	UW	UW
Fraser and Neave Ltd	N	FNNSP 3.09 '22	23/03/2022	101.95	2.63	NR/NR/NR	N	OW
Fraser and Neave Ltd	N	FNNSP 2.8 '22	22/08/2022	100.45	2.70	NR/NR/NR	N	-
Fraser and Neave Ltd	N	FNNSP 3.8 '27	21/04/2027	102.65	3.47	NR/NR/NR	N	OW
G8 Education Ltd	N	GEMAU 5.5 '19	18/05/2019	101.00	4.87	NR/NR/NR	OW	OW
Gallant Venture Ltd	Neg	GALVSP 7 '18	06/04/2018	96.50	13.92	NR/NR/NR	UW	UW
Golden Agri-Resources Ltd	N	GGRSP 5.5 '18	27/04/2018	100.75	4.32	NR/NR/NR	OW	N
Olam International Ltd	N	OLAMSP 6.00 '18	10/08/2018	105.50	0.02	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 5.80 '19	17/07/2019	105.00	3.01	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 4.25 '19	22/07/2019	101.00	3.69	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 6.00 '22	25/10/2022	105.50	4.78	NR/NR/NR	N	N
Singapore Airlines	N	SIASP 3.035 '25	11/04/2025	102.10	2.73	NR/NR/NR	UW	UW
Singapore Airlines	N	SIASP 3.75 '24	08/04/2024	107.60	2.49	NR/NR/NR	UW	UW
Singapore Airlines	N	SIASP 3.22 '20	09/07/2020	104.00	1.77	NR/NR/NR	UW	UW
Singapore Telecommunications Ltd	Pos	STSP 3.4875 '20	08/04/2020	104.77	1.59	A+/A1/NR	N	N
Singapore Telecommunications Ltd	Pos	STSP 2.58 '20	24/09/2020	102.47	1.74	A+/A1/NR	N	N
Singapore Telecommunications Ltd	Pos	STSP 2.72 '21	03/09/2021	102.89	1.96	A+/A1/NR	N	N

Financial Institutions - Senior Issues

Australia & New Zealand Banking Group Ltd	N	ANZ 4 '25	12/02/2025	106.00	3.19	AA-/Aa2/NR	N	N
Bank of China Ltd/Singapore*	N	BCHINA 2.75 '19	30/06/2019	101.75	1.82	NR/A1/A	N	N
BNP Paribas SA	N	BNP 2.765 '20	03/08/2020	101.53	2.26	NR/NR/A+	N	N
BPCE SA*	N	BPCEGP 2.305 '18	22/06/2018	100.68	1.66	A/A2/NR	N	N
CIMB Bank Bhd/Singapore*	N	CIMBMK 2.12 '18	30/06/2018	100.43	1.64	NR/A3/NR	N	N
DBS Group Holdings Ltd	N	DBSSP 2.78 '21	11/01/2021	102.71	2.22	NR/Aa2/AA-	N	N
Malayan Banking Bhd	N	MAYMK 2.08 '18	26/06/2018	100.42	1.76	NR/A3/NR	N	N
Westpac Banking Corp	N	WSTP 4.11 '25	15/04/2025	107.45	3.04	NR/Aa2/NR	N	N

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

Indicative prices from Bloomberg as of 4 September 2017

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

Corporate perpetuals

Ascendas REIT	N	AREIT 4.75 '49	14/10/2020	106.15	2.67	NR/Baa2/NR	UW	UW
Ascott Residence Trust	N	ARTSP 5 '49	27/10/2019	104.00	3.04	NR/Baa3/NR (Issuer)	UW	UW
Ascott Residence Trust	N	ARTSP 4.68 '49	30/06/2020	103.25	3.45	NR/Baa3/NR (Issuer)	UW	UW
Ezion Holdings Ltd	Neg	EZISP 7 '49	19/11/2018	20.00	326.19	NR/NR/NR	N	N
First REIT	N	FIRTSP 5.68 '49	08/07/2021	102.25	5.02	NR/NR/NR	N	N
Fraser's Hospitality Trust	N	FHREIT 4.45 '49	12/05/2021	102.80	3.62	NR/NR/NR	UW	N
Genting Singapore Plc	Pos	GENSSP 5.125 '49	12/09/2017	100.10	-3.90	NR/Baa2/BBB	N	N
Hotel Properties Ltd	N	HPLSP 4.65 '49	05/05/2022	103.50	3.82	NR/NR/NR	N	N
Keppel REIT	N	KREITS 4.98 '49	02/11/2020	104.70	3.39	NR/NR/NR	N	N
Lippo Malls Indonesia Retail Trust	N	LMRTSP 7 '49	27/09/2021	105.35	5.50	NR/NR/NR	OW	OW
Lippo Malls Indonesia Retail Trust	N	LMRTSP 6.6 '49	19/12/2022	104.30	5.64	NR/NR/NR	OW	OW
Olam International Ltd	N	OLAMSP 5.5 '49	11/07/2022	100.49	5.38	NR/NR/NR	UW	UW
Singapore Post Ltd	N	SPOST 4.25 '49	02/03/2022	106.05	2.81	BBB+ /NR/NR	UW	UW
Sembcorp Industries Ltd	N	SCISP 5 '49	21/08/2018	102.10	2.75	NR/NR/NR	OW	OW
Sembcorp Industries Ltd	N	SCISP 4.75 '49	20/05/2020	102.00	3.95	NR/NR/NR	N	N
Sembcorp Industries Ltd	N	SCISP 3.7 '49	22/06/2020	100.25	3.60	NR/NR/NR	UW	UW
Wing Tai Holdings Ltd	N	WINGTA 4.08 '49	28/06/2022	100.25	4.02	NR/NR/NR	N	N
Wing Tai Properties Ltd	N	WINGTA 4.35 '49	24/08/2020	100.21	4.27	NR/NR/NR	N	-

