

Monthly Credit View

Friday, 03 February 2017

Monthly Themes

- 2017 started with a bang, with DM bond funds seeing USD23.9bn in inflows during the first four weeks of the year (versus USD6.6bn in inflows seen for the first four weeks of 2016). For comparable periods, EM bond funds saw USD3.3bn in inflows (versus USD3.1bn in outflows) and HY bond funds saw USD3.3bn in inflows (versus USD9.4bn in outflows). The fund flows helped support the slew of new issues seen during the month, with US IG corporate bond sales hitting a record of USD184bn issued. Asia ex-Japan issuers also saw a busy month despite the looming Lunar New Year, printing USD21.3bn in bonds. In the SGD market though, primary issuance was more tepid with just SGD920mn in bonds printed, compared to SGD2.3bn in January 2016. The benchmark deal of the month was the SGD625mn perpetual security issued by Mapletree Investments.
- The secondary market trading was firm for the Asia dollar space, with spreads on the JACI IG index narrowing 8bps during the month, while yields on the JACI HY index compressed 15bps to 6.70%. There was also some evidence of investors taking on risk in the SGD space as well, with sparse dealer inventories helping to support secondary prices. Heading into February though, the reversal in risk appetite seen end-January post President Trump's hotly-debated executive orders could likely persist.
- The resumption of issuance by Chinese issuers post Lunar New Year may also be a drag on secondary prices, with the Asia dollar market straining to absorb supply. For the SGD market, the recent retreat in swap rates may invite issuers back into the market, though we note that we are still in the midst of earnings season. That said, with most REITs having reported their 4Q2016 results, they may be a potential source of supply.
- Thus far, earnings season has largely showed the resilience of REIT portfolios, with most seeing portfolio revaluation gains (though there were asset specific revaluation losses). This in turn allowed aggregate leverage to remain stable. The deceleration in revaluation gains has persisted though, hence the potential deterioration to credit profile due to asset prices sliding and declining rental reversions should not be discounted in the future.
- Finally all eyes will be on the besieged offshore marine sector. Keppel Corp has set the tone, taking SGD313mn in impairments and provisions as part of its 4Q2016 results. Several issuers in the sector are likely to review their asset base and take the necessary charges, which would in turn provide some certainty on their credit standing heading into the rest of 2017.
- Looking ahead, the Singapore Budget 2017 will be announced on 20 Feb. With the December survey of professional forecasters shading down Singapore's GDP growth forecast to 1.5%, the Budget 2017 may continue to

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focus on themes¹ to help companies, such as those in the offshore marine sector, to manage the economic slowdown. With the URA property price index registering its 13th consecutive quarter of decline, a potential game changer for the property sector would be the lifting of the cooling measures though the government stance is unlikely to have changed. Meanwhile, construction companies may find some respite as the Building and Construction Authority in Jan 2017 projected an increase of construction contracts to SGD28bn-SGD35bn (2016: SGD26bn), driven by public sector construction demand.

Issuer Profile Changes / Updates

- Please note that due to OCBC's engagement in other business activities, we have suspended our coverage on the following names until these activities are completed: GuocoLand Limited, Frasers Centrepoint Trust

Trade Ideas

- While the rest of the curve is bided up, we see relative value emerging in LMRT '17, offering 3.75% yield for a short 10-month paper. Despite the rally, we continue to stay positive on the LMRT curve as it trades wider than other REITs of similar credit rating and sponsorship.
- Over the past month, it would seem that the CAPLSP'24s have largely lagged the broad rally seen across the SGD market. The bond is now trading at a spread of ~85bps above swaps, making it attractive versus the CAPLSP'20s (trading at ~50bps above swaps). CAPL will be announcing its full-year 2016 results on 15/02/17, potentially driving more interest in the curve.
- Julius Baer Group Ltd's (JBG) recently released FY2016 results reflect investments in growth which should translate to continued solid income generation in FY2017. Although these investments impacted capital ratios, they still remain well above JBG's management floors and minimum CET1/CAR regulatory requirements on both a phased in and fully loaded basis. Given its pure play business model and solid balance sheet, we think the BAERVX 5.9 '49 and BAERVX 5.75 '49 offer solid yield pick up across the bank capital space.
- CREIT'20s have reached full value in our view post rally to ~155bps above swap and we have put the 20s back to Neutral from Overweight. For one year additional duration, the SBREIT'21s are trading at 234bps (yield pick-up of 80 bps) which in our view has priced in the risk of SBREIT credit rating falling by a notch to HY territory. Our base case remains that SBREIT's credit rating will remain at the Baa3/Negative outlook level for the next 6 months (ie: more optimistic than market implied pricing). The REIT has also taken a 33% revaluation loss on the Technics Building and this is reflected in its aggregate leverage of 37.6% as at 31 December 2016.

