

May 8, 2018

## **Market Commentary**

- The SGD swap curve steepened yesterday, with swap rates trading 2-3bps higher across most tenors.
- Flows in SGD corporates were heavy yesterday, with better selling seen in GEMAU 5.5%'19s.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS widened 1bps to 1.34% while the Bloomberg Barclays Asia USD HY Bond Index average OAS widened 9bps to 415bps.
- 10Y UST yield traded little changed at 2.95%.

## **Credit Headlines**

- There is no credit headline.

**Table 1: Key Financial Indicators**

	8-May	1W chg (bps)	1M chg (bps)
iTraxx Asiax IG	77	4	0
iTraxx SovX APAC	13	1	0
iTraxx Japan	51	0	-3
iTraxx Australia	66	2	-3
CDX NA IG	62	1	-3
CDX NA HY	107	0	1
iTraxx Eur Main	56	2	-2
iTraxx Eur XO	274	3	-11
iTraxx Eur Snr Fin	60	3	-1
iTraxx Sovx WE	17	0	-1
AUD/USD	0.752	0.43%	-2.27%
EUR/USD	1.194	-0.48%	-3.13%
USD/SGD	1.335	-0.09%	-1.73%
China 5Y CDS	61	3	-2
Malaysia 5Y CDS	82	10	9
Indonesia 5Y CDS	127	22	26
Thailand 5Y CDS	45	2	0

	8-May	1W chg	1M chg
Brent Crude Spot (\$/bbl)	75.60	3.38%	12.65%
Gold Spot (\$/oz)	1,315.50	0.89%	-1.56%
CRB	203.64	0.82%	5.92%
GSCI	482.55	1.43%	8.75%
VIX	14.75	-7.41%	-31.36%
CT10 (bp)	2.948%	-1.66	17.43
USD Swap Spread 10Y (bp)	4	1	1
USD Swap Spread 30Y (bp)	-11	0	5
TED Spread (bp)	54	-1	-9
US Libor-OIS Spread (bp)	51	0	-8
Euro Libor-OIS Spread (bp)	3	0	0
DJIA	24,357	0.80%	1.77%
SPX	2,673	0.93%	2.62%
MSCI Asiax	709	-1.66%	-0.16%
HSI	29,994	-0.95%	0.50%
STI	3,533	-1.24%	2.62%
KLCI	1,828	-1.89%	-0.48%
JCI	5,885	-0.58%	-4.70%

Source: OCBC, Bloomberg

## New issues

- Manulife Financial Corp has priced a CAD600mn 10NC5 green bond at CT10+115bps, tightening from its initial guidance of CT10+118bps.
- The Republic of Indonesia has hired banks for its potential samurai bond issuance.
- The Republic of Philippines has started talks with Japan Banks on its potential samurai bond issuance.

<u>Date</u>	<u>Issuer</u>	<u>Size</u>	<u>Tenor</u>	<u>Pricing</u>
7-May-18	Manulife Financial Corp	CAD600mn	10NC5	CT10+115bps
3-May-18	Suntec REIT MTN Pte Ltd	SGD100mn	5-year	3.4%
3-May-18	Yuzhou Properties Co Ltd	USD200mn	3NC2	7.90%
3-May-18	Fantasia Holdings Group Co Ltd	USD150mn	FTHDGR 8.375%'21	9.9%
3-May-18	GLP Pte Ltd	EUR365mn	5-year	3%
2-May-18	CMT MTN Pte Ltd	SGD130mn	5-year	3.212%
2-May-18	China Aoyuan Property Group Ltd	USD200mn	3NC2	7.50%
2-May-18	PT Federal International Finance	USD300mn	3-year	CT3+160bps
2-May-18	Hydoo International Holdings Ltd	USD130mn	2-year	12%
30-May-18	Global Prime Capital Pte Ltd	USD50mn	BSDEIJ 7.25% '21	100.125+accrued
27-Apr-18	Central American Bank for Economic Integration	CNH2bn	5-year	4.85%
27-Apr-18	Hong Seng Ltd	USD250mn	363-day	8.75%
27-Apr-18	Ease Trade Global Ltd	USD150mn	POLHON 5.2%'21	99.996

Source: OCBC, Bloomberg

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