

Asian Credit Daily

16 June 2025

Market Commentary:

- The SGD SORA OIS curve traded lower last Friday with shorter tenors trading 2-3bps lower, belly tenors and 10Y trading 2bps lower.
- Flows in SGD corporates were heavy, with flows in AIA 3.58% '35s, CPIPGR 5.8%-PERP, SUNSP 4.48%-PERP, BACR 5.4%-PERP, HSBC 5.25%-PERP.
- New World Development Co. Ltd. ("New World") must pay USD5.05mn in interest on a dollar bond by Monday, facing a potential default if not paid within 14 days. With HKD210.9bn in liabilities, the company has delayed coupon payments on four perpetual notes, raising investor concerns. It is seeking to refinance a HKD87.5bn loan and has secured commitments for 87% of its target while exploring additional financing options to alleviate liquidity issues. This followed New World and its partners selling 138 apartments within a few hours at a discounted price last week in Hong Kong's sluggish real estate market.
- Bloomberg Asia USD Investment Grade spreads traded flat at 73bps and Bloomberg Asia USD High Yield spreads widened by 3bps to 475bps respectively. (Bloomberg, OCBC)
- There were no notable issuances in the Asiadollar and Singdollar markets last Friday.

Credit Summary:

- **Keppel Real Estate Investment Trust ("KREIT"):** Keppel REIT Management Limited, as manager of KREIT, announced that Ocean Properties LLP, a limited liability partnership in which KREIT holds a 79.9% interest has obtained a SGD470mn term loan facility and SGD45mn revolving credit facility. Ocean Properties LLP owns Ocean Financial Centre, an office tower in Raffles Place, Singapore.
- **Sembcorp Industries Ltd ("SCI"):** SCI announced that it has completed the acquisition of a 28.6% interest in Lion Power (2008) Pte. Ltd and now holds an effective stake of 50% in Senoko Energy Pte Ltd ("Senoko Energy").

Credit Headlines

Keppel Real Estate Investment Trust ("KREIT")

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Sembcorp Industries Ltd ("SCI")

- SCI announced that it has completed the acquisition of a 28.6% interest in Lion Power (2008) Pte. Ltd and now holds an effective stake of 50% in Senoko Energy Pte Ltd ("Senoko Energy").
- Separately, SCI through its wholly-owned renewables subsidiary, Sembcorp Green Infra Private Limited ("SGIPL") has been awarded its first 50MW Round-the-Clock power project from the Solar Energy Corporation of India ("SECI"). (Company)

Key Market Movements

	16-Jun	1W chg (bps)	1M chg (bps)		16-Jun	1W chg	1M chg
iTraxx Asiax IG	77	4	-2	Brent Crude Spot (\$/bbl)	74.9	11.7%	14.5%
				Gold Spot (\$/oz)	3,442	3.5%	7.4%
iTraxx Japan	65	4	3	CRB Commodity Index	310	2.8%	4.7%
iTraxx Australia	75	2	-2	S&P Commodity Index - GSCI	568	4.1%	6.6%
CDX NA IG	56	2	1	VIX	20.8	24.2%	20.8%
CDX NA HY	106	-0	-0	US10Y Yield	4.42%	-6bp	-6bp
iTraxx Eur Main	58	2	1				
iTraxx Eur XO	298	10	3	AUD/USD	0.648	-0.6%	1.2%
iTraxx Eur Snr Fin	62	2	0	EUR/USD	1.153	1.0%	3.3%
iTraxx Eur Sub Fin	107	4	-1	USD/SGD	1.283	0.3%	1.4%
				AUD/SGD	0.831	0.8%	0.2%
USD Swap Spread 10Y	-53	-1	-1	ASX200	8,557	0.5%	2.6%
USD Swap Spread 30Y	-87	-2	-1	DJIA	42,198	-1.3%	-1.1%
				SPX	5,977	-0.4%	0.3%
China 5Y CDS	47	1	-5	MSCI Asiax	777	-0.3%	1.9%
Malaysia 5Y CDS	46	2	-6	HSI	23,902	-1.2%	2.4%
Indonesia 5Y CDS	78	3	-5	STI	3,897	-1.0%	-0.0%
Thailand 5Y CDS	45	2	-7	KLCI	1,514	-0.4%	-3.7%
Australia 5Y CDS	11	0	-2	JCI	7,205	1.3%	1.4%
				EU Stoxx 50	5,290	-2.6%	-2.5%

Source: Bloomberg

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