¹ Corporates received some help from the Budget 2016, which included deferring the levy increase for the Marine and Process sector, incentives to scale up automation solutions and corporate income tax rebate.

Upcoming Bond Maturities – February 2017

Issuer Name	Ticker	Amount (SGD mn)	Maturity/Call Date*
QUE LTD	OUESP	300	1/2/2017
MIDAS HOLDINGS LTD	MDASP	85	3/2/2017
MOHAMED MUSTAFA & SAMSUD	MUTAF	75	6/2/2017
HOUSING & DEVELOPMENT BRD	HDBSP	250	14/2/2017
HOUSING & DEVELOPMENT BRD	HDBSP	385	16/2/2017
CATHAY PAC MTN FINANCING	CATHAY	100	17/2/2017
CITY DEVELOPMENTS LTD	CITSP	250	18/2/2017
GLL IHT PTE LTD	GUOLSP	160	23/2/2017
HEINEKEN NV	HEIANA	100	23/2/2017
ROWSLEY LTD	ROWSSP	100	8/2/2017*
ASCENDAS INDIA TRUST	AITSP	65	8/2/2017*
DAH SING BANK LTD	DAHSIN	225	9/2/2017* (called)
DBS BANK LTD	DBSSP	866	21/2/2017* (called)

Current / Recent Reports From OCBC Credit Research

[Research Archive: <http://www.ocbc.com/group/research/index.html>]

- Global Logistics Properties: Credit Review (24 January 2017)
- Singapore 2017 Credit Outlook (6 January 2017)
- ASL Marine Holdings Ltd Credit Update (3 January 2016)
- Ezra Holdings Limited Credit Update (1 December 2016)
- Croesus Retail Trust: New Credit Review (14 November 2016)
- Lippo Malls Indonesia Retail Trust: New Credit Review (11 November 2016)
- Frasers Hospitality Trust: Credit Update (11 November 2016)
- Breadtalk Group Ltd: New Credit Review (7 November 2016)
- Industrial REIT Sector Update (4 November 2016)

Issuer	Issuer Profile	Issue				Bond Ratings	Recommendation	
			Maturity	Ask Price	Ask YTW		Current	Previous

