

Market Commentary

- The SGD swap curve steepened last Friday, with the shorter tenors traded 0-1bps lower, while the belly and longer tenors traded around 1bps higher.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS was unchanged at 132bps and the Bloomberg Barclays Asia USD HY Bond Index average OAS widened 1bps to 528bps. The HY-IG Index spread widened by 0.6bps to 395.6bps.
- Flows in SGD corporates were heavy, with large ticket flows in CAPLSP 3.65%-PERP, HPLSP 4.4%-PERPs and CAPLSP 3.15%'29s. We also saw flows in UBS 4.85%-PERPs, FPLSP 3.95%-PERPs, MAPLSP 3.4%'26s and STANLN 5.375%-PERPs.
- 10Y USTs yield was little changed at 1.75%, as investors awaited the Brexit vote by the UK parliament, and also a speech by Federal Reserve Vice Chairman Richard Clarida for more clarity on how many more rate cuts the central bank will likely make.

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

Key Market Movements

	21-Oct	1W chg (bps)	1M chg (bps)		21-Oct	1W chg	1M chg
iTraxx Asiax IG	70	-4	-3	Brent Crude Spot (\$/bbl)	59.35	0.00%	-7.67%
iTraxx SovX APAC	32	-2	-3	Gold Spot (\$/oz)	1,489.44	-0.25%	-2.15%
iTraxx Japan	60	0	-2	CRB	175.75	1.25%	-0.89%
iTraxx Australia	62	-3	-4	GSCI	406.70	-0.67%	-2.57%
CDX NA IG	55	-1	-4	VIX	14.25	-18.90%	-6.98%
CDX NA HY	107	0	0	CT10 (%)	1.752%	2.29	3.04
iTraxx Eur Main	53	-2	-3				
iTraxx Eur XO	232	-13	7	AUD/USD	0.686	1.21%	1.24%
iTraxx Eur Snr Fin	60	-3	-5	EUR/USD	1.116	1.19%	1.50%
iTraxx Eur Sub Fin	120	-11	-17	USD/SGD	1.363	0.46%	1.08%
iTraxx Sovx WE	12	0	-1	AUD/SGD	0.935	-0.74%	-0.21%
USD Swap Spread 10Y	-7	1	5	ASX 200	6,630	-0.20%	-1.50%
USD Swap Spread 30Y	-37	1	6	DJIA	26,770	-0.17%	-0.61%
US Libor-OIS Spread	35	0	1	SPX	2,986	0.54%	-0.20%
Euro Libor-OIS Spread	4	0	-1	MSCI Asiax	633	0.53%	0.37%
				HSI	26,720	0.75%	1.07%
China 5Y CDS	41	-3	-5	STI	3,118	-0.20%	-1.31%
Malaysia 5Y CDS	46	-4	-4	KLCI	1,568	0.04%	-1.83%
Indonesia 5Y CDS	82	-5	-6	JCI	6,192	1.41%	-0.63%
Thailand 5Y CDS	28	-1	-2	EU Stoxx 50	3,579	0.27%	0.22%
Australia 5Y CDS	18	-2	-1				

Source: Bloomberg

Asian Credit Daily

New Issues

- Ronshine China Holdings Ltd priced a USD120mn re-tap of its existing 8.95% RONXIN'23s bond at 8.95%, tightening from IPT of 9.0% area.
- Industrial and Commercial Bank of China Limited of Luxembourg priced a USD100mn 3-year FRN at 3m-US LIBOR+66bps.
- China Development Bank Corporation of Hong Kong priced a USD100mn 3-year FRN at 3m-US LIBOR+45bps.
- Shanghai Huayi (Group) Company scheduled investor meetings commencing 22 Oct for its proposed USD bond issuance.
- Shanghai Pudong Development Bank Co., Ltd London Branch scheduled investor roadshows commencing 21 Oct for its potential USD bond issuance.
- Power Construction Corporation of China scheduled investor meetings commencing on 21 Oct for its proposed USD bond issuance.

Date	Issuer	Size	Tenor	Pricing
18-Oct-19	Ronshine China Holdings Ltd	USD120mn	8.95% RONXIN'23s	8.95%
18-Oct-19	Industrial and Commercial Bank of China Limited of Luxembourg	USD100mn	3-year FRN	3m-US LIBOR+66bps
18-Oct-19	China Development Bank Corporation of Hong Kong	USD100mn	3-year FRN	3m-US LIBOR+45bps
17-Oct-19	CITIC Securities Finance MTN Co., Ltd	USD500mn USD200mn	3-year 5-year	T+127.5bps T+142.5bps
17-Oct-19	Yibin Emerging Industry Investment Group Co., Ltd	USD300mn	364-day	5.0%
17-Oct-19	Health and Happiness (H&H) International Holdings Ltd	USD300mn	5NC2	5.625%
17-Oct-19	State Elite Global Limited	USD700mn	5-year FRN	3m-US LIBOR+77bps
17-Oct-19	Soar Wise Limited	USD200mn	NC3-Perpetual	3.45%
16-Oct-19	Industrial Bank of Korea	USD300mn USD300mn	5-year 3-year FRN	T+60bps 3m-US LIBOR+45bps
16-Oct-19	Sunny Express Enterprises Corp	USD300mn USD300mn	NC3-Perpetual 10-year	3.35% T+135bps
15-Oct-19	Hotel Properties Ltd	SGD135mn	NC5-Perpetual	4.4%
15-Oct-19	China Construction Bank Corporation Hong Kong Branch	USD1.0bn	3-year FRN	3m-US LIBOR+66bps
15-Oct-19	HPCL-Mittal Energy Ltd	USD300mn	7NC4	5.45%
15-Oct-19	Kaisa Group Holdings Ltd	USD400mn	3NC2	12.25%

Source: OCBC, Bloomberg

Treasury Research & Strategy

Macro Research

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

Credit Research

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

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