

Monthly Credit View

Wednesday, 03 May 2017

Monthly Themes

- Trends from the previous month persisted through the first half of April, with 10-year US treasury yields hitting a low of 2.17% in mid-April, versus a recent peak of 2.63% mid-March. Reversal from the Trump reflation trade sustained the flattening of the treasury curve, though for the second half of April Macron's success during the first round of French elections helped spur a risk rally, causing longer end treasury yields to retrace part of the declines seen. All eyes will be on the second round of French elections to be held this weekend, with any upset win by far right candidate Marine Le Pen placing the sanctity of the Eurozone at risk, and potentially driving a reversal in risk appetite. Fund flows have largely remained supportive, with Emerging Market bond funds continuing to see inflows (USD8.4bn worth for the trailing 4 weeks ending 26/04/17).
- The Asia dollar (ex-Japan) primary market continues to hum, with April's total issuance of USD28.4bn adding to the cumulative USD106.4bn printed YTD (more than double the amount printed during the same period in 2016). The HY bucket eased lower to USD5.9bn, versus the record USD7.1bn printed the previous month. The bulk of issuance continues to flow from Chinese issuers, such as State Grid Corp's USD5bn multi-tranche issue. With onshore borrowing costs rising in China due to the government's attempts to de-leverage the financial sector¹, it remains to be seen if the higher domestic borrowing costs would drive further offshore issuance. It is worth noting that the Asia dollar primary market has broken trend with the broader dollar bond market, with total IG issuance up just 4% YTD to USD615.6bn, while total HY issuance was up 42% YTD to USD97bn. Stronger risk appetite has continued to drive JACI HY corporate yields tighter m/m to 6.43% (end-March 2017: 6.62%) while JACI IG corporate spreads remained little changed at 197bps. We remain cognizant that Chinese issues have been well supported by Chinese investors allocating offshore, and that such flows may reverse, causing yields to gap wider.
- April saw the resurrection of the SGD primary bond market, with SGD3.0bn priced during the month across 14 issues (compared to SGD1.3bn printed in March). Activity was also distinctly higher compared to the SGD1.75bn printed in April 2016 (across 9 issues), with issuers potentially capitalizing on the slump in rates to rush to market (despite the commencement of earnings season). The month saw a diverse set of issuers, such as foreign financials (Huarong Finance), Singapore's first green bond (City Development Ltd) as well as the return of smaller higher yielding issuers (Centurion Holdings). Though earnings season may curtail activity during the first half of May, it is likely that more deals will print in the second half, with rates still low, broker inventories lean and investor appetite healthy. Strong flows and inadequate supply continued to support secondary pricing in April, with yields grinding tighter. With valuations getting frothy and potential supply in the horizon, 1Q2017 earnings may provide the impetus for investors to take profit.
- In the SGD corporate bond space, events that occurred in April include the winding-up petition by Rickmers Maritime Trust (initiated after attempts to restructure its bonds failed), as well as the potential restructuring by Marco

Treasury Advisory

Corporate FX &

Structured Products

Tel: 6349-1888 / 1881

Interest Rate Derivatives

Tel: 6349-1899

Investments &

Structured Products

Tel: 6349-1886

GT Institutional Sales

Tel: 6349-1810

Andrew Wong

+65 6530 4736

WongVKAM@ocbc.com

Nick Wong Liang Mian, CFA

+65 6530 7348

NickWong@ocbc.com

Ezien Hoo, CFA

+65 6722 2215

EzienHoo@ocbc.com

Wong Hong Wei

+65 6722 2533

wonghongwei@ocbc.com

¹ OCBC Bank – Greater China – Week in Review (02/05/17)

Polo Marine (which just restructured and extended its bond maturities in October 2016). The month also ended with the release of 1Q2017 results for United Overseas Bank Ltd. (“UOB”) and DBS Group Holdings Ltd. (“DBS”) with improved performance q/q from either solid earnings momentum or lower allowances. Net interest margins improved q/q and capital ratios remain sound from earnings generation and active capital management. While loan quality issues remain and we are mindful of potential vulnerabilities within loan books, allowance coverage levels appear sound and we continue to see more upside than downside for financial institutions under our coverage for the remainder of 2017.

