

Market Commentary

- The SGD swap curve bull-flattened yesterday, with the shorter tenors trading 0-1bps lower while the belly and longer tenors traded 1-2bps lower.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS remained mostly unchanged at 118bps, and the Bloomberg Barclays Asia USD HY Bond Index average OAS widened 2bps to 444bps. The HY-IG Index widened 2bps to 326bps.
- Flows in SGD corporates were heavy, with flows in CATHAY 3.375%'23s, CITSP 2.7%'25s, UBS 4.85%-PERPs, BACR 3.75%'30s, FPLSP 4.38%-PERPs, WINGTA 3.68%'30s, STANLN 5.375%-PERPs, OCBCSP 4.0%-PERPs and DBSSP 3.98%-PERPs.
- 10Y UST Yields fell by 3bps to close at 1.78%, following a muted market reaction to Phase One of the US-China Trade Deal and weaker-than-forecasted December Producer Price Index (PPI).

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

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Key Market Movements

	16-Jan	1W chg (bps)	1M chg (bps)		16-Jan	1W chg	1M chg
iTraxx Asiax IG	53	-1	-6	Brent Crude Spot (\$/bbl)	64.00	-2.20%	-1.87%
iTraxx SovX APAC	26	-1	-2	Gold Spot (\$/oz)	1,557.08	0.31%	5.48%
iTraxx Japan	44	-1	-2	CRB	182.69	-0.37%	-1.36%
iTraxx Australia	47	0	-5	GSCI	425.45	-1.30%	-1.31%
CDX NA IG	45	1	-2	VIX	12.42	-7.66%	2.31%
CDX NA HY	110	0	0	CT10 (%)	1.790%	-6.46	-8.14
iTraxx Eur Main	43	0	-2				
iTraxx Eur XO	208	4	-1	AUD/USD	0.691	0.82%	0.42%
iTraxx Eur Snr Fin	52	1	-1	EUR/USD	1.116	0.44%	0.10%
iTraxx Eur Sub Fin	108	1	0	USD/SGD	1.346	0.43%	0.64%
iTraxx Sovx WE	11	0	--	AUD/SGD	0.931	-0.41%	0.23%
USD Swap Spread 10Y	-4	2	2	ASX 200	7,028	2.24%	2.60%
USD Swap Spread 30Y	-31	3	-1	DJIA	29,030	0.99%	2.81%
US Libor-OIS Spread	26	-2	-7	SPX	3,289	1.11%	3.07%
Euro Libor-OIS Spread	6	0	0	MSCI Asiax	709	1.20%	5.16%
				HSI	28,774	2.44%	4.60%
China 5Y CDS	31	-1	-3	STI	3,257	0.34%	1.59%
Malaysia 5Y CDS	34	-1	-4	KLCI	1,585	-0.25%	1.01%
Indonesia 5Y CDS	60	-2	-6	JCI	6,283	0.93%	1.16%
Thailand 5Y CDS	22	-1	-3	EU Stoxx 50	3,769	-0.10%	-0.10%
Australia 5Y CDS	17	0	0				

Source: Bloomberg

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New Issues

- Bank of Communications Co., Ltd. Hong Kong Branch priced a USD1.3bn 3-year FRN at 3m-US LIBOR+58bps, tightening from IPT of 3m-US LIBOR+85bps area.
- PT Bank Tabungan Negara (Persero) Tbk priced a USD300mn Tier 2 5-year bond at 4.2%, tightening from IPT of 4.7% area.
- Kaisa Group Holdings Ltd priced a USD300mn 5.5NC3 bond at 9.95%, tightening from IPT of 10.25% area.
- Landsea Green Properties Co Ltd priced a USD200mn 2.75-year bond at 11.95%, tightening from IPT of 12.125% area.
- Power Finance Corporation Ltd priced a USD750mn 10.25-year bond at T+227.5bps, tightening from T+255bps area.
- New Metro Global Limited priced a USD350mn 3.5NC2 bond at 7.15%, tightening from IPT of 7.8% area.
- Singapore Press Holdings Limited priced a SGD500mn 10-year bond at 3.2%, tightening from IPT of 3.4% area.

Date	Issuer	Size	Tenor	Pricing
15-Jan-20	Bank of Communications Co., Ltd. Hong Kong Branch	USD1.3bn	3-year	3m-US LIBOR+58bps
15-Jan-20	PT Bank Tabungan Negara (Persero) Tbk	USD300mn	5-year	4.2%
15-Jan-20	Kaisa Group Holdings Ltd	USD300mn	5.5NC3	9.95%
15-Jan-20	Landsea Green Properties Co Ltd	USD200mn	2.75-year	11.95%
15-Jan-20	Power Finance Corporation Ltd	USD750mn	10.25-year	T+227.5bps
15-Jan-20	New Metro Global Limited	USD350mn	3.5NC2	7.15%
15-Jan-20	Singapore Press Holdings Limited	SGD500mn	10-year	3.2%
14-Jan-20	HBIS Group Hong Kong Co., Limited	USD200mn	TSSTEE 3.75%'22s	3.78%
14-Jan-20	Theta Capital Pte. Ltd (wholly-owned by PT Lippo Karawaci Tbk)	USD325mn	5NC3	8.125%
14-Jan-20	SMC Global Power Holdings Corp	USD600mn	PERP NC6	5.7%
14-Jan-20	Future Retail Limited	USD500mn	5NC3	5.6%
14-Jan-20	Australia and New Zealand Banking Group Ltd	USD1.25bn	10.5NC5.5	T+133bps

Source: OCBC, Bloomberg

Treasury Research & Strategy

Macro Research

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

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