China/HK property

Central China Real Estate	N	CENCHI 6.5 '17	26/05/2017	101.15	2.55	B+/Ba3/NR	N	N
CK Hutchison Holdings Ltd	N	CKHH 3.408 '18	20/07/2018	101.90	2.08	A-/A3/A- (Guarantor)	N	N
China Vanke Co Ltd	N	VNKRLE 3.275 '17	06/11/2017	100.70	2.33	BBB+/Baa1/BBB+ (Issuer)	N	N
Henderson Land Development	N	HENLND 4 '18	19/09/2018	103.15	2.02	NR/NR/NR	N	N
Hongkong Land Holdings	Pos	HKLSP 3.86 '17	29/12/2017	102.50	1.03	A/A2/NR	UW	UW
Hongkong Land Holdings	Pos	HKLSP 3.43 '20	14/05/2020	103.00	2.47	A/A2/NR	N	N
Wharf Holdings Ltd/The	Pos	WHARF 4.3 '18	28/10/2018	103.90	1.98	NR/NR/A- (Issuer)	N	N
Wharf Holdings Ltd/The	Pos	WHARF 4.5 '21	20/07/2021	107.00	2.81	NR/NR/A- (Issuer)	N	N
Wheelock & Co Ltd	Pos	WHEELK 4.5 '21	02/09/2021	106.40	2.99	NR/NR/NR	N	N
Wing Tai Properties Ltd	Pos	WINGTA 4.25 '22	29/11/2022	102.10	3.84	NR/NR/NR	OW	OW
Yanlord Land Group Ltd	Neg	YLLGSP 6.2 '17	08/05/2017	101.15	1.50	BB-/Ba3/NR	N	N
First Sponsor Group Ltd	N	FSGSP 4.0 '18	04/06/2018	96.00	7.36	NR/NR/NR	OW	OW
Perennial Real Estate Holdings Ltd	N	PREHSP 4.25 '18	16/03/2018	101.00	3.34	NR/NR/NR	UW	N
Perennial Real Estate Holdings Ltd	N	PREHSP 4.65 '18	23/10/2018	101.12	4.00	NR/NR/NR	OW	OW
Perennial Real Estate Holdings Ltd	N	PREHSP 4.90 '19	18/03/2019	102.00	3.90	NR/NR/NR	N	N
Perennial Real Estate Holdings Ltd	N	PREHSP 4.55 '20	29/04/2020	98.63	5.01	NR/NR/NR	OW	OW

Singapore property developers

CapitaLand Ltd	Pos	CAPLSP 3.78 '19	16/08/2019	103.90	2.18	NR/NR/NR	N	N
CapitaLand Ltd	Pos	CAPLSP 4.35 '19	31/10/2019	105.55	2.24	NR/NR/NR	N	N
CapitaLand Ltd	Pos	CAPLSP 4.3 '20	31/08/2020	106.40	2.41	NR/NR/NR	UW	N
CapitaLand Ltd	Pos	CAPLSP 3.8 '24	28/08/2024	103.25	3.31	NR/NR/NR	OW	N
City Developments Ltd	Pos	CITSP 2.45 '18	14/03/2018	100.50	1.99	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.38 '19	20/03/2019	102.35	2.23	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.00 '20	02/04/2020	101.50	2.50	NR/NR/NR	OW	OW
City Developments Ltd	Pos	CITSP 3.75 '22	06/07/2022	104.20	2.90	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.48 '23	03/04/2023	102.15	3.09	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.78 '24	21/10/2024	102.9	3.35	NR/NR/NR	OW	OW
Chip Eng Seng Corporation Ltd	N	CHIPEN 4.75 '21	14/06/2021	99.5	4.88	NR/NR/NR	N	N
Hong Fok Corp Ltd	Neg	HFCSP 4.75 '18	24/01/2018	100.80	3.93	NR/NR/NR	OW	OW
Hong Fok Corp Ltd	Neg	HFCSP 4.75 '19	22/03/2019	100.90	4.30	NR/NR/NR	OW	OW
Hotel Properties Ltd	N	HPLSP 3.5 '18	15/01/2018	101.35	2.04	NR/NR/NR	UW	N
Hotel Properties Ltd	N	HPLSP 3.95 '19	13/09/2019	102.50	2.94	NR/NR/NR	N	N
Hotel Properties Ltd	N	HPLSP 3.88 '20	08/04/2020	102.00	3.21	NR/NR/NR	N	N
Hotel Properties Ltd	N	HPLSP 3.85 '21	27/05/2021	101.75	3.41	NR/NR/NR	N	N
QUE Ltd	N	QUESP 4.25 '19c16	30/10/2019	102.55	2.15	NR/NR/NR	UW	N
OUE Ltd	N	OUESP 3.8 '20	15/04/2020	101.75	3.22	NR/NR/NR	N	N
Wing Tai Holdings Ltd	N	WINGTA 4.0 '21	07/10/2021	103.00	3.30	NR/NR/NR	N	N
Wing Tai Holdings Ltd	N	WINGTA 4.5 '22	26/09/2022	104.40	3.63	NR/NR/NR	N	N
Wing Tai Holdings Ltd	N	WINGTA 4.25 '23	15/03/2023	103.00	3.70	NR/NR/NR	N	N
Wing Tai Holdings Ltd	N	WINGTA 4.7 '24	28/02/2024	104.50	3.96	NR/NR/NR	N	N
Aspial Corp. Ltd	Neg	ASPSP 5.50 '18	27/11/2018	95.00	8.55	NR/NR/NR	N	N
Aspial Corp. Ltd	Neg	ASPSP 5.05 '19	12/06/2019	92.00	8.91	NR/NR/NR	N	N
Aspial Corp. Ltd	Neg	ASPSP 5.30 '20	01/04/2020	96.61	6.51	NR/NR/NR	UW	UW
Aspial Corp. Ltd	Neg	ASPSP 5.25 '20	28/08/2020	95.44	6.71	NR/NR/NR	UW	UW

