

### Market Commentary

- The SGD swap curve bear-steepened yesterday, with the shorter tenors and belly traded 0-5bps higher, while the longer tenors traded 7-10bps higher.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS tightened 2bps to 136bps while the Bloomberg Barclays Asia USD HY Bond Index average OAS tightened 7bps to 566bps.
- Flows in SGD corporates were heavy, with large ticket flows in UOBSP 3.58%-PERPs and STANLN 5.375%-PERPs. We also saw flows in GUOLSP 4.6%-PERPs, FPL 4.98%-PERPs, HSBC 4.7%-PERPs, HSBC 5.0%-PERPs, KITSP 4.75%-PERPs, SIASP 3.035%'25s, SLHSP 4.5%'25s, SOCGEN 6.125%-PERPs, CS 5.625%-PERPs and TMGSP 4.8%'22s.
- 10Y USTs gained 5bps to close at 1.61% on higher risk appetite due to Chinese interest rate reform, hopes of fiscal stimulus in Germany and the possibility of the US raising bonds with yields longer than 30 years. This was compounded by the resumption of US-China trade talks. Spread between 3-month treasury bills and 10-year treasury notes remains inverted, with the spread at -28bps.

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## Asian Credit Daily

### Key Market Movements

	20-Aug	1W chg (bps)	1M chg (bps)		20-Aug	1W chg	1M chg
iTraxx Asiax IG	67	-2	4	Brent Crude Spot (\$/bbl)	59.66	-2.68%	-4.50%
iTraxx SovX APAC	42	-1	3	Gold Spot (\$/oz)	1,498.05	-0.23%	5.14%
iTraxx Japan	62	-3	5	CRB	170.78	0.09%	-4.37%
iTraxx Australia	66	-4	4	GSCI	399.34	0.55%	-3.99%
CDX NA IG	55	-1	3	VIX	16.88	-19.96%	16.82%
CDX NA HY	106	0	-1	CT10 (bp)	1.586%	-11.76	-46.93
iTraxx Eur Main	51	-4	3				
				AUD/USD	0.677	-0.50%	-3.85%
iTraxx Eur XO	270	-5	22	EUR/USD	1.109	-0.74%	-1.08%
iTraxx Eur Snr Fin	65	-6	6	USD/SGD	1.387	-0.24%	-1.85%
iTraxx Sovx WE	19	0	3				
				DJIA	26,136	0.88%	-3.75%
USD Swap Spread 10Y	-10	0	-3	SPX	2,924	1.41%	-1.78%
USD Swap Spread 30Y	-40	-1	-5	MSCI Asiax	610	2.89%	-6.76%
US Libor-OIS Spread	26	4	7	HSI	26,292	4.00%	-8.60%
Euro Libor-OIS Spread	5	0	-1	STI	3,126	-0.64%	-7.45%
China 5Y CDS	49	-2	7	KLCI	1,599	0.39%	-3.57%
Malaysia 5Y CDS	56	-2	5	JCI	6,297	0.74%	-2.48%
Indonesia 5Y CDS	94	-1	9				
Thailand 5Y CDS	31	-1	-1				

Source: Bloomberg

### New Issues

- Haichuan International Investment Co., Ltd (Guarantor: Jiangsu Fangyang Group Co., Ltd) has priced a USD180mn re-tap of its existing FANGYA 7.5%'21s at 7.5%.

Date	Issuer	Size	Tenor	Pricing
19-Aug-19	Haichuan International Investment Co., Ltd	USD180mn	FANGYA 7.5%'21s	7.5%
16-Aug-19	Fujian Zhanglong Group Co., Ltd	USD500mn	3-year	6.15%
15-Aug-19	Qingdao Jimo District Urban Development Investment Co. Ltd	USD300mn	3-year	4.9%
15-Aug-19	Hanhui International Ltd	USD300mn	3-year	4.37%
14-Aug-19	Greenko Mauritius Ltd	USD350mn	3.5NC1.5	6.25%
13-Aug-19	Orient Securities Co., Ltd	USD300mn	3-year FRN	6M-US LIBOR+125bps
13-Aug-19	Zhenro Properties Group Ltd	USD110mn	ZHPRHK 9.15%'22s	8.55%
9-Aug-19	Excellence Commercial Management Ltd	USD150mn	3-year	6.8%
8-Aug-19	Dongxing Voyage Co. Ltd	USD400mn	5-year	T+180bps
8-Aug-19	Changde Economic Construction Investment Group Co., Ltd	USD200mn	3-year	6.6%
1-Aug-19	Central China Real Estate Ltd	USD300mn	3NC2	7.25%
1-Aug-19	Sinopec Group Overseas Development (2018) Ltd	USD800mn USD700mn USD500mn	5-year 10-year 30-year	T+88bps T+110bps 3.68%
31-Jul-19	Fantasia Holdings Group Company Ltd	USD100mn	FTHDGR 11.75%'22s	12.4%
30-Jul-19	China Aoyuan Group Ltd	USD250mn	CAPG 7.95%'23s	6.5%
30-Jul-19	Dexin China Holdings Company Ltd	USD200mn	2-year	14.0%
30-Jul-19	Lotte Property & Development Co., Ltd	USD300mn	3-year FRN	3M-US LIBOR+77.5bps

Source: OCBC, Bloomberg

## Treasury Research & Strategy

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### Macro Research

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