

Market Commentary

- The SGD swap curve bull flattened yesterday, with the shorter tenors trading 1-2bps lower (with the exception of 1-year trading 1bps higher) while the belly and longer tenors traded 3-4bps lower.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS remained mostly unchanged at 167bps, and the Bloomberg Barclays Asia USD HY Bond Index average OAS widened 14bps to 667bps. The HY-IG Index Spread widened 13bps to 501bps.
- Flows in SGD corporates were heavy, with flows in WINGTA 4.7%'24s, WINGTA 4.25%'23s, STTGDC 3.13%'28s, HSBC 4.7%-PERPs, NOLSP 4.4%'21s, SOCGEN 6.125%-PERPs, CS 5.625%-PERPs, SINTEC 4.1%-PERPs, UBS 4.85%-PERPs, WINGTA 4.5%'22s and WINGTA 4.35%-PERPs.
- 10Y UST Yields gained 2bps to 0.7%, after the auction of USD35bn 10-year notes drew weak demand and markets awaited the 30-year bond auction on Thursday.

Credit Summary:

- There are no credit headlines today.

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Asian Credit Daily

Key Market Movements

	10-Sep	1W chg (bps)	1M chg (bps)		10-Sep	1W chg	1M chg
iTraxx Asiax IG	59	0	-8	Brent Crude Spot (\$/bbl)	40.47	-8.17%	-10.05%
iTraxx SovX APAC	32	0	-6	Gold Spot (\$/oz)	1,947.07	0.84%	-3.96%
iTraxx Japan	61	3	-1	CRB	147.08	-2.88%	-0.34%
iTraxx Australia	62	2	-7	GSCI	341.06	-5.20%	-2.21%
CDX NA IG	66	0	0	VIX	28.81	10.30%	30.19%
CDX NA HY	106	0	1	CT10 (%)	0.694%	5.88	11.80
iTraxx Eur Main	53	1	-1				
iTraxx Eur XO	313	-12	-34	AUD/USD	0.728	0.10%	1.82%
iTraxx Eur Snr Fin	62	2	-3	EUR/USD	1.181	-0.33%	0.64%
iTraxx Eur Sub Fin	127	2	-10	USD/SGD	1.367	-0.15%	0.53%
iTraxx Sovx WE	13	0	-1	AUD/SGD	0.995	-0.22%	-1.28%
USD Swap Spread 10Y	0	-2	-1	ASX 200	5,939	-2.84%	-2.80%
USD Swap Spread 30Y	-38	-2	0	DJIA	27,940	-2.46%	0.54%
US Libor-OIS Spread	17	-1	-2	SPX	3,399	-3.62%	1.15%
Euro Libor-OIS Spread	-1	-1	-1	MSCI Asiax	711	-2.49%	0.26%
				HSI	24,469	-2.59%	0.38%
China 5Y CDS	37	1	-5	STI	2,499	-1.60%	-1.81%
Malaysia 5Y CDS	45	0	-8	KLCI	1,497	-2.65%	-4.77%
Indonesia 5Y CDS	90	2	-19	JCI	5,149	-3.06%	-0.16%
Thailand 5Y CDS	38	2	-2	EU Stoxx 50	3,325	-0.39%	2.00%
Australia 5Y CDS	15	1	-1				

Source: Bloomberg

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New Issues

- The Republic of Korea priced a USD625mn 10-year bond at T+50bps, tightening from IPT of T+90bps area.
- AIA Group Ltd priced a USD1.75bn 20-year bond at T+175bps, tightening from IPT of T+200bps area.
- Yi Bright International Limited (Guarantor: Linyi City Construction Investment Group Co) priced a USD300mn 3-year bond at 3.0%, tightening from IPT of 3.5% area.
- Transurban Finance Co Pty Ltd priced a USD900mn 10.5-year bond at T+175bps, tightening from IPT of T+212.5bps area.
- Bank of China Ltd of Qatar Financial Centre priced a USD100mn 3.5-year bond at 3m-US LIBOR+78bps.
- Guangzhou Metro Group Co. has mandated banks for its proposed USD bond offering.

Date	Issuer	Size	Tenor	Pricing
9-Sep-20	The Republic of Korea	USD625mn	10-year	T+50bps
9-Sep-20	AIA Group Ltd	USD1.75b	20-year	T+175bps
9-Sep-20	Yi Bright International Limited (Guarantor: Linyi City Construction Investment Group Co)	USD300mn	3-year	3.0%
9-Sep-20	Transurban Finance Co Pty Ltd	USD900mn	10.5-year	T+175bps
9-Sep-20	Bank of China Ltd of Qatar Financial Centre	USD100mn	3.5-year	3m-US LIBOR+78bps
8-Sep-20	United Overseas Bank Ltd	USD600mn	10.5NC5.5	T+152bps
8-Sep-20	BOC Aviation Ltd	USD750mn	10-year	T+197.5bps
8-Sep-20	Housing & Development Board	SGD800mn	5-year	0.69%
7-Sep-20	Logos Holdco Pte. (Guarantor: Logos Property Group Ltd.)	SGD120mn	3-year	6.0%
7-Sep-20	RBC Investor Services Trust Singapore Ltd. (in its capacity as trustee of Keppel REIT)	SGD150mn	PerpNC5	3.15%
3-Sep-20	Bank of Communications Co Ltd/Hong Kong	USD350mn USD800mn	3-year 5-year	3m-US LIBOR+80bps T+105bps
3-Sep-20	Panther Ventures Ltd. (Guarantor: CK Asset Holdings Ltd.)	USD300mn	PerpNC3	3.80%

Source: OCBC, Bloomberg

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