Indicative prices from Bloomberg as of 2 February 2017

Issuer	Issuer Profile	Issue	Maturity	Ask Price	Ask YTW	Bond Ratings	Recommendation	
							Current	Previous
REITS								
AIMS AMP REIT	N	AAREIT 3.8 '19	21/05/2019	101.39	3.15	BBB-/NR/NR (Issuer)	N	N
AIMS AMP REIT	N	AAREIT 4.35 '19	05/12/2019	101.90	3.63	BBB-/NR/NR (Issuer)	N	N
Ascendas REIT	N	AREIT 2.5 '19	16/05/2019	101.27	1.92	NR/A3/NR	UW	UW
Ascendas REIT	N	AREIT 2.95 '20	03/08/2020	101.70	2.44	NR/A3/NR	N	N
Ascendas REIT	N	AREIT 4 '22	03/02/2022	105.75	2.76	NR/A3/NR	N	N
Ascendas REIT	N	AREIT 3.2 '22	03/06/2022	102.00	2.79	NR/A3/NR	N	N
Ascott Residence Trust	N	ARTSP 4.3 '18	30/11/2018	104.20	1.92	NR/Baa3/NR	UW	UW
Ascott Residence Trust	N	ARTSP 4.205 '22	23/11/2022	105.00	3.25	NR/Baa3/NR	UW	UW
Cambridge Industrial Trust	N	CREISP 3.5 '18	05/11/2018	100.90	2.96	NR/Baa3/NR	OW	OW
Cambridge Industrial Trust	N	CREISP 4.1 '20	29/04/2020	102.00	3.44	NR/Baa3/NR	N	OW
Cambridge Industrial Trust	N	CREISP 3.95 '20	21/05/2020	101.75	3.38	NR/Baa3/NR	N	OW
Cambridge Industrial Trust	N	CREISP 3.95 '23	09/05/2023	98.60	4.21	NR/Baa3/NR	N	N
CapitaLand Commercial Trust	N	CCTSP 2.96 '21	13/08/2021	100.70	2.79	NR/A3/NR	N	N
CapitaLand Commercial Trust	N	CCTSP 2.77 '22	04/07/2022	98.95	2.98	A-/NR/NR	OW	OW
CapitaLand Mall Trust	N	CAPITA 3.55 '17	01/09/2017	101.40	1.05	NR/A2/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.15 '20	18/12/2020	103.00	2.33	NR/A2/NR	N	N
CapitaLand Mall Trust	N	CAPITA 3.75 '24	02/08/2024	104.50	3.07	NR/A2/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.48 '24	06/08/2024	102.50	3.10	NR/A2/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.5 '26	25/02/2026	101.90	3.26	NR/A2/NR	UW	-
CapitaLand Mall Trust	N	CAPITA 3.35 '31	07/07/2031	99.60	3.39	NR/A2/NR	UW	UW
Croesus Retail Trust	N	CROESP 5 '20	13/04/2020	101.00	4.66	NR/NR/NR	OW	OW
