

Market Commentary

- The SGD swap curve mostly fell yesterday, with the shorter and belly tenors trading 1-2bps lower while the longer tenors traded 2-3bps lower (with the exception of the 30-year that traded 1bps higher).
- The Bloomberg Barclays Asia USD IG Bond Index average OAS remained mostly unchanged at 168bps, while the Bloomberg Barclays Asia USD HY Bond Index average OAS widened 1bps to 647bps. The HY-IG Index Spread widened 1bps to 479bps.
- Flows in SGD corporates were heavy, with flows in STANLN 5.375%-PERPs, HSBC 5%-PERPs, OLAMSP 4%'26s, SINTEC 4.1%-PERPs, SOCGEN 6.125%-PERPs, CS 5.625%-PERPs, CMZB 4.2%'28s, FPLSP 4.15%'27s, HSBC 4.7%-PERPs, NTUCSP 3.1%'50s and OHLSP 6.5%'23s.
- 10Y UST Yields fell 4bps to 0.67% on the back of upbeat US manufacturing data in August that lifted global market sentiments.

Credit Summary:

There are no credit headlines today.

Credit Research

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Key Market Movements

	2-Sep	1W chg (bps)	1M chg (bps)		2-Sep	1W chg	1M chg
iTraxx Asiax IG	59	-3	-12	Brent Crude Spot (\$/bbl)	45.92	0.61%	6.05%
iTraxx SovX APAC	32	-2	-8	Gold Spot (\$/oz)	1,971.25	0.86%	-0.29%
iTraxx Japan	61	0	0	CRB	153.34	0.58%	6.72%
iTraxx Australia	63	-2	-11	GSCI	359.76	-0.08%	5.87%
CDX NA IG	62	-5	-5	VIX	26.12	18.57%	6.79%
CDX NA HY	106	1	4	CT10 (%)	0.675%	-1.30	14.72
iTraxx Eur Main	52	-2	-6				
iTraxx Eur XO	311	-12	-48	AUD/USD	0.737	1.94%	3.50%
iTraxx Eur Snr Fin	58	-3	-12	EUR/USD	1.192	0.73%	1.31%
iTraxx Eur Sub Fin	125	-4	-23	USD/SGD	1.361	0.35%	1.12%
iTraxx Sovx WE	13	0	-3	AUD/SGD	1.003	-1.55%	-2.31%
USD Swap Spread 10Y	1	1	2	ASX 200	6,032	-1.38%	1.76%
USD Swap Spread 30Y	-37	-1	6	DJIA	28,646	1.41%	8.39%
US Libor-OIS Spread	17	-1	-1	SPX	3,527	2.41%	7.81%
Euro Libor-OIS Spread	-1	0	-1	MSCI Asiax	735	-0.01%	4.84%
				HSI	25,185	-1.18%	2.40%
China 5Y CDS	33	-2	-9	STI	2,539	-0.80%	0.35%
Malaysia 5Y CDS	44	-4	-13	KLCI	1,521	-3.01%	-5.13%
Indonesia 5Y CDS	91	-6	-23	JCI	5,311	-0.53%	3.13%
Thailand 5Y CDS	37	0	-5	EU Stoxx 50	3,278	-1.57%	3.25%
Australia 5Y CDS	15	0	-1				

Source: Bloomberg

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New Issues

- Industrial & Commercial Bank of China Ltd/Singapore priced a USD800mn 3-year bond at T+90bps, tightening from IPT of T+130bps area and another USD1bn 5-year bond at T+100bps, tightening from IPT of T+140bps area.
- Yango Cayman Investment Ltd (Guarantor: Fujian Yango Group Co Ltd) priced a USD200mn 2-year bond at 12.2%, tightening from IPT of 12.5% area.
- Komatsu Finance America Inc. (Guarantor: Komatsu Ltd.), Beijing Infrastructure Investment Co. and First Pacific Company Limited have arranged investor calls commencing 1 September 2020 for their proposed USD bond offerings.
- BOSCI (BVI) Ltd. has mandated banks for its proposed USD bond offering.

Date	Issuer	Size	Tenor	Pricing
1-Sep-20	Industrial & Commercial Bank of China Ltd/Singapore	USD800mn USD1bn	3-year 5-year	T+90bps T+100bps
1-Sep-20	Yango Cayman Investment Ltd (Guarantor: Fujian Yango Group Co Ltd)	USD200mn	2-year	12.2%
31-Aug-20	Nan Fung Treasury (III) Ltd. (Guarantor: Nan Fung International Holding Ltd)	USD500mn	PerpNC3	5%
31-Aug-20	ZhongAn Online P&C Insurance Co Ltd	USD300mn	5.5-year	T+325bps
31-Aug-20	Modern Land (China) Co., Ltd.	USD50mn USD50mn	MOLAND 11.5%'22s MOLAND 11.95%'24s	12.375% 12.85%
28-Aug-20	Korea Development Bank	SGD20mn	1-year	0.43%
27-Aug-20	Emperor International Holdings Ltd.	USD250mn	3-year	4.5%
27-Aug-20	Inventive Global Investments Ltd (Guarantor: ABC International Holdings Ltd)	USD800mn	5-year	T+147.5bps
26-Aug-20	Tencent Music Entertainment Group	USD300mn USD500mn	5-year 10-year	T+110bps T+135bps
26-Aug-20	Elect Global Investments Ltd. (Guarantor: Hysan Development Co Ltd)	USD200mn	HYSAN 4.85%PerpNC3	101.625%
26-Aug-20	Eureka Investment Company Limited	USD230mn	3-year	3m-US LIBOR+110bps
25-Aug-20	RKPF Overseas 2019 A Ltd (Guarantor: Road King Infrastructure Limited)	USD300mn	5NC3	6.0%
25-Aug-20	Fuyuan Worldwide Ltd (Guarantor: Shandong Commercial Group Co Ltd)	USD180mn	3-year	7%

Source: OCBC, Bloomberg

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