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: Hotel Properties Ltd, Century Sunshine Group Holdings Limited, OUE Limited, Bank of China Limited and Bank of East Asia.
- Conversely, we have resumed coverage on the following companies following the completion of OCBC’s engagement: Mapletree Industrial Trust and Frasers Centrepoint Limited.
- **Singapore Telecommunications Ltd (“SingTel”)**: On 20 April 2017, [we initiated coverage on SingTel](#) with a Positive Issuer Profile given that it is a telco market leader in several markets with solid credit metrics. From a position of strength, we expect SingTel to mitigate competition from the entry of TPG. We initiated STSP 3.487 ’20, STSP 2.58 ’20 and STSP 2.72 ’21 with a Neutral recommendation as we think it is around fair value offering 40-60bps above swaps.
- **Banyan Tree Holdings Ltd (“BTH”)**: On April 2017, [we initiated coverage on BTH](#) with a Neutral Issuer Profile. We think that the recent capital injections from Accor S.A. and China Vanke into BTH are credit positive as BTH’s net gearing (which spiked in FY15 to 0.7x) may fall to 0.4x while BTH may monetise its assets through sales to Banyan Tree China, which is a new entity in collaboration with China Vanke. While we had initiated BTHSP ’19s and ’20s with an Overweight recommendation, we are now Neutral the BTH curve as the bonds have tightened since our initiation.

Trade Ideas

- Originally Overweight on CROESP ’20s, we are now Neutral on the bonds as Croesus Retail Trust (“CRT”) is in preliminary discussion that may lead to a takeover. If CRT were to be delisted from the SGX, holders of CROESP ’20s may choose to redeem the bond at par plus accrued interest. For a similar yield in the property sector, we prefer CHIPEN ’21s.
- Following the issuance of USD200mn bond by Oxley Holdings Ltd priced at 6.375%, we no longer find its shorter dated SGD-denominated OHLSP ’19s and OHLSP ’20s attractive as they offer only 4.9% and 5.1% yield respectively.
- Despite the continued run up in the SGD bond market, we think LMRTSP ’49c21 still offers value at 5.85% YTC, which is attractive compared to FIRTSP ’49 (5.32% YTC) while the perpetuals of other REITs are trading below 4% YTC.
- In our [Credit Update on CWT on 20 Apr 2017](#), we lifted CWT’s curve back to Neutral as the bonds have widened 40-90bps since 4 April 2017 when we previously downgraded the curve to underweight.

Upcoming Bond Maturities – May 2017

Issuer Name	Ticker	Amount (SGD mn)	Maturity/Call Date*
ASIAN DEVELOPMENT BANK	ASIA	500	04/05/2017
YANLORD LAND GROUP LTD	YLLGSP	400	08/05/2017
UOL GROUP LTD	UOLSP	75	08/05/2017
CATHAY PAC MTN FINANCING	CATHAY	100	11/05/2017
GALLANT VENTURE LTD	GALVSP	120	12/05/2017
RICKMERS MARITIME	RMTSP	100	15/05/2017
OXLEY HOLDINGS LTD	OHLSP	150	16/05/2017
CHINA JINGYE CONSTRUCTIO	CHMETL	300	21/05/2017
CENTRAL CHN REAL ESTATE	CENCHI	200	26/05/2017
VIBRANT GROUP LTD	VIBGSP	100	29/05/2017
ROWSLEY LTD	ROWSSP	100	02/05/2017*
ASCENDAS INDIA TRUST	AITSP	65	02/05/2017*
HOTEL PROPERTIES LTD	HPLSP	150	04/05/2017*

(OCBC, Company, Bloomberg)

Current / Recent Reports From OCBC Credit Research

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

- Indonesia Bond Market (2 May 2017)
- SingTel: New Credit Review (20 April 2017)
- Banyan Tree: New Credit Review (20 April 2017)
- CWT Limited: Credit Update (20 April 2017)
- Olam International Limited: Credit Update (24 March 2017)
- Frasers Centrepoint Limited: New Credit Review (22 March 2017)
- Ezra Holdings Ltd: Credit Update (17 March 2017)
- Changes to Singapore's Companies Act - Implications for Corporate Restructuring (14 March 2017)
- Singapore Property: Sector Update (10 March 2017)
- Sabana Shari'ah REIT: Credit Update (9 March 2017)
- Ascendas Hospitality Trust: New Credit Review (8 March 2017)
- Yanlord Land Group Ltd: Credit Update (7 March 2017)
- Industrial REIT: Sector Update (24 February 2017)
- Oxley Holdings Ltd: New Credit Review (21 February 2017)
- Soilbuild REIT: Credit Update (14 February 2017)
- Global Logistics Properties: Credit Review (24 January 2017)
- Singapore 2017 Credit Outlook (6 January 2017)
- ASL Marine Holdings Ltd: Credit Update (3 January 2016)

