

Market Commentary

- The SGD swap curve bull-flattened yesterday, with the shorter tenors trading 0-2bps lower while the belly and longer tenors traded 2-3bps lower.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS tightened 1bps to 118bps, and the Bloomberg Barclays Asia USD HY Bond Index average OAS tightened 3bps to 444bps. The HY-IG Index spread tightened 2bps to 326bps.
- Flows in SGD corporates were heavy, with flows in UBS 4.85%-PERPs, STANLIN 5.375%-PERPs, F 4.125%'24s, CAPLSP 3.15%'29s and CAPLSP 3.65%-PERPs.
- 10Y UST Yields rose by 6bps to close at 1.88%, as President Trump's comments eased investor concerns about the escalation of conflict between the U.S. and Iran.

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Key Market Movements

	09-Jan	1W chg (bps)	1M chg (bps)		09-Jan	1W chg	1M chg
iTraxx Asiax IG	55	2	-9	Brent Crude Spot (\$/bbl)	66.00	-0.38%	2.72%
iTraxx SovX APAC	28	1	-2	Gold Spot (\$/oz)	1,558.40	1.91%	6.62%
iTraxx Japan	47	3	-6	CRB	183.38	-1.30%	1.21%
iTraxx Australia	49	2	-6	GSCI	431.04	-1.19%	2.23%
CDX NA IG	45	1	-5	VIX	13.45	-2.39%	-15.20%
CDX NA HY	110	0	2	CT10 (%)	1.863%	-1.38	4.43
iTraxx Eur Main	44	0	-4				
iTraxx Eur XO	208	3	-13	AUD/USD	0.687	-1.77%	0.67%
iTraxx Eur Snr Fin	53	1	-3	EUR/USD	1.111	-0.52%	0.45%
iTraxx Eur Sub Fin	110	-1	-5	USD/SGD	1.350	-0.23%	0.68%
iTraxx Sovx WE	12	0	0	AUD/SGD	0.928	1.54%	-0.01%
USD Swap Spread 10Y	-6	-3	1	ASX 200	6,884	2.89%	2.28%
USD Swap Spread 30Y	-35	-4	-2	DJIA	28,745	0.72%	2.99%
US Libor-OIS Spread	31	-3	-3	SPX	3,253	0.69%	3.73%
Euro Libor-OIS Spread	7	0	1	MSCI Asiax	687	-1.35%	5.57%
				HSI	28,088	-0.36%	6.01%
China 5Y CDS	32	2	-6	STI	3,246	-0.19%	2.08%
Malaysia 5Y CDS	36	2	-5	KLCI	1,589	-0.84%	1.69%
Indonesia 5Y CDS	64	2	-9	JCI	6,226	-1.17%	0.51%
Thailand 5Y CDS	24	1	-2	EU Stoxx 50	3,773	0.73%	2.73%
Australia 5Y CDS	17	0	-1				

Source: Bloomberg

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New Issues

- CFLD (Cayman) Investment Ltd priced a USD500mn 3-year bond at 6.9% and a USD700mn 5-year bond at 8.05%, tightening from IPT of 7.25% and 8.50% area respectively.
- Kaisa Group Holdings Ltd priced a USD500mn 5NC3 bond at 10.50%, tightening from IPT of 10.875% area.
- Shengzhou Investment Holdings Co., Ltd priced a USD100mn 3-year bond at 6.0%, tightening from IPT at mid-6.0% area.
- Sino-Ocean Land Treasure IV Ltd priced a USD400mn 10-year bond at T+315bps, tightening from IPT of T+340bps area.
- Yango Justice International Ltd priced a USD300mn 3.25NC2 bond at 9.875%, tightening from IPT of 10.375% area.
- Nomura Holdings, Inc scheduled investor calls commencing 8 Jan for its potential USD bond issuance.
- PT Bayan Resources Tbk arranged investor meetings and calls commencing 9 Jan for its proposed USD bond offering.
- China Merchants Securities Co., Ltd arranged investor meetings commencing 9 Jan for its proposed USD bond offering.
- Zhongguancun Development Group Company Ltd arranged investor meetings commencing 9 Jan for its proposed USD bond offering.

Date	Issuer	Size	Tenor	Pricing
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%
09-Jan-20	Shengzhou Investment Holdings Co., Ltd	USD100mn	3-year	6.0%
09-Jan-20	Sino-Ocean Land Treasure IV Ltd	USD400mn	10-year	T+315bps
09-Jan-20	Yango Justice International Ltd	USD300mn	3.25NC2	9.875%
08-Jan-20	Indonesia	USD1.2bn USD800mn	10-year 30-year	2.88% 3.55%
08-Jan-20	Country Garden Holdings Company Limited	USD550mn USD450mn	7NC4 10NC5	5.125% 5.625%
08-Jan-20	Central Plaza Development Ltd	USD450mn	5.5-year	3.85%
08-Jan-20	JD.com, Inc.	USD700mn USD300mn	10-year 30-year	T+160bps T+195bps
08-Jan-20	Logan Property Holdings Company Ltd	USD300mn	5NC3	5.75%
08-Jan-20	Sunac China Holdings Limited	USD540mn	5NC3	6.50%

Source: OCBC, Bloomberg

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