

### Market Commentary

- The SGD swap curve bull-flattened yesterday, with the shorter tenors traded 1-2bps lower, while the longer tenors (>4yr) traded 2-3bps lower.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS tightened 1bps to 127bps while the Bloomberg Barclays Asia USD HY Bond Index average OAS widened 5bps to 532bps.
- Flows in SGD corporates were heavy, with large ticket flows in FPLSP 4.98%-PERPs. We also saw flows in TMGSP 4.8% '22s, UOBSP 3.58%-PERPs and FPLSP 3.95%-PERPs.
- 10Y USTs yields widened 1bps to 1.73% after a day of mixed economic data with US data in line but data out of Germany and France below estimates. Federal Reserve Bank of St. Louis President James Bullard also commented that monetary policy may need to be eased further to offset downside risks from trade conflicts and too-low inflation.

### Credit Research

**Andrew Wong**

+65 6530 4736

[WongVKAM@ocbc.com](mailto:WongVKAM@ocbc.com)

**Ezien Hoo, CFA**

+65 6722 2215

[EzienHoo@ocbc.com](mailto:EzienHoo@ocbc.com)

**Wong Hong Wei, CFA**

+65 6722 2533

[WongHongWei@ocbc.com](mailto:WongHongWei@ocbc.com)

**Seow Zhi Qi**

+65 6530 7348

[zhiqiseow@ocbc.com](mailto:zhiqiseow@ocbc.com)

## Asian Credit Daily

### Key Market Movements

	24-Sep	1W chg (bps)	1M chg (bps)		24-Sep	1W chg	1M chg
iTraxx Asiax IG	73	18	7	<b>Brent Crude Spot (\$/bbl)</b>	64.52	-0.05%	8.73%
iTraxx SovX APAC	35	0	-7	<b>Gold Spot (\$/oz)</b>	1,520.85	1.30%	-0.42%
iTraxx Japan	62	9	-1	<b>CRB</b>	178.65	-2.46%	5.96%
iTraxx Australia	66	9	0	<b>GSCI</b>	420.38	-3.60%	6.87%
CDX NA IG	59	8	3	<b>VIX</b>	14.91	1.64%	-24.96%
CDX NA HY	108	0	1	<b>CT10 (%)</b>	1.715%	-8.67	17.95
iTraxx Eur Main	56	8	3				
iTraxx Eur XO	224	-25	-45	<b>AUD/USD</b>	0.677	-1.46%	-0.13%
iTraxx Eur Snr Fin	65	6	0	<b>EUR/USD</b>	1.099	-0.77%	-1.03%
iTraxx Eur Sub Fin	137	12	-5	<b>USD/SGD</b>	1.378	-0.28%	0.74%
iTraxx Sovx WE	14	-1	-4	<b>AUD/SGD</b>	0.932	1.15%	0.91%
<b>USD Swap Spread 10Y</b>	-12	-1	-4	<b>ASX 200</b>	6,748	0.78%	3.44%
<b>USD Swap Spread 30Y</b>	-42	-1	-4	<b>DJIA</b>	26,950	-0.47%	5.15%
<b>US Libor-OIS Spread</b>	33	-2	-7	<b>SPX</b>	2,992	-0.21%	5.08%
<b>Euro Libor-OIS Spread</b>	6	2	-1	<b>MSCI Asiax</b>	626	-0.33%	3.38%
				<b>HSI</b>	26,257	-1.99%	0.30%
<b>China 5Y CDS</b>	46	7	-2	<b>STI</b>	3,151	-1.01%	1.30%
<b>Malaysia 5Y CDS</b>	50	7	-4	<b>KLCI</b>	1,592	-0.79%	-1.10%
<b>Indonesia 5Y CDS</b>	88	11	-5	<b>JCI</b>	6,206	-0.21%	-0.79%
<b>Thailand 5Y CDS</b>	30	2	-2	<b>EU Stoxx 50</b>	3,537	0.53%	6.08%
<b>Australia 5Y CDS</b>	19	1	0				

Source: Bloomberg

### New Issues

- The Korea Development Bank priced a two tranche USD1bn deal with a USD500mn 3-year FRN at 3mL +47.5bp (tightening from IPT of 3ml +70bp area) and a USD500mn 5-year FXD at T5+60bp (tightening from IPT of T5 +80bp area).
- Kasikornbank PCL (acting through its Hong Kong branch) priced a USD800mn 12NC7 Tier 2 bond at CT7+170bps, tightening from IPT of T+200bp area.
- Haiguo Xintai Capital Limited priced a USD500mn 3-year bond (guaranteed by Beijing Haiguo Xintai Investment Holding Center) at 4.3%, tightening from IPT of 4.8% area.
- Zhenro Properties Group Limited priced a USD300mn 2-year and 10 Month bond (guaranteed by Certain non-PRC restricted subsidiaries of the Issuer) at 9.05%, tighter than IPT of 9.5% area.
- Cathay Pacific Airways Limited has scheduled roadshows from Sept 24 for a potential USD Bond issue.
- ICBC Financial Leasing Co, Ltd. Scheduled roadshows from Sept. 23 for a potential USD Bond issue.

Date	Issuer	Size	Tenor	Pricing
23-Sep-19	Korea Development Bank	USD500mn USD500mn	3-year 5-year	3mL +47.5bp T5+60bp
23-Sep-19	Kasikornbank PCL	USD800mn	12NC7	CT7+170bps
23-Sep-19	Haiguo Xintai Capital Ltd	USD500mn	3-year	4.3%
23-Sep-19	Zhenro Properties Group Ltd	USD300mn	2-year 10mth	9.05%
20-Sep-19	Skyfame Realty (Holdings) Ltd	USD100m	SKYFAM 13.0%'22s	12.98%
19-Sep-19	Greenland Global Investment Ltd	USD500mn	4-year	6.75%
19-Sep-19	Chongqing International Logistics Hub Park Construction Co., Ltd	USD500mn	5-year	4.3%
19-Sep-19	Xi'An Qujiang Culture Holdings Co., Ltd	USD200mn	2-year	6.0%
19-Sep-19	Zhongliang Holdings Group Co. Ltd	USD200mn	3-year	11.5%
19-Sep-19	Hilong Holding Ltd	USD200mn	3-year	8.25%
19-Sep-19	STT GDC Pte Ltd	SGD225mn	3-year	3.59%
18-Sep-19	Shandong Iron & Steel Xinheng International Company Ltd	USD500mn	3-year	6.85%
18-Sep-19	Yango Cayman Investment Ltd	USD152mn	3-year	12.5%

Source: OCBC, Bloomberg

# Treasury Research & Strategy

---

## Macro Research

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

## Credit Research

**Andrew Wong**
*Credit Research Analyst*
[WongVKAM@ocbc.com](mailto:WongVKAM@ocbc.com)
**Ezien Hoo, CFA**
*Credit Research Analyst*
[EzienHoo@ocbc.com](mailto:EzienHoo@ocbc.com)
**Wong Hong Wei, CFA**
*Credit Research Analyst*
[WongHongWei@ocbc.com](mailto:WongHongWei@ocbc.com)
**Seow Zhi Qi**
*Credit Research Analyst*
[ZhiQiSeow@ocbc.com](mailto: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).