

### Market Commentary

- The SGD SORA curve traded mostly lower yesterday, with shorter tenors trading 4-7bps lower (with the exception of 1Y which traded flat), belly tenors trading 7-8bps lower and 10Y trading 7bps lower.
- There were heavy flows in SGD yesterday, with flows in BNP 5.25%'32s, OCBCSP 4%-PERPs, BACR 8.3%-PERPs and ARASP 5.6%-PERPs.
- UST 10Y yields fell again by 10bps to 3.50% amidst a slew of economic data releases from the manufacturing and labour market front as well as further inflation prints. The headline Personal Consumption Expenditure ("PCE") price index, the Federal Reserve's ("Fed") preferred inflation barometer rose by 0.3% m/m in October and contributed to a 6% increase y/y while core PCE for October which excludes food and energy rose by 0.2% m/m and 5% y/y as both headline and core showed signs of slowing although still far above the Fed's long-term inflation target of 2%. Separately, the Institute for Supply Management's ("ISM") Purchasing Manager's Index ("PMI") came in at 49, marking its first contraction since May 2020 as the manufacturing sector slowed amidst aggressive rate hikes although per ISM the index would need to fall below 48.7 to signal a recession. Lastly, initial jobless claims for the week ended 26 November 2022 came in at 225,000, below prior week's revised reading of 241,000 and Bloomberg median estimates of 235,000 as the labour market remains tight.

### Credit Summary:

- There are no credit headlines today.

### Credit Research

**Andrew Wong, CESGA**

+65 6530 4736

[WongVKAM@ocbc.com](mailto:WongVKAM@ocbc.com)

**Ezien Hoo, CFA, CESGA**

+65 6722 2215

[EzienHoo@ocbc.com](mailto:EzienHoo@ocbc.com)

**Wong Hong Wei, CFA, CESGA**

+65 6722 2533

[WongHongWei@ocbc.com](mailto:WongHongWei@ocbc.com)

### Key Market Movements

	2-Dec	1W chg (bps)	1M chg (bps)		2-Dec	1W chg	1M chg
iTraxx Asiax IG	130	-8	-88	<b>Brent Crude Spot (\$/bbl)</b>	87.05	4.09%	-9.47%
iTraxx SovX APAC	26	-2	-11	<b>Gold Spot (\$/oz)</b>	1,798.24	2.47%	9.97%
iTraxx Japan	76	-4	-26	<b>CRB</b>	279.46	0.94%	-0.43%
iTraxx Australia	86	-6	-35	<b>GSCI</b>	620.92	0.98%	-4.37%
CDX NA IG	77	-1	-15	<b>VIX</b>	19.84	-2.51%	-23.28%
CDX NA HY	102	0	3	<b>CT10 (%)</b>	3.538%	-14.00	-56.29
iTraxx Eur Main	87	-2	-24				
iTraxx Eur XO	445	-8	-98	<b>AUD/USD</b>	0.680	0.73%	7.07%
iTraxx Eur Snr Fin	97	-2	-24	<b>EUR/USD</b>	1.051	1.13%	7.07%
iTraxx Eur Sub Fin	172	-3	-45	<b>USD/SGD</b>	1.354	1.70%	4.68%
iTraxx Sovx WE	5	0	0	<b>AUD/SGD</b>	0.921	0.90%	-2.24%
<b>USD Swap Spread 10Y</b>	-4	-2	-10	<b>ASX 200</b>	7,313	0.74%	4.67%
<b>USD Swap Spread 30Y</b>	-42	2	3	<b>DJIA</b>	34,395	0.59%	6.99%
<b>US Libor-OIS Spread</b>	32	0	1	<b>SPX</b>	4,077	1.22%	8.43%
<b>Euro Libor-OIS Spread</b>	246	5	25	<b>MSCI Asiax</b>	629	4.91%	15.82%
				<b>HSI</b>	18,783	6.88%	18.68%
<b>China 5Y CDS</b>	76	2	-38	<b>STI</b>	3,277	1.01%	4.34%
<b>Malaysia 5Y CDS</b>	72	-2	-30	<b>KLCI</b>	1,481	-1.40%	2.02%
<b>Indonesia 5Y CDS</b>	87	-8	-50	<b>JCI</b>	7,021	-0.84%	0.07%
<b>Thailand 5Y CDS</b>	58	-7	-29	<b>EU Stoxx 50</b>	3,985	0.57%	10.01%
<b>Australia 5Y CDS</b>	26	-1	-7				

Source: Bloomberg

## Asian Credit Daily

### New Issues

- Deyang Development Holdings Group Co Ltd priced a 3-year USD350mn senior unsecured sustainability bond at 7%, tightening from an IPT of 7.4% area.
- Kunming Rail Transit Group Co Ltd priced a 3-year USD253mn senior unsecured green bond at 8.5%, in line with its final guidance.
- The Industrial and Commercial Bank of China priced a 3-year USD300mn senior unsecured bond at a coupon rate of 4.69%.

Date	Issuer	Size	Tenor	Pricing
1-Dec-22	Deyang Development Holdings Group Co Ltd	USD350mn	3-year	7%
1-Dec-22	Kunming Rail Transit Group Co Ltd	USD253mn	3-year	8.5%
1-Dec-22	The Industrial and Commercial Bank of China	USD300mn	3-year	4.69%

Source: OCBC, Bloomberg

### Temporary Suspension

- Do note that our official coverage on **Credit Agricole SA** is temporarily suspended due to OCBC's other business.

## Treasury Research & Strategy

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### Macro Research

**Selena Ling***Head of Strategy & Research*[LingSSSelena@ocbc.com](mailto:LingSSSelena@ocbc.com)**Tommy Xie Dongming***Head of Greater China Research*[XieD@ocbc.com](mailto:XieD@ocbc.com)**Wellian Wiranto***Malaysia & Indonesia*[WellianWiranto@ocbc.com](mailto:WellianWiranto@ocbc.com)**Keung Ching (Cindy)***Hong Kong & Macau*[cindyckung@ocbcwh.com](mailto:cindyckung@ocbcwh.com)**Herbert Wong***Hong Kong & Macau*[herberthwong@ocbcwh.com](mailto:herberthwong@ocbcwh.com)**Ong Shu Yi***Environmental, Social & Governance (ESG)*[ShuyiOng1@ocbc.com](mailto:ShuyiOng1@ocbc.com)

### FX/Rates Strategy

**Frances Cheung***Rates Strategist*[FrancesCheung@ocbc.com](mailto:FrancesCheung@ocbc.com)**Christopher Wong***FX Strategist*[christopherwong@ocbc.com](mailto:christopherwong@ocbc.com)

### Credit Research

**Andrew Wong***Credit Research Analyst*[WongVKAM@ocbc.com](mailto:WongVKAM@ocbc.com)**Ezien Hoo***Credit Research Analyst*[EzienHoo@ocbc.com](mailto:EzienHoo@ocbc.com)**Wong Hong Wei***Credit Research Analyst*[WongHongWei@ocbc.com](mailto:WongHongWei@ocbc.com)

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