

Daily Credit Snapshot

Market Commentary

- US stock market closed mixed, as market digested the geopolitical headlines and the patchy US economic data. S&P500 and Dow Jones refreshed new high before closing the session lower, while Nasdaq rose for the third straight session (S&P: -0.34%; Dow: -0.94%; NASDAQ: 0.16%). Housing-related and defense stocks fell as President Trump said to ban institutional investors from buying homes in US, and the defense companies to pay dividend or buy back stock. US treasury curve pivotally flattened, while dollar is trading tad firmer. Crude prices extended losses on the news that Venezuelan crude may continue its sales to US “indefinitely”. Meanwhile, precious metal prices, including gold, silver and platinum, all pulled back.
- The SGD SORA OIS curve traded lower yesterday with shorter tenors trading 2-3bps lower while belly tenors traded 3-4bps lower while 10Y traded 4bps lower.
- Flows in SGD corporates were heavy, with flows in STANLN 4.3%-PERP, BACR 4.65%-PERP, BACR 5.4%-PERP, LLCAU 3.9%-PERP, SUNSP 4.25%-PERP.
- Global Investment Grade spreads widened by 1bps to 77bps and Global High Yield spreads widened by 2bps to 260bps respectively.
- Bloomberg Global Contingent Capital Index tightened by 2bps to 233bps.
- Bloomberg Asia USD Investment Grade spreads traded flat at 62bps and Asia USD High Yield spreads tightened by 7bps to 354bps respectively. (Bloomberg, OCBC)

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Credit Summary:

Company	Ticker	Description
BNP Paribas SA	BNP	<ul style="list-style-type: none"> BNPP has been denied from throwing out a court award to three plaintiffs of around USD21mn as part of a civil class action and related individual actions that sought money damages for BNPP's processing of transactions with Sudanese entities subject to US sanctions. BNPP's next step is to appeal the court's decision. Following the initial news of the court's award, BNPP's shares fell ~11% on concerns that the eventual success of the claims of the three individual plaintiffs allows further proceedings under a 2024 court ruling that allows all refugees or asylees admitted by the United States who formerly lived in Sudan or South Sudan between November 1997 and December 2011 to proceed as a class. BNPP also has not provided for any eventual settlement or court fine. We will monitor developments but see no immediate impact to BNPP's fundamentals. (Bloomberg, OCBC) <p>Latest report: Credit Update – 04 September 2025</p>
Exxon Mobil Corp	XOM	<ul style="list-style-type: none"> XOM has announced that lower oil prices will negatively impact 4Q2025 earnings by USD800mn to USD1.2bn in the Upstream segment, although Energy Products margins will partially offset the lower Upstream segment profits by USD300mn to USD700mn, among other potential impacts shared. We will monitor developments but see no immediate impact to XOM's fundamentals. (Bloomberg, OCBC) <p>Latest report: Credit Update – 26 February 2025</p>
CapitaLand Investment Ltd	CLIVSG	<ul style="list-style-type: none"> Minority investment by CLI in Ally Logistic Property, a pioneer in smart logistics infrastructure in Asia. CLI sees this as complementing its wider logistics initiative and supports its expansion into high growth markets (e.g. Australia, Japan, United States). CapitaLand SEA Logistics Fund ("CSLF") commits SGD260mn for an automated logistics facility in Singapore: CSLF will acquire a 5.1-hectare site in Singapore to develop OMEGA 1 Singapore, which is CLI's first automated logistics facility, with an estimated total development cost of SGD260mn. The property is located at 19 Gul Lane in Jurong Industrial Estate. Occupancy in the area has remained over 90% in the past decade (end-2024: 96%). (Company, OCBC) <p>Latest report: Credit Update – 29 September 2025</p>
OUE Real Estate Investment Trust	OUECT	<ul style="list-style-type: none"> OUEIREIT clarified that while it is in exclusivity with respect to the acquisition of a partial stake in Salesforce Tower, Sydney, negotiations between the parties are currently still ongoing and parties have yet to enter into any binding agreement for the acquisition. Accordingly and at this juncture, there is no certainty that any transaction will materialise. This is in response to news reports in Australia that OUEIREIT is acquiring a stake in Salesforce Tower. Salesforce Tower is a 55-storey office building that completed in 2022. It is also the tallest office tower in Sydney. (Company, OCBC) <p>Latest report: Credit Update – 14 August 2025</p>

New Issues:

The total issuance volume for DM IG market was USD14.35bn yesterday.