Financial Institutions - Capital Instruments

ABN AMRO Bank NV	N	ABNANV 4.75 '26	01/04/2021	105.67	3.08	BBB-/Baa2/A-	N	N
Australia & New Zealand Banking Group Ltd	N	ANZ 3.75 '27	23/03/2022	104.05	2.81	BBB/A3/A+	N	N
Bank of East Asia Ltd/The	N	BNKEA 4.25 '22	13/03/2018	100.20	4.42	A-/Baa3/NR	N	N
BNP Paribas SA	N	BNP 4.3 '25	03/12/2020	105.10	2.67	BBB+/Baa2/A	N	N
BPCE SA*	N	BPCEGP 4.45 '25	17/12/2020	103.50	3.35	BBB/Baa3/A-	N	N
BPCE SA*	N	BPCEGP 4.5 '26	03/06/2021	103.50	3.53	BBB/Baa3/A-	OW	OW
Commerzbank AG	N	CMZB 4.875 '27	01/03/2022	106.05	3.44	BBB-/NR/BBB	N	N
DBS Bank Ltd	N	DBSSP 3.1 '23	14/02/2018	100.65	1.68	A+/A1/A+	N	N
DBS Bank Ltd	N	DBSSP 4.7 '49	22/11/2020	107.51	2.72	BBB/Baa1/BBB	N	N
DBS Group Holdings Ltd	N	DBSSP 3.8 '28	20/01/2023	106.00	2.61	NR/A3/A+	N	N
DBS Group Holdings Ltd	N	DBSSP 4.7 '49	03/06/2019	104.00	2.39	NR/Baa1/BBB	N	N
DBS Capital Funding II Corp*	N	DBSSP 5.75 '49	15/06/2018	102.80	2.11	BBB/Baa1/BBB	N	N
Julius Baer Group Ltd	N	BAERVX 5.9 '49	18/11/2020	105.85	3.96	NR/Baa3/NR	OW	OW
Julius Baer Group Ltd	N	BAERVX 5.75 '49	20/04/2022	105.60	4.42	NR/Baa3/NR	OW	OW
Landesbank Baden-Wuerttemberg	N	LBBW 3.75 '27	18/05/2022	101.50	3.42	NR/Baa2/BBB	OW	N
Malayan Banking Bhd	N	MAYMK 6.0 '49	11/08/2018	103.85	1.83	BB+/Baa2/BB+	N	N
National Australia Bank Ltd	N	NAB 4.15 '28	19/05/2023	105.00	3.20	BBB/A3/A+	N	N
Societe Generale SA	N	SOCGEN 4.3 '26	19/05/2021	104.30	3.07	BBB/Baa3/A-	N	N
United Overseas Bank Ltd	N	UOBSP 4.9 '49	23/07/2018	102.75	1.75	BBB-/Baa1/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 3.5 '26	22/05/2020	104.00	2.01	BBB+/A3/A+	N	N
United Overseas Bank Ltd	N	UOBSP 4.75 '49	19/11/2019	104.57	2.61	BBB-/Baa1/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 4.0 '49	18/05/2021	103.70	2.96	NR/Baa1/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 3.5 '29	27/02/2024	105.10	2.65	NR/A3/A+	N	N
Westpac Banking Corp	N	WSTP 4.0 '27	12/08/2022	105.10	2.91	BBB/A3/A+	N	N

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

Indicative prices from Bloomberg as of 4 September 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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