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

China/HK property

CK Hutchison Holdings Ltd	N	CKHH 3.408 '18	20/07/2018	102.10	1.64	A-/A3/A- (Guarantor)	UW	UW
China Vanke Co Ltd	N	VNKRLE 3.275 '17	06/11/2017	100.70	1.86	BBB+/Baa1/BBB+ (Issuer)	N	N
Henderson Land Development	N	HENLND 4 '18	19/09/2018	103.07	1.74	NR/NR/NR	N	N
Hongkong Land Holdings	Pos	HKLSP 3.86 '17	29/12/2017	102.35	0.25	A/A2/NR	UW	UW
Hongkong Land Holdings	Pos	HKLSP 3.43 '20	14/05/2020	103.50	2.23	A/A2/NR	N	N
Wharf Holdings Ltd/The	Pos	WHARF 4.3 '18	28/10/2018	103.97	1.58	NR/NR/A- (Issuer)	UW	UW
Wharf Holdings Ltd/The	Pos	WHARF 4.5 '21	20/07/2021	107.70	2.56	NR/NR/A- (Issuer)	N	N
Wheelock & Co Ltd	Pos	WHEELK 4.5 '21	02/09/2021	107.01	2.77	NR/NR/NR	OW	N
Wing Tai Properties Ltd	Pos	WINGTA 4.25 '22	29/11/2022	104.00	3.45	NR/NR/NR	OW	OW
First Sponsor Group Ltd	N	FSGSP 4.0 '18	04/06/2018	96.00	8.11	NR/NR/NR	OW	OW
Perennial Real Estate Holdings Ltd	N	PREHSP 4.25 '18	16/03/2018	101.15	2.90	NR/NR/NR	N	UW
Perennial Real Estate Holdings Ltd	N	PREHSP 4.65 '18	23/10/2018	101.31	3.75	NR/NR/NR	OW	OW
Perennial Real Estate Holdings Ltd	N	PREHSP 4.90 '19	18/03/2019	102.45	3.53	NR/NR/NR	N	N
Perennial Real Estate Holdings Ltd	N	PREHSP 4.55 '20	29/04/2020	100.39	4.41	NR/NR/NR	OW	OW

Singapore property developers

CapitaLand Ltd	Pos	CAPLSP 3.78 '19	16/08/2019	104.25	1.86	NR/NR/NR	UW	N
CapitaLand Ltd	Pos	CAPLSP 4.35 '19	31/10/2019	105.90	1.90	NR/NR/NR	UW	N
CapitaLand Ltd	Pos	CAPLSP 4.3 '20	31/08/2020	106.70	2.19	NR/NR/NR	N	UW
CapitaLand Ltd	Pos	CAPLSP 3.8 '24	28/08/2024	105.35	2.98	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 2.45 '18	14/03/2018	100.87	1.42	NR/NR/NR	UW	UW
City Developments Ltd	Pos	CITSP 3.38 '19	20/03/2019	102.65	1.93	NR/NR/NR	N	UW
City Developments Ltd	Pos	CITSP 3.00 '20	02/04/2020	102.00	2.28	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.75 '22	06/07/2022	105.20	2.66	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.48 '23	03/04/2023	103.10	2.90	NR/NR/NR	N	N