First REIT	N	FIRTSP 4.125 '18	22/05/2018	101.10	3.27	NR/NR/NR	UW	UW
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.48 '17	28/11/2017	100.60	3.74	NR/NR/NR	OW	N
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.5 '18	23/11/2018	101.10	3.85	NR/NR/NR	OW	OW
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.1 '20	22/06/2020	98.80	4.49	NR/NR/NR	OW	OW
Mapletree Commercial Trust	N	MCTSP 2.65 '19	07/11/2019	100.70	2.38	NR/Baa1/NR	N	N
Mapletree Commercial Trust	N	MCTSP 3.6 '20	24/08/2020	104.00	2.41	NR/Baa1/NR	UW	N
Mapletree Commercial Trust	N	MCTSP 3.2 '21	12/04/2021	101.75	2.75	NR/Baa1/NR	N	N
Mapletree Commercial Trust	N	MCTSP 3.25 '23	03/02/2023	101.65	2.95	NR/Baa1/NR	UW	UW
Mapletree Greater China Commercial Trust	N	MAGIC 3.2 '21	08/09/2021	100.00	3.20	NR/Baa1/NR	N	N
Mapletree Greater China Commercial Trust	N	MAGIC 3.43 '22	09/03/2022	100.25	3.38	NR/Baa1/NR	N	N
Mapletree Industrial Trust	N	MINTSP 3.75 '19	08/03/2019	103.55	2.00	NR/NR/BBB+	UW	UW
Mapletree Industrial Trust	N	MINTSP 3.65 '22	07/09/2022	103.58	2.95	NR/NR/BBB+	N	N
Mapletree Industrial Trust	N	MINTSP 3.79 '26	02/03/2026	103.00	3.40	NR/NR/BBB+	UW	UW
Sabana Industrial REIT	Neg	SSREIT 4.00 '18	19/03/2018	98.05	5.93	NR/NR/NR	UW	UW
Sabana Industrial REIT	Neg	SSREIT 4.25 '19	03/04/2019	93.70	7.46	NR/NR/NR	UW	UW
Soilbuild Business Space REIT	N	SBREIT 3.45 '18	21/05/2018	99.70	3.72	NR/Baa3/NR (Issuer)	N	OW
Soilbuild Business Space REIT	N	SBREIT 3.6 '21	08/04/2021	96.50	4.53	NR/Baa3/NR	OW	OW
Starhill Global REIT	N	SGREIT 3.5 '21	26/02/2021	103.00	2.71	BBB+/NR/NR	N	N
Starhill Global REIT	N	SGREIT 3.4 '23	26/05/2023	101.50	3.14	BBB+/NR/NR	N	N
Suntec REIT	N	SUNSP 2.83 '18	12/11/2018	101.30	2.07	NR/Baa2/NR	UW	UW
Suntec REIT	N	SUNSP 3.35 '20	10/02/2020	101.85	2.70	NR/Baa2/NR	N	N
VIVA Industrial Trust	N	VITSP 4.15 '18	19/09/2018	99.75	4.36	BB+/Ba2/NR	OW	OW

