

Market Commentary

- The SGD swap curve mostly bull-flattened last Friday. Belly tenors traded 4-6bps lower while longer tenors traded 6-7bps lower.
- The Bloomberg Barclays Asia USD IG Bond Index average OAS tightened 1bps to 135bps, and the Bloomberg Barclays Asia USD HY Bond Index average OAS tightened 3bps to 649bps. The HY-IG Index Spread tightened 4bps to 514bps.
- Flows in SGD corporates were heavy, with flows in LREIT 4.2%-PERPs, AIA 2.9%-PERPs, KITSP 4.3%-PERPs, SUNSP 3.8%-PERPs, STSP 3.3%-PERPs, KITSP 4.75%-PERPs and OLAMSP 4%'26s.
- Despite dipping to a three-month low of 1.43% early in the session, UST 10Y Yields recovered to gain 2bps from Thursday's close to 1.45% by the end of the day as the market deemed any spike in inflation to be transitory.

Credit Summary:

- There are no credit headlines for today.

Credit Research

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Key Market Movements

| | 14-Jun | 1W chg (bps) | 1M chg (bps) | | 14-Jun | 1W chg | 1M chg |
|-----------------------|--------|-----------------|-----------------|---------------------------|----------|--------|---------|
| iTraxx Asiax IG | 83 | -1 | -3 | Brent Crude Spot (\$/bbl) | 72.74 | 1.75% | 5.87% |
| iTraxx SovX APAC | 26 | -1 | -2 | Gold Spot (\$/oz) | 1,872.71 | -1.40% | 1.59% |
| iTraxx Japan | 46 | -2 | -4 | CRB | 212.25 | 0.93% | 4.40% |
| iTraxx Australia | 59 | -2 | -4 | GSCI | 532.03 | -0.32% | 3.31% |
| CDX NA IG | 49 | -2 | -4 | VIX | 15.65 | -4.69% | -16.80% |
| CDX NA HY | 110 | 0 | 1 | CT10 (%) | 1.460% | -10.84 | -16.81 |
| iTraxx Eur Main | 48 | -3 | -5 | | | | |
| | | | | | | | |
| iTraxx Eur XO | 236 | -13 | -28 | AUD/USD | 0.770 | -0.67% | -0.89% |
| iTraxx Eur Snr Fin | 56 | -3 | -6 | EUR/USD | 1.211 | -0.70% | -0.30% |
| iTraxx Eur Sub Fin | 108 | -9 | -1 | USD/SGD | 1.326 | -0.23% | 0.46% |
| iTraxx Sovx WE | 5 | 0 | -1 | AUD/SGD | 1.021 | 0.45% | 1.49% |
| | | | | | | | |
| USD Swap Spread 10Y | -2 | 1 | 1 | ASX 200 | 7,312 | 0.23% | 4.25% |
| USD Swap Spread 30Y | -30 | -1 | 1 | DJIA | 34,480 | -0.80% | 0.28% |
| US Libor-OIS Spread | 4 | -1 | -4 | SPX | 4,247 | 0.41% | 1.76% |
| Euro Libor-OIS Spread | -7 | 0 | -1 | MSCI Asiax | 892 | 0.21% | 5.24% |
| | | | | HSI | 28,842 | -0.26% | 2.91% |
| China 5Y CDS | 36 | -1 | -4 | STI | 3,158 | 0.22% | 3.37% |
| Malaysia 5Y CDS | 44 | -3 | -6 | KLCI | 1,575 | -0.97% | -0.47% |
| Indonesia 5Y CDS | 74 | -4 | -7 | JCI | 6,095 | 0.50% | 2.65% |
| Thailand 5Y CDS | 38 | -2 | -5 | EU Stoxx 50 | 4,127 | 0.91% | 2.72% |
| Australia 5Y CDS | 15 | 0 | -12 | | | | |

Source: Bloomberg

New Issues

- There were no new issues or mandates last Friday.

| 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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