

Market Commentary

- The SGD swap curve fell yesterday, with the shorter and belly tenors trading 1-3bps lower while the longer tenors traded 1-4bps lower.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS tightened 1bps to 167bps, and the Bloomberg Barclays Asia USD HY Bond Index average OAS tightened 5bps to 659bps. The HY-IG Index Spread tightened 5bps to 493bps.
- Flows in SGD corporates were heavy, with flows in HSBC 4.7%-PERPs, OLAMSP 4%'26s, CMZB 4.875%'27s, CAPLSP 3.8%'24s, CS 5.625%-PERPs, SRENVX 3.125%'35s and UBS 4.85%-PERPs.
- 10Y UST Yields gained 6bps to 0.75%, its highest since June 19, after the Fed announced it would seek inflation that averages 2% over time to spur economic recovery before tightening financial conditions.

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Credit Summary:

- [Australia and New Zealand Banking Group Ltd \(“ANZ”\)](#) | **Issuer Profile: Positive (2)**: ANZ has announced the appointment of Paul O’Sullivan to replace David Gonski as Chairman following the full year results announcement on Oct. 28. This is due to Mr Gonski’s decision to retire. While there have been numerous senior leadership changes at banks we cover in the past 6-12 months, we do not expect this change to be material with Mr O’Sullivan expecting to continue to simplify the bank, in line with ANZ’s past strategy.

Asian Credit Daily

Credit Headlines

Australia and New Zealand Banking Group Ltd (“ANZ”) | Issuer Profile: Positive (2)

- ANZ has announced the appointment of Paul O’Sullivan to replace David Gonski as Chairman following the full year results announcement on Oct. 28. This is due to Mr Gonski’s decision to retire.
- Mr O’Sullivan is currently Chairman of Western Sydney Airport Corporation and Chairman of Optus, having previously been Optus CEO between 2004 and 2012 and previously a senior executive with Singapore Telecommunications Ltd.
- While there have been numerous senior leadership changes at banks we cover in the past 6-12 months, we do not expect this change to be material with Mr O’Sullivan expecting to continue to simplify the bank, in line with ANZ’s past strategy. (Bloomberg, OCBC)

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Key Market Movements

	28-Aug	1W chg (bps)	1M chg (bps)		28-Aug	1W chg	1M chg
iTraxx Asiax IG	62	-2	-12	Brent Crude Spot (\$/bbl)	45.09	0.42%	3.87%
iTraxx SovX APAC	34	-1	-8	Gold Spot (\$/oz)	1,923.79	-0.86%	-1.77%
iTraxx Japan	61	0	1	CRB	152.70	1.83%	6.43%
iTraxx Australia	65	-3	-12	GSCI	358.83	0.71%	5.12%
CDX NA IG	68	0	-4	VIX	24.47	7.70%	-3.81%
CDX NA HY	105	1	4	CT10 (%)	0.779%	15.03	19.95
iTraxx Eur Main	54	-1	-6				
iTraxx Eur XO	321	-12	-45	AUD/USD	0.726	1.41%	1.45%
iTraxx Eur Snr Fin	60	-3	-10	EUR/USD	1.181	0.14%	0.83%
iTraxx Eur Sub Fin	129	-4	-17	USD/SGD	1.367	0.37%	0.90%
iTraxx Sovx WE	14	-1	-2	AUD/SGD	0.993	-1.03%	-0.54%
USD Swap Spread 10Y	0	0	1	ASX 200	6,092	-0.32%	1.18%
USD Swap Spread 30Y	-37	1	4	DJIA	28,492	2.71%	8.01%
US Libor-OIS Spread	18	0	-2	SPX	3,485	2.93%	8.27%
Euro Libor-OIS Spread	-1	1	-2	MSCI Asiax	733	2.54%	4.78%
				HSI	25,281	1.98%	2.05%
China 5Y CDS	36	-3	-8	STI	2,520	-0.32%	-2.45%
Malaysia 5Y CDS	48	-3	-12	KLCI	1,555	-1.31%	-3.43%
Indonesia 5Y CDS	97	-5	-21	JCI	5,371	1.44%	5.06%
Thailand 5Y CDS	39	-1	-3	EU Stoxx 50	3,331	1.74%	0.83%
Australia 5Y CDS	15	-1	-2				

Source: Bloomberg

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New Issues

- Emperor International Holdings Ltd. priced a USD250mn 3-year bond at 4.5%, tightening from IPT of 4.8% area.
- Inventive Global Investments Ltd (Guarantor: ABC International Holdings Ltd) priced a USD800mn 5-year bond at T+147.5bps, tightening from IPT of T+195bps area .

Date	Issuer	Size	Tenor	Pricing
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%
25-Aug-20	Olam International Limited	SGD100mn	OLAMSP 4.0%'26s	4.0%
24-Aug-20	Boen Investment Limited (Guarantor: Jiangsu Kewei Holding Group Co., Ltd.)	USD100mn	3-year	3.2%
24-Aug-20	Guohui International (BVI) Co. (Guarantor: Shandong Guohui Investment Co.)	USD400mn	5-year	3.15%
24-Aug-20	KT Corp	USD400mn	5-year	T+80bps
24-Aug-20	Industrial & Commercial Bank of China Ltd of London	USD100mn USD100mn	3-year 3-year	3m-US LIBOR+75bps 3m-US LIBOR+75bps
21-Aug-20	Perennial Real Estate Holdings Limited	SGD44.25mn	2-year	5.95%
20-Aug-20	Rizal Commercial Banking Corp.	USD300mn	PerpNC5	6.75%
20-Aug-20	Industrial Investment Overseas Limited (Guarantor: New & High (HK) Limited)	USD200mn	364-day	3.7%

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