City Developments Ltd	Pos	CITSP 3.78 '24	21/10/2024	104.10	3.16	NR/NR/NR	N	N
Chip Eng Seng Corporation Ltd	N	CHIPEN 4.75 '21	14/06/2021	101.00	4.48	NR/NR/NR	OW	OW
Frasers Centrepoint Ltd	N	FCLSP 3.7 '19	05/04/2019	102.10	2.57	NR/NR/NR	OW	-
Frasers Centrepoint Ltd	N	FCLSP 3.95 '21	07/10/2021	103.55	3.08	NR/NR/NR	N	-
Frasers Centrepoint Ltd	N	FCLSP 3.8 '22	28/06/2022	101.20	3.54	NR/NR/NR	OW	-
Frasers Centrepoint Ltd	N	FCLSP 4.25 '26	21/04/2026	101.88	4.00	NR/NR/NR	N	-
Frasers Centrepoint Ltd	N	FCLSP 4.15 '27	23/02/2027	100.60	4.07	NR/NR/NR	N	-
GuocoLand Ltd	Neg	GUOLSP 3.6 '17	07/08/2017	100.55	1.38	NR/NR/NR	N	N
GuocoLand Ltd	Neg	GUOLSP 3.4 '18	04/09/2018	101.13	2.55	NR/NR/NR	N	N
GuocoLand Ltd	Neg	GUOLSP 3.95 '19	01/04/2019	101.90	2.91	NR/NR/NR	N	N
GuocoLand Ltd	Neg	GUOLSP 4.1 '20	13/05/2020	102.30	3.29	NR/NR/NR	N	N
GuocoLand Ltd	Neg	GUOLSP 3.62 '21	30/03/2021	100.20	3.56	NR/NR/NR	N	N
GuocoLand Ltd	Neg	GUOLSP 4 '22	31/01/2022	101.50	3.65	NR/NR/NR	N	N
Hong Fok Corp Ltd	Neg	HFCSP 4.75 '18	24/01/2018	101.42	2.74	NR/NR/NR	N	N
Hong Fok Corp Ltd	Neg	HFCSP 4.75 '19	22/03/2019	101.55	3.88	NR/NR/NR	OW	OW
Oxley Holdings Ltd	N	OHLSP 5 '19	05/11/2019	100.16	4.93	NR/NR/NR	N	OW
Oxley Holdings Ltd	N	OHLSP 5.15 '20	18/05/2020	100.19	5.08	NR/NR/NR	N	OW
Wing Tai Holdings Ltd	N	WINGTA 4.0 '21	07/10/2021	103.70	3.10	NR/NR/NR	N	N
Wing Tai Holdings Ltd	N	WINGTA 4.5 '22	26/09/2022	105.50	3.37	NR/NR/NR	OW	OW
Wing Tai Holdings Ltd	N	WINGTA 4.25 '23	15/03/2023	103.85	3.52	NR/NR/NR	OW	OW
Wing Tai Holdings Ltd	N	WINGTA 4.7 '24	28/02/2024	105.55	3.77	NR/NR/NR	OW	OW
Aspial Corp. Ltd	Neg	ASPS 5.50 '18	27/11/2018	95.00	9.21	NR/NR/NR	N	N
Aspial Corp. Ltd	Neg	ASPS 5.05 '19	12/06/2019	92.00	9.34	NR/NR/NR	N	N
Aspial Corp. Ltd	Neg	ASPS 5.30 '20	01/04/2020	98.66	5.81	NR/NR/NR	UW	UW
Aspial Corp. Ltd	Neg	ASPS 5.25 '20	28/08/2020	98.71	5.68	NR/NR/NR	UW	UW