Offshore & Marine and Logistics

ASL Marine Holdings Ltd	Neg	ASLSP 4.75 '20	28/03/2020	70.00	19.01	NR/NR/NR	N	N
ASL Marine Holdings Ltd	Neg	ASLSP 5.35 '21	01/10/2021	65.00	19.25	NR/NR/NR	N	N
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 5.75 '17	26/04/2017	100.00	5.66	NR/NR/NR	OW	OW
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 5.9 '19c17	08/11/2019	89.00	10.61	NR/NR/NR	OW	OW
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 4.65 '20c15	09/09/2020	78.00	12.44	NR/NR/NR	N	N
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 4.4 '21c16	22/06/2021	71.00	13.37	NR/NR/NR	N	N
Ezion Holdings Ltd	Neg	EZISP 4.7 '19	22/05/2019	70.00	22.13	NR/NR/NR	N	N
Ezion Holdings Ltd	Neg	EZISP 4.875 '21	11/06/2021	55.00	22.96	NR/NR/NR	N	N
Ezion Holdings Ltd (CF by DBS)	Neg	EZISP 3.65 '20	05/08/2020	100.00	3.65	NR/NR/NR	N	N
Ezra Holdings Ltd	Neg	EZRASP 4.875 '18	24/04/2018	35.00	154.86	NR/NR/NR	N	N
Keppel Corp Ltd	N	KEPSP 3.1 '20	12/10/2020	101.00	2.81	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.145 '22	14/02/2022	100.35	3.07	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.725 '23	30/11/2023	101.75	3.43	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.8 '27c22	23/04/2027	101.50	3.48	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 4 '42	07/09/2042	97.50	4.16	NR/NR/NR	UW	N
Nam Cheong Ltd	Neg	NCLSP 5 '17	28/08/2017	52.00	244.10	NR/NR/NR	N	N
Nam Cheong Ltd	Neg	NCLSP 6.5 '18	23/07/2018	50.00	74.84	NR/NR/NR	N	N
Nam Cheong Ltd	Neg	NCLSP 5.05 '19	26/08/2019	45.00	42.39	NR/NR/NR	N	N
Pacific Radiance Ltd	Neg	PACRA 4.3 '18	29/08/2018	50.00	64.99	NR/NR/NR	N	N
Sembcorp Industries Ltd	N	SCISP 3.7325 '20	09/04/2020	101.50	3.23	NR/NR/NR	N	N
Sembcorp Industries Ltd	N	SCISP 3.64 '24	27/05/2024	99.95	3.65	NR/NR/NR	UW	N
Sembcorp Industries Ltd	N	SCISP 3.593 '26	26/11/2026	96.00	4.09	NR/NR/NR	N	N
Singapore Post Ltd	N	SPOST 3.5 '20	30/03/2020	103.85	2.22	BBB+ /NR/NR	UW	UW

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			Maturity	Ask Price	Ask YTW		Current	Previous

Others

BreadTalk Group Ltd	N	BREAD 4.6 '19	01/04/2019	103.00	3.14	NR/NR/NR	OW	OW
Golden Agri-Resources Ltd	Neg	GGRSP 4.2 '17	30/04/2017	100.15	3.48	NR/NR/NR	N	N
Golden Agri-Resources Ltd	Neg	GGRSP 5.5 '18	27/04/2018	100.90	4.78	NR/NR/NR	N	N
CITIC Envirotech Ltd	N	CELS 4.7 '18	29/04/2018	100.50	4.32	NR/NR/NR	N	N
Gallant Venture Ltd	Neg	GALVSP 5.90 '17	12/05/2017	98.55	11.59	NR/NR/NR	UW	UW
Gallant Venture Ltd	Neg	GALVSP 7 '17	02/08/2017	99.00	9.17	NR/NR/NR	UW	UW
Gallant Venture Ltd	Neg	GALVSP 7 '18	06/04/2018	88.00	19.91	NR/NR/NR	UW	UW
G8 Education Ltd	N	GEMAU 5.5 '19	18/05/2019	100.25	5.38	NR/NR/NR	OW	OW
CWT Ltd	N	CWTSP 4 '17	13/03/2017	100.30	0.67	NR/NR/NR	N	N
CWT Ltd	N	CWTSP 3.9 '19	18/04/2019	100.25	3.78	NR/NR/NR	N	N
CWT Ltd	N	CWTSP 4.8 '20	18/03/2020	101.00	4.45	NR/NR/NR	N	N
Century Sunshine Group	N	CENSUN 7.2 '18	04/06/2018	101.00	6.49	NR/NR/NR	OW	OW
Olam International Ltd	N	OLAMSP 6.00 '18	10/08/2018	105.50	2.27	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 5.80 '19	17/07/2019	105.00	3.64	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 4.25 '19	22/07/2019	101.00	3.82	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 6.00 '22	25/10/2022	103.00	5.38	NR/NR/NR	N	N

