

Market Commentary

- The SGD swap curve bull-flattened yesterday, with the shorter tenors traded 1-2bps lower, while the longer tenors (>5yr) traded 2-3bps lower.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS was unchanged at 136bps while the Bloomberg Barclays Asia USD HY Bond Index average OAS widened 6bps to 578bps.
- Flows in SGD corporates were heavy, with large ticket flows in UBS 4.85%-PERPs. We also saw flows in ARASP 5.6%-PERPs, STANLN 5.375%-PERPs, FPLSP 4.98%-PERPs, SOCGEN 6.125%-PERPs, CAPLSP 3.15%'29s, SPHRSP 4.1%-PERPs and UBS5.875%-PERPs.
- 10Y USTs yields rose 1bps to close at 1.47%, after geopolitical tensions in Hong Kong and Britain were somewhat alleviated, boosting risk-on sentiment. Spread between the 2-year treasury notes and 10-year treasury notes has ceased to be inverted with the spread at +4bps, while the spread between 3-month treasury bills and 10-year treasury notes remains inverted though narrower at -46bps.

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Key Market Movements

	05-Sep	1W chg (bps)	1M chg (bps)		05-Sep	1W chg	1M chg
iTraxx Asiax IG	61	-3	-10	Brent Crude Spot (\$/bbl)	60.53	-0.90%	1.20%
iTraxx SovX APAC	38	-3	-7	Gold Spot (\$/oz)	1,548.02	1.33%	5.76%
iTraxx Japan	59	-3	-2	CRB	172.70	1.76%	0.71%
iTraxx Australia	62	-2	-6	GSCI	403.72	1.94%	0.45%
CDX NA IG	54	0	-8	VIX	17.33	-14.67%	-29.52%
CDX NA HY	107	0	1	CT10 (%)	1.472%	-2.21	-23.51
iTraxx Eur Main	49	1	-9				
				AUD/USD	0.680	1.06%	0.64%
iTraxx Eur XO	252	2	-34	EUR/USD	1.104	-0.20%	-1.50%
iTraxx Eur Snr Fin	61	3	-10	USD/SGD	1.385	0.22%	0.01%
iTraxx Sovx WE	16	-1	-1				
				DJIA	26,355	2.24%	2.48%
USD Swap Spread 10Y	-11	-1	1	SPX	2,938	2.39%	3.27%
USD Swap Spread 30Y	-43	-2	0	MSCI Asiax	614	1.95%	2.37%
US Libor-OIS Spread	32	4	5	HSI	26,523	3.54%	1.42%
Euro Libor-OIS Spread	6	-1	0	STI	3,131	1.58%	-2.00%
China 5Y CDS	43	-4	-13	KLCI	1,600	0.63%	-0.65%
Malaysia 5Y CDS	48	-5	-15	JCI	6,270	-0.19%	1.52%
Indonesia 5Y CDS	84	-8	-16				
Thailand 5Y CDS	29	-2	-5				

Source: Bloomberg

New Issues

- Chinalco Capital Holdings Ltd (Guarantor: Aluminum Corporation of China) has priced a USD750mn NC5-Perpetual bond at 4.1%, tightening from IPT of 4.7% area.
- Rizal Commercial Banking Corporation has priced a USD300mn 5-year bond at T+170bps, tightening from IPT of T+195bps area.
- CCBL (Cayman) 1 Corporation Ltd (Guarantor: CCB Leasing (International) Corporation Designated Activity Co.) has priced a USD300mn re-tap of its existing CCBL 3.5%'24s at T+132.5bps, tightening from IPT of T+160bps area.
- Shanghai Port Group (BVI) Development Co., Ltd (Guarantor: Shanghai International Port (Group) Co., Ltd.) has priced a USD300mn 5-year bond at T+108bps (tightening from IPT of T+140bps area), and a USD500mn 10-year bond at T+140bps (tightening from IPT of T+165bps area).
- Clifford Capital Pte Ltd (Guarantor: The Government of Singapore) has priced a USD300mn 5-year bond at T+35bps, tightening from IPT of T+35-37bps area.

Date	Issuer	Size	Tenor	Pricing
04-Sep-19	Chinalco Capital Holdings Ltd	USD750mn	NC5-Perpetual	4.1%
04-Sep-19	Rizal Commercial Banking Corporation	USD300mn	5-year	T+170bps
04-Sep-19	CCBL (Cayman) 1 Corporation Ltd	USD300mn	CCBL 3.5%'24s	T+132.5bps
04-Sep-19	Shanghai Port Group (BVI) Development Co., Ltd	USD300mn USD500mn	5-year 10-year	T+108bps T+140bps
03-Sep-19	Clifford Capital Pte Ltd	USD300mn	5-year	T+35bps
03-Sep-19	CK Hutchison International (19) (II) Ltd	USD500mn USD750mn	10-year 30-year	T+135bps T+150bps
03-Sep-19	BOC Aviation Ltd	USD500mn	10-year	T+165bps
03-Sep-19	Bank of the Philippine Islands	USD300mn	5-year	T+120bps
03-Sep-19	Zhangzhou Jiulongjiang Group Co., Ltd	USD500mn	3-year	5.6%
03-Sep-19	Logan Property Holdings Co., Ltd	USD100mn	5NC2	6.9%
02-Sep-19	Skyfame Realty (Holdings) Ltd	USD100mn	SKYFAM 13.0%'22s	13.0%
29-Aug-19	Suzhou City Construction Investment Group (Holding) Co., Ltd	USD300mn	3-year	4.6%
29-Aug-19	Bocom Leasing Management Hong Kong Co., Ltd	USD200mn USD400mn	5-year 5-year	T+135bps 3m-US LIBOR+117.5bps

Source: OCBC, Bloomberg

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