Indicative prices from Bloomberg as of 3 May 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	102.00	2.79	BBB-/NR/NR (Issuer)	UW	N
AIMS AMP REIT	N	AAREIT 4.35 '19	05/12/2019	101.90	3.57	BBB-/NR/NR (Issuer)	N	N
Ascendas Hospitality Trust	N	ASCHTS 3.3 '20	07/04/2020	101.65	2.71	NR/NR/NR	N	N
Ascendas REIT	N	AREIT 2.5 '19	16/05/2019	101.32	1.83	NR/A3/NR	UW	UW
Ascendas REIT	N	AREIT 2.95 '20	03/08/2020	101.70	2.40	NR/A3/NR	N	N
Ascendas REIT	N	AREIT 4 '22	03/02/2022	105.40	2.78	NR/A3/NR	N	N
Ascendas REIT	N	AREIT 3.2 '22	03/06/2022	101.50	2.88	NR/A3/NR	N	N
Ascott Residence Trust	N	ARTSP 4.3 '18	30/11/2018	103.95	1.74	NR/Baa3/NR	UW	UW
Ascott Residence Trust	N	ARTSP 4.205 '22	23/11/2022	105.70	3.08	NR/Baa3/NR	UW	UW
Cambridge Industrial Trust	N	CREISP 3.5 '18	05/11/2018	101.00	2.83	NR/Baa3/NR	N	N
Cambridge Industrial Trust	N	CREISP 4.1 '20	29/04/2020	102.95	3.06	NR/Baa3/NR	UW	UW
Cambridge Industrial Trust	N	CREISP 3.95 '20	21/05/2020	102.25	3.17	NR/Baa3/NR	UW	UW
Cambridge Industrial Trust	N	CREISP 3.95 '23	09/05/2023	102.14	3.55	NR/Baa3/NR	UW	UW
CapitaLand Commercial Trust	N	CCTSP 2.96 '21	13/08/2021	102.30	2.39	NR/A3/NR	UW	UW
CapitaLand Commercial Trust	N	CCTSP 2.77 '22	04/07/2022	101.30	2.50	A-/NR/NR	UW	UW
CapitaLand Mall Trust	N	CAPITA 3.15 '20	18/12/2020	102.85	2.33	NR/A2/NR	N	N
CapitaLand Mall Trust	N	CAPITA 3.75 '24	02/08/2024	105.50	2.90	NR/A2/NR	N	N
CapitaLand Mall Trust	N	CAPITA 3.48 '24	06/08/2024	103.40	2.96	NR/A2/NR	N	N
CapitaLand Mall Trust	N	CAPITA 3.5 '26	25/02/2026	102.25	3.20	NR/A2/NR	N	N
CapitaLand Mall Trust	N	CAPITA 3.35 '31	07/07/2031	100.50	3.31	NR/A2/NR	UW	UW
Croesus Retail Trust	N	CROESP 5 '20	13/04/2020	101.00	4.63	NR/NR/NR	N	OW
First REIT	N	FIRTSP 4.125 '18	22/05/2018	101.45	2.72	NR/NR/NR	UW	UW
Frasers Centrepoint Trust	N	FCTSP 2.9 '19	10/04/2019	101.35	2.18	BBB+/NR/NR	N	N
Frasers Centrepoint Trust	N	FCTSP 3 '20	21/01/2020	101.50	2.42	BBB+/NR/NR	OW	OW
Keppel REIT	N	KREITS 3.275 '24	08/04/2024	100.88	3.13	NR/NR/NR	N	-
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.48 '17	28/11/2017	101.30	2.14	NR/NR/NR	N	N
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.5 '18	23/11/2018	101.65	3.42	NR/NR/NR	OW	OW
Lippo Malls Indonesia Retail Trust	N	LMRTSP 4.1 '20	22/06/2020	100.50	3.93	NR/NR/NR	OW	OW
Mapletree Commercial Trust	N	MCTSP 2.65 '19	07/11/2019	101.30	2.11	NR/Baa1/NR	N	N
Mapletree Commercial Trust	N	MCTSP 3.6 '20	24/08/2020	104.35	2.22	NR/Baa1/NR	UW	UW
Mapletree Commercial Trust	N	MCTSP 3.2 '21	12/04/2021	103.00	2.40	NR/Baa1/NR	UW	N
Mapletree Commercial Trust	N	MCTSP 3.25 '23	03/02/2023	102.90	2.70	NR/Baa1/NR	UW	N
Mapletree Commercial Trust	N	MCTSP 3.11 '26	24/08/2026	100.35	3.07	NR/Baa1/NR	UW	UW
Mapletree Greater China Commercial Trust	N	MAGIC 3.2 '21	08/09/2021	100.75	3.01	NR/Baa1/NR	OW	OW
Mapletree Greater China Commercial Trust	N	MAGIC 3.43 '22	09/03/2022	101.25	3.15	NR/Baa1/NR	OW	OW
Mapletree Industrial Trust	N	MINTSP 3.75 '19	08/03/2019	103.50	1.81	NR/NR/BBB+	UW	-
Mapletree Industrial Trust	N	MINTSP 3.65 '22	07/09/2022	105.23	2.60	NR/NR/BBB+	UW	-
Mapletree Industrial Trust	N	MINTSP 3.02 '23	11/05/2023	101.50	2.75	NR/NR/BBB+	UW	-
Mapletree Industrial Trust	N	MINTSP 3.79 '26	02/03/2026	105.43	3.08	NR/NR/BBB+	UW	-
Sabana Industrial REIT	Neg	SSREIT 4.00 '18	19/03/2018	99.05	5.19	NR/NR/NR	N	N
Sabana Industrial REIT	Neg	SSREIT 4.25 '19	03/04/2019	95.87	6.58	NR/NR/NR	N	N
Soilbuild Business Space REIT	N	SBREIT 3.45 '18	21/05/2018	100.45	3.03	NR/Baa3/NR (Issuer)	N	N
Soilbuild Business Space REIT	N	SBREIT 3.6 '21	08/04/2021	99.00	3.88	NR/Baa3/NR	N	N
Starhill Global REIT	N	SGREIT 3.5 '21	26/02/2021	103.65	2.49	BBB+/NR/NR	UW	UW
Starhill Global REIT	N	SGREIT 3.4 '23	26/05/2023	102.00	3.04	BBB+/NR/NR	N	N
Suntec REIT	N	SUNSP 2.83 '18	12/11/2018	101.20	2.03	NR/Baa2/NR	N	N
Suntec REIT	N	SUNSP 3.35 '20	10/02/2020	102.00	2.59	NR/Baa2/NR	OW	OW
VIVA Industrial Trust	N	VITSP 4.15 '18	19/09/2018	100.50	3.80	BB+/Ba2/NR	N	UW

