

Market Commentary

- The SGD swap curve bear-steepened yesterday, with the shorter tenors traded 0-2bps higher, while the longer tenors (>5yr) traded 3bps higher.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS widened 1bps to 132bps while the Bloomberg Barclays Asia USD HY Bond Index average OAS was unchanged at 540bps.
- Flows in SGD corporates were heavy, with large ticket flows in F 4.125%'24s and UBS 4.85%-PERPs. We also saw flows in UOBSP 3.58%-PERPs, MAPLSP 3.15%'31s, ARASP 5.6%-PERPs, CAPLSP 3.15%'29s, KREITS 4.98%-PERPs, STANLN 5.375%-PERPs, TMGSP 4.8%'22s, UOBSP 3.5%'29s and FPLSP 4.98%-PERPs.
- 10Y USTs yields gained 1bps to close at 1.74%, on expectations that the ECB will be less aggressive in easing monetary policy, compounded by a delay of trade tariffs on China announced by US President Donald Trump. Spread between 3-month treasury bills and 10-year treasury notes remains inverted, with the spread narrowing to -16bps.

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Key Market Movements

	12-Sep	1W chg (bps)	1M chg (bps)		12-Sep	1W chg	1M chg
iTraxx Asiax IG	58	-1	-13	Brent Crude Spot (\$/bbl)	61.24	0.48%	4.56%
iTraxx SovX APAC	35	-1	-9	Gold Spot (\$/oz)	1,492.40	-1.75%	-1.24%
iTraxx Japan	55	-1	-8	CRB	173.73	0.60%	1.82%
iTraxx Australia	59	0	-12	GSCI	404.20	0.12%	1.77%
CDX NA IG	51	-1	-11	VIX	14.61	-15.70%	-30.73%
CDX NA HY	107	0	2	CT10 (%)	1.763%	20.42	11.74
iTraxx Eur Main	49	1	-9				
				AUD/USD	0.687	0.87%	1.81%
iTraxx Eur XO	247	3	-41	EUR/USD	1.101	-0.20%	-1.79%
iTraxx Eur Snr Fin	58	-1	-17	USD/SGD	1.378	0.44%	0.67%
iTraxx Sovx WE	15	0	-4				
				DJIA	27,137	2.97%	4.75%
USD Swap Spread 10Y	-12	0	0	SPX	3,001	2.15%	4.06%
USD Swap Spread 30Y	-42	-1	-2	MSCI Asiax	630	1.57%	4.92%
US Libor-OIS Spread	31	4	4	HSI	27,159	2.43%	5.17%
Euro Libor-OIS Spread	7	0	1	STI	3,211	2.04%	1.34%
China 5Y CDS	39	-1	-14	KLCI	1,605	0.30%	-0.64%
Malaysia 5Y CDS	44	-1	-17	JCI	6,382	1.79%	2.10%
Indonesia 5Y CDS	77	-2	-21				
Thailand 5Y CDS	27	-1	-6				

Source: Bloomberg

New Issues

- Zhaobing Investment (BVI) Ltd (Guarantor: Tianjin Binhai New Area Construction & Investment Group Co., Ltd) has priced a USD300mn 3-year bond at 6.0%, in line with final guidance.
- Genting Hong Kong Ltd has mandated banks for its potential USD bond issuance.
- SOCAM Development Ltd has scheduled investor meetings commencing on 12 Sep for its potential USD bond issuance.

Date	Issuer	Size	Tenor	Pricing
11-Sep-19	Zhaobing Investment (BVI) Ltd	USD300mn	3-year	6.0%
10-Sep-19	Guangxi Communications Investment Group Corporation Ltd	USD300mn	3-year	3.7%
10-Sep-19	FWD Group Ltd	USD600mn	NC5-Perpetual	6.375%
10-Sep-19	Shuifa International Holdings (BVI) Co., Ltd	USD400mn	3-year	4.15%
10-Sep-19	SK Hynix Inc.	USD500mn	5-year	T+162.5bps
10-Sep-19	Country Garden Holdings Co., Ltd	USD500mn	6NC4	6.15%
10-Sep-19	Korea Development Bank	USD100mn	2-year	3m-US LIBOR+30bps
10-Sep-19	Housing and Development Board	SGD500mn	15-year	2.315%
09-Sep-19	Industrial and Commercial Bank of China Limited, Hong Kong Branch	USD1.0bn	3-year	3m-US LIBOR+67bps
		USD500mn	3-year	T+80bps
		USD1.0bn	5-year	3m-US LIBOR+78bps
09-Sep-19	Longfor Group Holdings Ltd	USD850mn	10-year	T+247.5bps
09-Sep-19	Wuhan Financial Holdings (Group) Co., Ltd	USD300mn	WUECDE 5.8%'21s	4.1%

Source: OCBC, Bloomberg

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