Financial Institutions - Senior Issues

Australia & New Zealand Banking Group Ltd	N	ANZ 4 '25	12/02/2025	105.59	3.25	AA-/Aa2/NR	N	N
Bank of China Ltd/Singapore	N	BCHINA 2.75 '19	30/06/2019	101.00	2.37	NR/A1/A	N	N
Bank of Communications Co Ltd/Hong Kong	N	BOCOM 2.1 '17	24/07/2017	100.31	1.55	NR/A2/NR	N	N
Bank of East Asia/Singapore	N	BNKEA 2.0 '17	10/07/2017	100.26	1.53	A/NR/NR	N	N
BNP Paribas SA	N	BNP 2.765 '20	03/08/2020	101.40	2.44	NR/NR/A+	N	N
BPCE SA	N	BPCEGP 2.305 '18	22/06/2018	100.74	1.95	A/A2/NR	N	N
CIMB Bank Bhd/Singapore	N	CIMBMK 2.12 '18	30/06/2018	100.11	2.28	NR/A3/NR	N	N
DBS Group Holdings Ltd	N	DBSSP 2.78 '21	11/01/2021	101.28	2.49	NR/Aa2/AA-	N	N
Malayan Banking Bhd	N	MAYMK 1.85 '17	10/04/2017	100.15	1.50	NR/A3/A-	N	N
Malayan Banking Bhd	N	MAYMK 2.08 '18	26/06/2018	100.54	1.93	NR/A3/NR	N	N
Westpac Banking Corp	N	WSTP 4.11 '25	15/04/2025	107.24	3.14	NR/Aa2/NR	N	N

Issuer	Issuer Profile	Issue				Bond Ratings	Recommendation	
			First Call	Ask Price	YTC		Current	Previous

Corporate perpetuals

Ascendas REIT	N	AREIT 4.75 '49	14/10/2020	104.30	3.49	NR/Baa2/NR	UW	UW
Ascott Residence Trust	N	ARTSP 5 '49	27/10/2019	103.00	3.83	NR/Baa3/NR (Issuer)	N	N
Ascott Residence Trust	N	ARTSP 4.68 '49	30/06/2020	102.30	3.95	NR/Baa3/NR (Issuer)	N	N
Ezion Holdings Ltd	Neg	EZISP 7 '49	19/11/2018	78.00	24.03	NR/NR/NR	N	N
First REIT	N	FIRTSP 5.68 '49	08/07/2021	98.90	5.97	NR/NR/NR	N	N
Fraser Hospitality Trust	Pos	FHREIT 4.45 '49	12/05/2021	101.60	4.04	NR/NR/NR	N	OW
Genting Singapore Plc	Pos	GENSSP 5.125 '49	12/09/2017	100.28	4.63	NR/Baa2/BBB	OW	OW
Hotel Properties Ltd	N	HPLSP 6.125 '49	04/05/2017	100.75	2.94	NR/NR/NR	OW	OW
Keppel REIT	N	KREITS 4.98 '49	02/11/2020	103.50	3.96	NR/Baa3/NR (Issuer)	N	UW
Lippo Malls Indonesia Retail Trust	N	LMRTSP 7 '49	27/09/2021	101.65	6.59	NR/NR/NR	OW	OW
Mapletree Logistics Trust	Neg	MLTSP 5.375 '49	19/09/2017	101.95	2.17	NR/Baa3/NR	UW	N
Mapletree Logistics Trust	Neg	MLTSP 4.18 '49	25/11/2021	101.67	3.80	NR/Baa1/NR (Issuer)	UW	UW
Sembcorp Industries Ltd	N	SCISP 5 '49	21/08/2018	102.15	3.57	NR/NR/NR	N	N
Sembcorp Industries Ltd	N	SCISP 4.75 '49	20/05/2020	101.50	4.26	NR/NR/NR	UW	N
Singapore Post Ltd	N	SPOST 4.25 '49	02/03/2022	105.60	3.05	BBB+ /NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 7.00 '49	01/09/2017	100.50	6.21	NR/NR/NR	N	N