Offshore & Marine and Logistics

ASL Marine Holdings Ltd	Neg	ASLSP 4.75 '20	28/03/2020	75.00	17.31	NR/NR/NR	N	N
ASL Marine Holdings Ltd	Neg	ASLSP 5.35 '21	01/10/2021	50.00	29.24	NR/NR/NR	N	N
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 5.9 '19c17	08/11/2019	95.75	7.80	NR/NR/NR	OW	OW
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 4.65 '20c15	09/09/2020	84.50	10.24	NR/NR/NR	N	N
CMA CGM (Parent of Neptune Orient Lines)	N	NOLSP 4.4 '21c16	22/06/2021	79.50	10.67	NR/NR/NR	N	N
Ezion Holdings Ltd	Neg	EZISP 4.7 '19	22/05/2019	70.00	24.19	NR/NR/NR	N	N
Ezion Holdings Ltd	Neg	EZISP 4.875 '21	11/06/2021	55.00	24.00	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	5.00	2200.70	NR/NR/NR	WD	WD
Keppel Corp Ltd	N	KEPSP 3.1 '20	12/10/2020	102.00	2.49	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.145 '22	14/02/2022	101.05	2.91	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.725 '23	30/11/2023	103.20	3.18	NR/NR/NR	UW	UW
Keppel Corp Ltd	N	KEPSP 3.8 '27c22	23/04/2027	102.75	3.20	NR/NR/NR	UW	N
Keppel Corp Ltd	N	KEPSP 4 '42	07/09/2042	100.45	3.96	NR/NR/NR	N	N
Nam Cheong Ltd	Neg	NCLSP 5 '17	28/08/2017	20.00	1268.62	NR/NR/NR	N	N
Nam Cheong Ltd	Neg	NCLSP 6.5 '18	23/07/2018	18.00	358.10	NR/NR/NR	N	N
Nam Cheong Ltd	Neg	NCLSP 5.05 '19	26/08/2019	17.10	140.64	NR/NR/NR	N	N
Pacific Radiance Ltd	Neg	PACRA 4.3 '18	29/08/2018	20.00	266.78	NR/NR/NR	N	N
Sembcorp Industries Ltd	N	SCISP 3.7325 '20	09/04/2020	103.75	2.40	NR/NR/NR	UW	UW
Sembcorp Industries Ltd	N	SCISP 3.64 '24	27/05/2024	101.65	3.38	NR/NR/NR	UW	UW
Sembcorp Industries Ltd	N	SCISP 3.593 '26	26/11/2026	100.50	3.53	NR/NR/NR	UW	UW
Singapore Post Ltd	N	SPOST 3.5 '20	30/03/2020	104.50	1.90	BBB+ /NR/NR	UW	UW

Indicative prices from Bloomberg as of 3 May 2017

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

Others

BreadTalk Group Ltd	N	BREAD 4.6 '19	01/04/2019	103.05	2.94	NR/NR/NR	N	OW
Golden Agri-Resources Ltd	Neg	GGRSP 5.5 '18	27/04/2018	102.00	3.41	NR/NR/NR	UW	UW
CITIC Envirotech Ltd	N	CELSP 4.7 '18	29/04/2018	100.50	4.21	NR/NR/NR	N	N
Gallant Venture Ltd	Neg	GALVSP 7 '17	02/08/2017	99.75	7.91	NR/NR/NR	UW	UW
Gallant Venture Ltd	Neg	GALVSP 7 '18	06/04/2018	97.63	9.98	NR/NR/NR	UW	UW
G8 Education Ltd	N	GEMAU 5.5 '19	18/05/2019	101.50	4.71	NR/NR/NR	OW	OW
CWT Ltd	N	CWTSP 3.9 '19	18/04/2019	100.05	3.87	NR/NR/NR	N	UW
CWT Ltd	N	CWTSP 4.8 '20	18/03/2020	100.35	4.67	NR/NR/NR	N	UW
Olam International Ltd	N	OLAMSP 6.00 '18	10/08/2018	105.50	1.57	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 5.80 '19	17/07/2019	105.00	3.41	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 4.25 '19	22/07/2019	101.00	3.77	NR/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 6.00 '22	25/10/2022	103.00	5.36	NR/NR/NR	N	N
Banyan Tree Holdings Ltd	N	BTSP 5.35 '18	26/11/2018	99.25	5.94	NR/NR/NR	N	-
Banyan Tree Holdings Ltd	N	BTSP 5.75 '18	31/07/2018	100.13	5.72	NR/NR/NR	N	-
Banyan Tree Holdings Ltd	N	BTSP 4.875 '19	03/06/2019	97.00	6.44	NR/NR/NR	N	-
Banyan Tree Holdings Ltd	N	BTSP 4.85 '20	05/06/2020	93.75	7.14	NR/NR/NR	N	-
Singapore Telecommunications Ltd	Pos	STSP 3.4875 '20	08/04/2020	104.20	2.00	A+/Aa3/NR	N	-
Singapore Telecommunications Ltd	Pos	STSP 2.58 '20	24/09/2020	101.10	2.24	A+/Aa3/NR	N	-
Singapore Telecommunications Ltd	Pos	STSP 2.72 '21	03/09/2021	101.10	2.45	A+/Aa3/NR	N	-

