

Market Commentary

- The SGD swap curve steepened last Friday, with the shorter tenors around 1bps lower, and the belly and longer tenors little changed.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS was unchanged at 126bps, and the Bloomberg Barclays Asia USD HY Bond Index average OAS widened 2bps to 533bps. The HY-IG Index spread widened 2bps to 408bps.
- Flows in SGD corporates were light, with ticket flows in only CAPLSP 3.65%-PERPs.
- 10Y UST Yields rose 3bps to close at 1.84%, after the US Labour Department reported job growth increased by the most in 10 months in November, signalling a strong US economy and boosting investor risk appetite.

Credit Research

Andrew Wong

+65 6530 4736

WongVKAM@ocbc.com

Ezien Hoo, CFA

+65 6722 2215

EzienHoo@ocbc.com

Wong Hong Wei, CFA

+65 6722 2533

WongHongWei@ocbc.com

Seow Zhi Qi

+65 6530 7348

zhiqiseow@ocbc.com

Asian Credit Daily

Key Market Movements

	09-Dec	1W chg (bps)	1M chg (bps)		09-Dec	1W chg	1M chg
iTraxx Asiax IG	63	-2	-1	Brent Crude Spot (\$/bbl)	64.17	5.33%	2.66%
iTraxx SovX APAC	30	-1	1	Gold Spot (\$/oz)	1,460.60	-0.13%	0.33%
iTraxx Japan	53	0	-1	CRB	181.19	2.57%	-0.05%
iTraxx Australia	55	0	-2	GSCI	422.74	3.31%	0.86%
CDX NA IG	49	-2	-2	VIX	13.62	7.92%	12.84%
CDX NA HY	108	0	0	CT10 (%)	1.840%	2.09	-10.19
iTraxx Eur Main	47	-2	-2				
iTraxx Eur XO	220	-6	-10	AUD/USD	0.683	0.19%	-0.28%
iTraxx Eur Snr Fin	55	-2	-3	EUR/USD	1.106	-0.19%	0.23%
iTraxx Eur Sub Fin	116	-3	-2	USD/SGD	1.361	0.40%	0.01%
iTraxx Sovx WE	13	0	1	AUD/SGD	0.930	0.22%	0.28%
USD Swap Spread 10Y	-7	0	2	ASX 200	6,723	-2.03%	-0.02%
USD Swap Spread 30Y	-33	1	7	DJIA	28,015	-0.13%	1.21%
US Libor-OIS Spread	34	-1	-1	SPX	3,146	0.16%	1.71%
Euro Libor-OIS Spread	6	1	0	MSCI Asiax	651	0.51%	-1.92%
				HSI	26,522	0.29%	-4.08%
China 5Y CDS	37	-2	0	STI	3,196	0.26%	-2.08%
Malaysia 5Y CDS	40	-2	0	KLCI	1,564	-0.41%	-2.84%
Indonesia 5Y CDS	72	-2	-1	JCI	6,187	2.91%	0.14%
Thailand 5Y CDS	26	-1	1	EU Stoxx 50	3,692	-0.30%	-0.20%
Australia 5Y CDS	17	0	1				

Source: Bloomberg

Asian Credit Daily

New Issues

- Xingang International Holding Limited (Guarantor: Xinyi City Investment & Development Co., Ltd) priced a USD100mn 3-year bond at 7.0%, in line with price guidance.
- Shangrao Investment Holding Group Co Ltd scheduled investor teleconference calls on 9 Dec for its proposed USD bond issuance.

Date	Issuer	Size	Tenor	Pricing
06-Dec-19	Xingang International Holding Limited	USD100mn	3-year	7.0%
05-Dec-19	SD International Sukuk II Ltd	USD200mn	5.25NC3	7.0%
05-Dec-19	New Metro Global Limited	USD350mn	2-year	7.9%
05-Dec-19	REC Limited	USD500mn	5-year	T+192.5bps
05-Dec-19	Kunming Rail Transit Group Co., Ltd	USD300mn USD200mn	3-year 5-year	3.5% 3.9%
05-Dec-19	China South City Holdings Limited	USD150mn	2-year and 2-month	11.8%
05-Dec-19	Guofa Overseas Investment Company Limited	USD100mn	3-year	7.0%
04-Dec-19	Huafa 2019 I Company Limited	USD200mn	364-day	3.7%
04-Dec-19	China Everbright Bank Co., Ltd., Hong Kong Branch	USD500mn	3-year FRN	3m-US LIBOR+70bps
03-Dec-19	Bocom Leasing Management Hong Kong Company Limited	USD600mn	5-year FRN	3m-US LIBOR+107.5bps
03-Dec-19	China Huaneng Group (Hong Kong) Treasury Management Holding Limited	USD400mn USD500mn USD600mn	3-year 5-year 10-year	T+88bps T+103bps T+125bps
03-Dec-19	China Resources Land Limited	USD1.05bn	NC5-Perpetual	3.75%
03-Dec-19	Ronshine China Holdings Limited	USD324mn	3.5NC2	8.1%

Source: OCBC, Bloomberg

Treasury Research & Strategy

Macro Research

Selena Ling*Head of Research & Strategy*LingSSSelena@ocbc.com**Howie Lee***Thailand, Korea &**Commodities*HowieLee@ocbc.com**Tommy Xie Dongming***Head of Greater China**Research*XieD@ocbc.com**Carie Li***Hong Kong & Macau*carierli@ocbcwh.com**Wellian Wiranto***Malaysia & Indonesia*WellianWiranto@ocbc.com**Dick Yu***Hong Kong & Macau*dicksnyu@ocbcwh.com**Terence Wu***FX Strategist*TerenceWu@ocbc.com

Credit Research

Andrew Wong*Credit Research Analyst*WongVKAM@ocbc.com**Ezien Hoo***Credit Research Analyst*EzienHoo@ocbc.com**Wong Hong Wei***Credit Research Analyst*WongHongWei@ocbc.com**Seow Zhi Qi***Credit Research Analyst*ZhiQiSeow@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).