Financial Institutions - Capital Instruments

Australia & New Zealand Banking Group Ltd	N	ANZ 3.75 '27	23/03/2022	101.40	3.48	BBB+/A3/A+	N	N
Bank of East Asia Ltd/The	N	BNKEA 4.25 '22	13/09/2017	101.28	2.25	A-/Baa3/NR	N	N
BNP Paribas SA	N	BNP 4.3 '25	03/12/2020	102.45	3.67	BBB+/Baa3/A	N	N
BPCE SA	N	BPCEGP 4.45 '25	17/12/2020	101.50	4.17	BBB/Baa3/A-	N	N
BPCE SA	N	BPCEGP 4.5 '26	03/06/2021	101.00	4.37	BBB/Baa3/A-	N	N
DBS Bank Ltd	N	DBSSP 3.1 '23	14/02/2018	101.30	1.89	A+/Aa3/A+	N	N
DBS Bank Ltd	N	DBSSP 4.7 '49	22/11/2020	106.00	3.15	BBB/A3/BBB	N	N
DBS Group Holdings Ltd	N	DBSSP 3.8 '28	20/01/2023	104.15	3.07	NR/A2/A+	N	N
DBS Group Holdings Ltd	N	DBSSP 4.7 '49	03/06/2019	104.00	3.03	NR/A3/BBB	N	N
DBS Capital Funding II Corp	N	DBSSP 5.75 '49	15/06/2018	104.30	2.60	BBB/A3/BBB	N	N
Julius Baer Group Ltd	N	BAERVX 5.9 '49	18/11/2020	100.60	5.78	NR/Baa3/NR	OW	N
Julius Baer Group Ltd	N	BAERVX 5.75 '49	20/04/2022	100.40	5.70	NR/Baa3/NR	OW	N
Malayan Banking Bhd	N	MAYMK 6.0 '49	11/08/2018	104.25	3.26	BB+/Baa2/BB+	N	N
National Australia Bank Ltd	N	NAB 4.15 '28	19/05/2023	102.85	3.68	BBB+/A3/A+	N	N
Societe Generale SA	N	SOCGEN 4.3 '26	19/05/2021	101.80	3.88	BBB/Baa3/A-	N	N
United Overseas Bank Ltd	N	UOBSP 4.9 '49	23/07/2018	102.85	2.95	BBB-/A3/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 3.5 '26	22/05/2020	102.60	2.74	BBB+/A2/A+	N	N
United Overseas Bank Ltd	N	UOBSP 3.15 '22	11/07/2017	100.70	1.73	A+/Aa3/A+	N	N
United Overseas Bank Ltd	N	UOBSP 4.75 '49	19/11/2019	104.50	3.12	BBB-/A3/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 4.0 '49	18/05/2021	102.50	3.42	NR/A3/BBB	N	N
Westpac Banking Corp	N	WSTP 4.0 '27	12/08/2022	102.50	3.54	BBB+/A3/A+	N	N

Indicative prices from Bloomberg as of 2 February 2017

Explanation of Issuer Profile Rating

Positive (“Pos”) – The issuer’s credit profile is either strong on an absolute basis, or expected to improve over the next six months.

Neutral (“N”) – The issuer’s credit profile is fair on an absolute basis, or expected to improve / deteriorate to a fair level over the next six months.

Negative (“Neg”) – The issuer’s credit profile is either poor on an absolute basis, or expected to deteriorate to a poor level over the next six months.

Explanation of Bond Recommendation

Overweight (“OW”) – The performance of the issuer’s specific bond is expected to outperform the issuer’s other bonds, or the bonds of other issuers either operating in the same sector or in a different sector but with similar tenor over the next six months.

Neutral (“N”) – The performance of the issuer’s specific bond is expected to perform in line with the issuer’s other bonds, or the bonds of other issuers either operating in the same sector or in a different sector but with similar tenor over the next six months.

Underweight (“UW”) – The performance of the issuer’s specific bond is expected to underperform the issuer’s other bonds, or the bonds of other issuers either operating in the same sector or in a different sector but with similar tenor over the next six months.

Other

Suspension – We may suspend our issuer rating and bond level recommendation on specific issuers from time to time when OCBC is engaged in other business activities with the issuer. Examples of such activities include acting as a joint lead manager or book runner in a new issue or as an agent in a consent solicitation exercise. We will resume our coverage once these activities are completed.

Withdrawal (“WD”) – We may withdraw our issuer rating and bond level recommendation on specific issuers from time to time when corporate actions are announced but the outcome of these actions are highly uncertain. We will resume our coverage once there is sufficient clarity in our view on the impact of the proposed action.

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