Financial Institutions - Senior Issues

Australia & New Zealand Banking Group Ltd	N	ANZ 4 '25	12/02/2025	104.35	3.40	AA-/Aa2/NR	N	N
Bank of Communications Co Ltd/Hong Kong*	N	BOCOM 2.1 '17	24/07/2017	100.28	1.03	NR/A2/NR	N	N
BNP Paribas SA	N	BNP 2.765 '20	03/08/2020	101.54	2.36	NR/NR/A+	N	N
BPCE SA*	N	BPCEGP 2.305 '18	22/06/2018	100.89	1.69	A/A2/NR	N	N
CIMB Bank Bhd/Singapore*	N	CIMBMK 2.12 '18	30/06/2018	100.47	1.82	NR/A3/NR	N	N
DBS Group Holdings Ltd	N	DBSSP 2.78 '21	11/01/2021	102.04	2.24	NR/Aa2/AA-	N	N
Malayan Banking Bhd	N	MAYMK 2.08 '18	26/06/2018	100.50	1.79	NR/A3/NR	N	N
Westpac Banking Corp	N	WSTP 4.11 '25	15/04/2025	105.70	3.33	NR/Aa2/NR	N	N

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

Corporate perennials

Ascendas REIT	N	AREIT 4.75 '49	14/10/2020	105.55	3.03	NR/Baa2/NR	UW	UW
Ascott Residence Trust	N	ARTSP 5 '49	27/10/2019	103.50	3.51	NR/Baa3/NR (Issuer)	UW	UW
Ascott Residence Trust	N	ARTSP 4.68 '49	30/06/2020	103.50	3.50	NR/Baa3/NR (Issuer)	UW	UW
Ezion Holdings Ltd	Neg	EZISP 7 '49	19/11/2018	78.00	26.81	NR/NR/NR	N	N
First REIT	N	FIRTSP 5.68 '49	08/07/2021	101.35	5.32	NR/NR/NR	N	N
Frasers Hospitality Trust	Pos	FHREIT 4.45 '49	12/05/2021	102.30	3.83	NR/NR/NR	N	N
Frasers Centrepoint Ltd	N	FCLSP 4.88 '49	24/09/2019	102.70	3.67	NR/NR/NR	OW	-
Frasers Centrepoint Ltd	N	FCLSP 5 '49	09/03/2020	102.75	3.96	NR/NR/NR	OW	-
Genting Singapore Plc	Pos	GENSSP 5.125 '49	12/09/2017	100.65	3.21	NR/Baa2/BBB	N	N
Keppel REIT	N	KREITS 4.98 '49	02/11/2020	105.05	3.43	NR/NR/NR	UW	UW
Lippo Malls Indonesia Retail Trust	N	LMRTSP 7 '49	27/09/2021	104.35	5.85	NR/NR/NR	OW	OW
Mapletree Logistics Trust	Neg	MLTSP 5.375 '49	19/09/2017	101.40	1.47	NR/Baa3/NR	UW	UW
Mapletree Logistics Trust	Neg	MLTSP 4.18 '49	25/11/2021	103.804	3.28	NR/Baa1/NR (Issuer)	UW	UW
Sembcorp Industries Ltd	N	SCISP 5 '49	21/08/2018	102.85	2.76	NR/NR/NR	N	N
Sembcorp Industries Ltd	N	SCISP 4.75 '49	20/05/2020	103.15	3.65	NR/NR/NR	N	N
Singapore Post Ltd	N	SPOST 4.25 '49	02/03/2022	105.60	2.99	BBB+/NR/NR	UW	UW
Olam International Ltd	N	OLAMSP 7.00 '49	01/09/2017	100.50	5.24	NR/NR/NR	N	N

