

### Market Commentary

- The SGD swap curve bull-flattened yesterday, with the shorter and belly tenors trading 2-3bps lower while the longer tenors traded 3bps lower.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS tightened 1bps to 120bps, and the Bloomberg Barclays Asia USD HY Bond Index average OAS tightened 8bps to 445bps. The HY-IG Index spread tightened 8bps to 325bps.
- Flows in SGD corporates were heavy, with flows in CS 5.625%-PERPs, KITSP 4.75%-PERPs, BACR 3.75%'30s, SPHSP4%-PERPs and UBS 4.85%-PERPs.
- 10Y UST Yields rose by 2bps to close at 1.81%, likely due to elevated oil prices which resulted from increased tensions between the U.S. and Iran.

### Credit Research

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## Asian Credit Daily

### Key Market Movements

	07-Jan	1W chg (bps)	1M chg (bps)		07-Jan	1W chg	1M chg
iTraxx Asiax IG	57	4	-7	Brent Crude Spot (\$/bbl)	68.42	-0.03%	6.26%
iTraxx SovX APAC	28	1	-2	Gold Spot (\$/oz)	1,557.82	2.67%	6.58%
iTraxx Japan	45	2	-7	CRB	187.39	0.11%	3.42%
iTraxx Australia	50	3	-5	GSCI	444.63	0.99%	5.18%
CDX NA IG	46	0	-4	VIX	13.85	3.13%	1.69%
CDX NA HY	110	0	2	CT10 (%)	1.813%	-10.50	-2.38
iTraxx Eur Main	45	1	-2				
iTraxx Eur XO	213	5	-8	AUD/USD	0.693	-1.27%	1.60%
iTraxx Eur Snr Fin	55	3	-1	EUR/USD	1.119	-0.18%	1.17%
iTraxx Eur Sub Fin	115	2	--	USD/SGD	1.349	-0.22%	0.78%
iTraxx Sovx WE	12	1	0	AUD/SGD	0.935	0.98%	-0.82%
USD Swap Spread 10Y	-6	-3	1	ASX 200	6,808	0.05%	1.51%
USD Swap Spread 30Y	-34	-4	-1	DJIA	28,703	0.20%	2.46%
US Libor-OIS Spread	31	-4	-3	SPX	3,246	0.19%	3.19%
Euro Libor-OIS Spread	7	1	1	MSCI Asiax	687	-0.51%	5.64%
				HSI	28,411	0.32%	7.22%
China 5Y CDS	34	3	-5	STI	3,237	0.45%	1.32%
Malaysia 5Y CDS	37	3	-4	KLCI	1,607	-0.56%	2.43%
Indonesia 5Y CDS	65	3	-7	JCI	6,276	-0.84%	1.44%
Thailand 5Y CDS	24	1	-3	EU Stoxx 50	3,753	-0.79%	1.63%
Australia 5Y CDS	17	1	-1				

Source: Bloomberg

## Asian Credit Daily

### New Issues

- KWG Group Holdings Limited priced a USD300mn 7NC4 bond at 7.4%, tightening from IPT of 7.8% area.
- National Australia Bank priced a USD1.75bn debt offering in two parts, (1) a USD750m 3-year tranche at T+43bps and (2) a USD1bn 3-year tranche at 3m-US LIBOR+41bps.
- Export-Import Bank of India priced a USD1bn 10-year bond at T+150bps, tightening from IPG of T+175bps area.
- Longfor Group Holdings Limited priced its USD250mn 7.25-year bond at T+168bps and USD400m 12-year bond at T+208bps, tightening from IPT at T+200bps area and T+245bps area respectively.
- Manappuram Finance Limited priced a USD300mn 3-year bond at 5.9%, tightening from IPT of 6.5% area.
- Yuzhou Properties Company Limited priced a USD645mn 6NC4 bond at 7.375%, tightening from IPT of 8.0% area.
- Fantasia Holdings Group Co., Limited priced a USD450mn 3NC2 bond at 11.2%, tightening from IPT of 11.625% area.
- Golden Wheel Tiandi Holdings Company Limited priced a USD200mn 2-year bond at 13.0%.

Date	Issuer	Size	Tenor	Pricing
07-Jan-20	KWG Group Holdings Limited	USD300mn	7NC4	7.4%
07-Jan-20	National Australia Bank	USD750m USD1bn	3-year 3-year	T+43bps 3m-US LIBOR+41bps
07-Jan-20	Export-Import Bank of India	USD1bn	10-year	T+150bps
07-Jan-20	Longfor Group Holdings Limited	USD250mn USD400mn	7.25-year 12-year	T+168bps T+208bps
07-Jan-20	Manappuram Finance Limited	USD300mn	3-year	5.9%
07-Jan-20	Yuzhou Properties Company Limited	USD645mn	6NC4	7.375%
07-Jan-20	Fantasia Holdings Group Co., Limited	USD450mn	3NC2	11.2%
07-Jan-20	Golden Wheel Tiandi Holdings Company Limited	USD200mn	2-year	13.0%
03-Jan-20	Jiaozuo Investment Co. Ltd.	USD100mn	363-days	6.5%

Source: OCBC, Bloomberg

## Asian Credit Daily

### New Issues

- Future Retail Limited has mandated banks for its proposed USD bond offering.
- Beijing Capital Group Co., Ltd. scheduled investor calls commencing 6 Jan for its potential USD bond issuance.
- China Zhengtong Auto Services Holdings Limited arranged investor meetings commencing 6 Jan for its potential USD bond issuance.
- JD.com, Inc., scheduled investor calls commencing 6 Jan for its potential USD bond issuance.
- Shriram Transport Finance Company Limited scheduled investor calls commencing 6 Jan for its potential USD bond issuance.
- PT Tower Bersama Infrastructure Tbk arranged investor meetings commencing 7 Jan for its potential USD bond issuance.
- Lalitpur Power Generation Co. arranged investor meetings commencing 8 Jan for its potential USD bond issuance.

# Treasury Research & Strategy

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## Macro Research

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