

Asian Credit Daily

Monday, January 13, 2020

Market Commentary

- The SGD swap curve fell slightly last Friday, with the shorter tenors remaining mostly unchanged while the belly and longer tenors traded 0-1bps lower.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS remained mostly unchanged at 119bps, and the Bloomberg Barclays Asia USD HY Bond Index average OAS also remained mostly unchanged at 446bps. The HY-IG Index remained mostly unchanged at 328bps.
- Flows in SGD corporates were heavy, with flows in WINGTA 3.68%'30s, AGSP 3.15%'25s, UBS 4.85%-PERPs, CMZB 4.2%'28s and SOCGEN 6.125%-PERPs.
- 10Y UST Yields fell modestly by 3bps to close at 1.82%, due to the U.S.' weaker-than-expected December job growth and stagnating wages.

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, CFA

+65 6530 7348

zhiqiseow@ocbc.com

Credit Summary:

- [Mapletree North Asia Commercial Trust \("MNACT"\)](#) | **Issuer Profile: Neutral (4)**: MNACT has announced that all efforts are being made to re-open Festival Walk on 16 Jan 2020, ahead of the Lunar New Year festive season. Some of the repair and replacement works are expected to continue within the mall after it re-opens.

Asian Credit Daily

Credit Headlines

Mapletree North Asia Commercial Trust (“MNACT”) | Issuer Profile: Neutral (4)

- MNACT has announced that all efforts are being made to re-open Festival Walk on 16 Jan 2020, ahead of the Lunar New Year festive season. Some of the repair and replacement works are expected to continue within the mall after it re-opens. (Company, OCBC)

Asian Credit Daily

Key Market Movements

	13-Jan	1W chg (bps)	1M chg (bps)		13-Jan	1W chg	1M chg
iTraxx Asiax IG	54	-3	-6	Brent Crude Spot (\$/bbl)	64.82	-5.94%	-0.61%
iTraxx SovX APAC	27	-1	-2	Gold Spot (\$/oz)	1,555.53	-0.65%	5.36%
iTraxx Japan	45	-1	-2	CRB	184.13	-1.48%	0.18%
iTraxx Australia	47	-3	-6	GSCI	430.12	-2.98%	0.48%
CDX NA IG	44	-2	-4	VIX	12.56	-10.41%	-0.55%
CDX NA HY	110	0	1	CT10 (%)	1.820%	3.15	-2.20
iTraxx Eur Main	43	-2	-3				
iTraxx Eur XO	206	-7	-9	AUD/USD	0.691	-0.40%	0.52%
iTraxx Eur Snr Fin	50	-4	-2	EUR/USD	1.112	-0.69%	-0.01%
iTraxx Eur Sub Fin	107	-8	-1	USD/SGD	1.348	0.13%	0.43%
iTraxx Sovx WE	12	-1	0	AUD/SGD	0.931	0.55%	-0.08%
USD Swap Spread 10Y	-6	1	1	ASX 200	6,897	2.39%	2.33%
USD Swap Spread 30Y	-33	-1	0	DJIA	28,824	0.66%	2.45%
US Libor-OIS Spread	27	-4	-7	SPX	3,265	0.94%	3.05%
Euro Libor-OIS Spread	6	-1	0	MSCI Asiax	703	2.35%	4.22%
				HSI	28,638	1.46%	3.43%
China 5Y CDS	32	-2	-3	STI	3,265	1.43%	1.58%
Malaysia 5Y CDS	36	-2	-3	KLCI	1,593	-0.27%	1.42%
Indonesia 5Y CDS	63	-3	-6	JCI	6,275	-0.77%	1.25%
Thailand 5Y CDS	23	-1	-3	EU Stoxx 50	3,790	0.43%	1.57%
Australia 5Y CDS	17	1	0				

Source: Bloomberg

Asian Credit Daily

New Issues

- Malayan Banking Berhad priced a USD420mn 40-year zero coupon bond.
- PT Medco Energi Internasional Tbk arranged investor meetings commencing 13 Jan for its proposed USD bond offering.
- Saigon-Hanoi Commercial Joint Stock Bank arranged investor meetings commencing 13 Jan for its proposed USD bond offering.
- PT Bank Tabungan Negara (Persero) Tbk arranged investor meetings commencing 13 Jan for its proposed USD bond offering.

Date	Issuer	Size	Tenor	Pricing
13-Jan-20	Malayan Banking Berhad	USD420mn	40-year	0.0%
10-Jan-20	Allgreen Treasury Pte Ltd	SGD250mn	5-year	3.15%
10-Jan-20	Wing Tai Holdings Ltd	SGD100mn	10-year	3.68%
10-Jan-20	Shangrao Investment Holdings International Company Limited	USD500mn	3-year	4.30%
10-Jan-20	Bank of China Limited, Hong Kong Branch	USD1bn USD600mn	2-year 5-year	3m-US LIBOR+58bps T+78bps
10-Jan-20	AEV International Pte Ltd	USD400mn	10NC5	4.20%
10-Jan-20	PTTEP Treasury Center Co. Ltd	USD350mn	10-year	T+110bps
10-Jan-20	Zhengzhou Urban Construction Investment Group Co., Ltd	USD200mn	5-year	3.8%
10-Jan-20	Central China Real Estate Ltd	USD200mn	4.5NC2	7.5%
10-Jan-20	Westpac Banking Corporation	USD750mn USD750mn USD750mn	3-year 3-year 10-year	T+42bps 3m-US LIBOR+39bps T+80bps
10-Jan-20	Shriram Transport Finance Company Limited	USD500mn	3.5-year	5.10%
09-Jan-20	CFLD (Cayman) Investment Ltd	USD500mn USD700mn	3-year 5-year	6.9% 8.05%
09-Jan-20	Kaisa Group Holdings Ltd	USD500mn	5NC3	10.50%

Source: OCBC, Bloomberg

Treasury Research & Strategy

Macro Research

Selena Ling*Head of Research & Strategy*LingSSSelena@ocbc.com**Tommy Xie Dongming***Head of Greater China**Research*XieD@ocbc.com**Wellian Wiranto***Malaysia & Indonesia*WellianWiranto@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***Credit Research Analyst*EzienHoo@ocbc.com**Wong Hong Wei***Credit Research Analyst*WongHongWei@ocbc.com**Seow Zhi Qi***Credit Research Analyst*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).