Date	Issuer	Description	Currency	Size (mn)	Tenor	Final Pricing
07 Jan	Toyota Motor Credit Corp	Fixed	USD	750	2Y	T+32bps
07 Jan	Toyota Motor Credit Corp	FRN	USD	600	2Y	SOFR+45bps
07 Jan	Toyota Motor Credit Corp	Fixed	USD	750	5Y	T+52bps
07 Jan	Toyota Motor Credit Corp	Fixed	USD	500	10Y	T+67bps
07 Jan	Banque Federative du Credit Mutuel SA	Fixed	USD	1,500	5Y	T+85bps
07 Jan	Banque Federative du Credit Mutuel SA	Fixed	USD	750	10Y	T+97bps
07 Jan	T-Mobile USA Inc	Fixed	USD	1,150	10Y	T+87bps
07 Jan	T-Mobile USA Inc	Fixed	USD	850	30Y	T+103bps
07 Jan	Cooperatieve Rabobank UA/NY	Fixed	USD	400	2Y	T+28bps
07 Jan	Cooperatieve Rabobank UA/NY	FRN	USD	500	2Y	SOFR+41bps
07 Jan	Cooperatieve Rabobank UA/NY	Fixed	USD	500	5Y	T+47bps
07 Jan	Cooperatieve Rabobank UA/NY	FRN	USD	400	5Y	SOFR+70bps
07 Jan	BNP Paribas SA	Senior Non-Preferred Fixed-to-FRN	USD	1,500	8NC7	T+102bps

07 Jan	Bank of Montreal	Fixed-to-FRN	USD	1,100	6NC5	T+75bps
07 Jan	Niagara Mohawk Power Corporation	Fixed	USD	650	10Y	T+97bps
07 Jan	Niagara Mohawk Power Corporation	Fixed	USD	350	Tap of NGGLN 5.996% 07/03/55	T+107bps
07 Jan	Daimler Truck Finance North America LLC	Fixed	USD	600	3Y	T+67bps
07 Jan	Daimler Truck Finance North America LLC	Fixed	USD	400	5Y	T+83bps

Mandates:

- Korea Housing Finance Corp may issue USD-denominated Rule 144A/3c7/Reg S senior unsecured social notes offerings with expected tenor(s) of 3Y FRN and/or 5Y FXD.
- Dubai Aerospace Enterprise DAE Ltd may issue USD-denominated Rule 144A/Regulation S senior unsecured 7Y bond.

Key Market Movements

	8-Jan	1W chg (bps)	1M chg (bps)		8-Jan	1W chg	1M chg
iTraxx Asiax IG	65	0	1	Brent Crude Spot (\$/bbl)	60.1	-1.2%	-3.8%
				Gold Spot (\$/oz)	4,433	2.6%	5.8%
iTraxx Japan	55	-1	-1	CRB Commodity Index	300	-0.5%	-0.4%
iTraxx Australia	64	0	1	S&P Commodity Index - GSCI	550	0.4%	-0.9%
CDX NA IG	50	-0	-1	VIX	15.4	7.3%	-7.7%
CDX NA HY	108	0	0	US10Y Yield	4.13%	-4bp	-3bp
iTraxx Eur Main	50	-0	-3				
iTraxx Eur XO	242	-1	-13	AUD/USD	0.670	0.4%	1.1%
iTraxx Eur Snr Fin	53	-1	-4	EUR/USD	1.168	-0.6%	0.4%
iTraxx Eur Sub Fin	92	-1	-6	USD/SGD	1.284	0.1%	1.1%
				AUD/SGD	0.860	-0.3%	0.0%
USD Swap Spread 10Y	-38	-1	3	ASX200	8,721	0.1%	1.1%
USD Swap Spread 30Y	-68	-1	3	DJIA	48,996	1.3%	2.6%
				SPX	6,921	0.4%	1.1%
China 5Y CDS	41	-3	-2	MSCI Asiax	955	4.5%	5.6%
Malaysia 5Y CDS	38	-0	-1	HSI	25,986	1.4%	0.9%
Indonesia 5Y CDS	68	-0	-3	STI	4,736	1.9%	5.1%
Thailand 5Y CDS	38	-1	-2	KLCI	1,668	-0.7%	3.4%
Australia 5Y CDS	12	0	1	JCI	8,968	3.7%	3.0%
				EU Stoxx 50	5,924	2.2%	3.5%

Source: Bloomberg

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