

### Market Commentary

- The SGD swap curve bull-flattened yesterday, with shorter tenors trading at 0-1bps lower. Belly tenors traded 1-3bps lower while longer tenors traded 3-4bps lower.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS remained mostly unchanged at 136bps, and the Bloomberg Barclays Asia USD HY Bond Index average OAS widened 26bps to 652bps. The HY-IG Index Spread widened 26bps to 516bps.
- There were heavy flows in SGD corporates yesterday, including ESRCA 5.65%-PERPs, SUNSP 4.25%-PERPs, KITSP 4.3%-PERPs, SUNSP 3.8%-PERPs and STSP 3.3%-PERPs.
- Despite a jump of 5% in the consumer price index, the UST 10Y Yields slipped another 6bps to 1.43% as the strength in the CPI was largely driven by categories that have been heavily disrupted and remain under pressure from supply chain disruptions, supporting the idea that the spike in inflation is transitory.

### Credit Summary:

- There are no credit headlines for today.

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### Key Market Movements

|                       | 11-Jun | 1W chg<br>(bps) | 1M chg<br>(bps) |                           | 11-Jun   | 1W chg  | 1M chg  |
|-----------------------|--------|-----------------|-----------------|---------------------------|----------|---------|---------|
| iTraxx Asiax IG       | 84     | -4              | 5               | Brent Crude Spot (\$/bbl) | 72.52    | 1.70%   | 6.15%   |
| iTraxx SovX APAC      | 26     | 0               | 0               | Gold Spot (\$/oz)         | 1,898.27 | 0.35%   | 3.31%   |
| iTraxx Japan          | 46     | -1              | -1              | CRB                       | 212.19   | 2.27%   | 2.92%   |
| iTraxx Australia      | 59     | -1              | -1              | GSCI                      | 532.62   | 1.06%   | 2.26%   |
| CDX NA IG             | 50     | -2              | -3              | VIX                       | 16.1     | -10.75% | -18.11% |
| CDX NA HY             | 110    | 0               | 0               | CT10 (%)                  | 1.442%   | -11.15  | -17.98  |
| iTraxx Eur Main       | 48     | -2              | -2              |                           |          |         |         |
|                       |        |                 |                 |                           |          |         |         |
| iTraxx Eur XO         | 239    | -11             | -15             | AUD/USD                   | 0.775    | 0.19%   | -1.12%  |
| iTraxx Eur Snr Fin    | 57     | -2              | -4              | EUR/USD                   | 1.218    | 0.07%   | 0.23%   |
| iTraxx Eur Sub Fin    | 108    | -9              | -1              | USD/SGD                   | 1.323    | 0.09%   | 0.17%   |
| iTraxx Sovx WE        | 5      | 0               | -1              | AUD/SGD                   | 1.026    | -0.11%  | 1.27%   |
|                       |        |                 |                 |                           |          |         |         |
| USD Swap Spread 10Y   | -2     | 0               | 0               | ASX 200                   | 7,300    | 0.06%   | 2.86%   |
| USD Swap Spread 30Y   | -31    | -2              | -1              | DJIA                      | 34,466   | -0.32%  | -0.80%  |
| US Libor-OIS Spread   | 5      | 0               | -4              | SPX                       | 4,239    | 1.10%   | 1.21%   |
| Euro Libor-OIS Spread | -6     | 0               | -1              | MSCI Asiax                | 889      | -0.28%  | 3.03%   |
|                       |        |                 |                 | HSI                       | 28,739   | -0.78%  | 2.59%   |
| China 5Y CDS          | 36     | -2              | 0               | STI                       | 3,163    | -0.08%  | 0.58%   |
| Malaysia 5Y CDS       | 44     | -2              | 0               | KLCI                      | 1,580    | -1.13%  | 0.14%   |
| Indonesia 5Y CDS      | 74     | -1              | 0               | JCI                       | 6,108    | 0.26%   | 2.85%   |
| Thailand 5Y CDS       | 38     | -1              | -2              | EU Stoxx 50               | 4,096    | 0.41%   | 3.80%   |
| Australia 5Y CDS      | 15     | 0               | -12             |                           |          |         |         |

Source: Bloomberg

## Asian Credit Daily

### New Issues

- Bocom Leasing Management Hong Kong Co Ltd priced a USD500mn 3-year senior unsecured sustainability bond at T+92bps, tightening from IPT of T+135bps area.
- Hyundai Capital America priced a USD1.0bn 3-year senior unsecured bond at T+60bps, tightening from IPT of T+85bps area, a USD850mn 5-year senior unsecured bond at T+82bps, tightening from IPT of T+105bps area, and a USD850mn 7-year senior unsecured bond at T+97bps, tightening from IPT of T+125bps area.
- PCPD Capital Ltd priced a USD100mn re-tap of its PCPDC 5.125%'26s at 5.125%.

| Date       |   | Size     | Tenor            | Pricing |
|------------|---|----------|------------------|---------|
| 10-June-21 | Bocom Leasing Management Hong Kong Co Ltd | USD500mn | 3-year           | T+92bps |
| 10-June-21 | Hyundai Capital America                   | USD1.0bn | 3-year           | T+60bps |
|            |   | USD850mn | 5-year           | T+82bps |
|            |   | USD850mn | 7-year           | T+97bps |
| 10-June-21 | PCPD Capital Ltd                          | USD100mn | PCPDC 5.125%'26s | 5.125%  |

Source: OCBC, Bloomberg

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