Financial Institutions - Capital Instruments

Australia & New Zealand Banking Group Ltd	N	ANZ 3.75 '27	23/03/2022	102.70	3.17	BBB+/A3/A+	N	N
Bank of East Asia Ltd/The	N	BNKEA 4.25 '22	13/09/2017	100.93	1.74	A-/Baa3/NR	N	N
BNP Paribas SA	N	BNP 4.3 '25	03/12/2020	102.80	3.51	BBB+/Baa2/A	N	N
BPCE SA*	N	BPCEGP 4.45 '25	17/12/2020	102.00	3.93	BBB/Baa3/A-	N	N
BPCE SA*	N	BPCEGP 4.5 '26	03/06/2021	102.00	4.03	BBB/Baa3/A-	N	N
DBS Bank Ltd	N	DBSSP 3.1 '23	14/02/2018	101.22	1.64	A+/A1/A+	N	N
DBS Bank Ltd	N	DBSSP 4.7 '49	22/11/2020	106.00	3.05	BBB/Baa1/BBB	N	N
DBS Group Holdings Ltd	N	DBSSP 3.8 '28	20/01/2023	105.50	2.80	NR/A3/A+	N	N
DBS Group Holdings Ltd	N	DBSSP 4.7 '49	03/06/2019	104.05	2.74	NR/Baa1/BBB	N	N
DBS Capital Funding II Corp*	N	DBSSP 5.75 '49	15/06/2018	104.10	2.07	BBB/Baa1/BBB	N	N
Julius Baer Group Ltd	N	BAERVX 5.9 '49	18/11/2020	104.45	4.58	NR/Baa3/NR	OW	OW
Julius Baer Group Ltd	N	BAERVX 5.75 '49	20/04/2022	104.40	4.80	NR/Baa3/NR	OW	OW
Malayan Banking Bhd	N	MAYMK 6.0 '49	11/08/2018	105.00	2.10	BB+/Baa2/BB+	N	N
National Australia Bank Ltd	N	NAB 4.15 '28	19/05/2023	104.05	3.42	BBB+/A3/A+	N	UW
Societe Generale SA	N	SOCGEN 4.3 '26	19/05/2021	102.50	3.70	BBB/Baa3/A-	N	N
United Overseas Bank Ltd	N	UOBSP 4.9 '49	23/07/2018	103.22	2.29	BBB-/Baa1/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 3.5 '26	22/05/2020	103.10	2.49	BBB+/A3/A+	N	N
United Overseas Bank Ltd	N	UOBSP 3.15 '22	11/07/2017	100.32	1.66	A+/A1/A+	N	N
United Overseas Bank Ltd	N	UOBSP 4.75 '49	19/11/2019	104.78	2.83	BBB-/Baa1/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 4.0 '49	18/05/2021	102.23	3.44	NR/Baa1/BBB	N	N
United Overseas Bank Ltd	N	UOBSP 3.5 '29	27/02/2024	102.50	3.12	NR/A3/A+	N	N
Westpac Banking Corp	N	WSTP 4.0 '27	12/08/2022	103.80	3.24	BBB+/A3/A+	N	N

* Issuer/Branch profile ratings are equal to parent issuer profile ratings

Upgrades
Downgrades
New

Indicative prices from Bloomberg as of 3 May 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.

This publication is solely for information purposes only and may not be published, circulated, reproduced or distributed in whole or in part to any other person without our prior written consent. This publication should not be construed as an offer or solicitation for the subscription, purchase or sale of the securities/instruments mentioned herein. Any forecast on the economy, stock market, bond market and economic trends of the markets provided is not necessarily indicative of the future or likely performance of the securities/instruments. Whilst the information contained herein has been compiled from sources believed to be reliable and we have taken all reasonable care to ensure that the information contained in this publication is not untrue or misleading at the time of publication, we cannot guarantee and we make no representation as to its accuracy or completeness, and you should not act on it without first independently verifying its contents. The securities/instruments mentioned in this publication may not be suitable for investment by all investors. Any opinion or estimate contained in this report is subject to change without notice. We have not given any consideration to and we have not made any investigation of the investment objectives, financial situation or particular needs of the recipient or any class of persons, and accordingly, no warranty whatsoever is given and no liability whatsoever is accepted for any loss arising whether directly or indirectly as a result of the recipient or any class of persons acting on such information or opinion or estimate. This publication may cover a wide range of topics and is not intended to be a comprehensive study or to provide any recommendation or advice on personal investing or financial planning. Accordingly, they should not be relied on or treated as a substitute for specific advice concerning individual situations. Please seek advice from a financial adviser regarding the suitability of any investment product taking into account your specific investment objectives, financial situation or particular needs before you make a commitment to purchase the investment product.

OCBC and/or its related and affiliated corporations may at any time make markets in the securities/instruments mentioned in this publication and together with their respective directors and officers, may have or take positions in the securities/instruments mentioned in this publication and may be engaged in purchasing or selling the same for themselves or their clients, and may also perform or seek to perform broking and other investment or securities-related services for the corporations whose securities are mentioned in this publication as well as other parties generally.

Co.Reg.no.:193200032W