

Daily Credit Snapshot

Market Commentary

- Inflation is showing signs of heating up in some of the larger global economies including US and India. US headline CPI rose 0.6% m/m in April from 0.9% in March, resulting in y/y reading of 3.8% versus 3.3% in March. Food CPI picked up 0.5% m/m after staying flat in March, while energy prices continued to rise by 3.8% m/m following an increase of 10.9% in March. Core CPI rose by a swifter 0.4% m/m from 0.2% in March, with y/y print at 2.8% versus 2.6% in March driven by shelter costs, which were up 0.6% m/m versus 0.3% in March. Fed funds futures increased pricings of a rate hike, to 20bps by the April 2027 meeting, versus 14bps priced at the start of the week. UST yields were higher across the curve, with the 10Y yield last seen at 4.46%. US equities closed mixed (S&P: -0.16%; NASDAQ: -0.71%; Dow: +0.11%) and the DXY index moved higher. Separately, according to a court filing, the Trump administration is in the process of refunding USD35.5bn in tariff collections as of 11 May, while “1,880 consolidated refunds have not been transmitted to the Treasury”. India’s headline CPI picked up to 3.5% y/y in April from 3.4% in March, albeit lower than expected (Consensus: 3.8%; OCBC: 3.5%). With USD/INR hitting a record high in trading Tuesday, imported inflation risks remain rife. But more noteworthy is that retail fuel prices at state owned pumps have been little changed since February underscoring rising price pressures even before transportation costs bite. Geopolitics remains front and centre, ahead of the meeting with President’s Xi and Trump. US Treasury Scott Bessent met Japanese FM Satsuki Katayama on 12 May, with Bessent reaffirming “the strong economic partnership between the United States and Japan”. Katayama noted that “we agreed that we are coordinating extremely well on recent market moves, including exchange rates.” UK Keir Starmer’s position remains on tenterhooks as calls for his resignation are growing.
- The SGD SORA OIS curve traded mixed yesterday with shorter tenors trading 1bps lower to 2bps higher while belly tenors traded 2-3bps higher and 10Y tenors traded 3bps higher.
- Flows in SGD corporates were heavy, with flows in OUESP 3.25% '33s, UOBSP 3%-PERP, BACR 5.4%-PERP, HSBC 5.25%-PERP.
- US Investment Grade spreads traded flat at 76bps and US High Yield spreads widened by 4bps to 267bps respectively.
- Bloomberg Global Contingent Capital Index widened by 2bps to 221bps.
- Bloomberg Asia USD Investment Grade spreads tightened by 1bps to 52bps and Asia USD High Yield spreads tightened by 4bps to 376bps respectively (Bloomberg, OCBC).

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Credit Summary:

Company	Ticker	Description
Commonwealth Bank of Australia	CBA	<ul style="list-style-type: none"> CBA reported 3QFY2026 cash NPAT of approximately AUD2.7bn, down 1% versus the 1H2026 quarterly average but up 4% y/y, with broadly flat operating income as volume growth and stable margins offset lower other income and fewer trading days. Net interest income increased 1%, supported by lending and deposit growth, while expenses rose modestly due to continued investment in technology and AI. While asset quality remains sound overall with the ratio of troublesome and non-performing exposures to total committed exposure at 0.94% as of 31 March 2026, some deterioration in loan quality was observed. As such, loan impairment expense rose to AUD316mn with a AUD200mn top-up in forward looking collective provisions reflecting macroeconomic uncertainty while individual provisions were flat. Consumer arrears increased modestly, with a more noticeable rise in personal loans, while corporate non-performing exposures edged higher but losses remain low. Capital and liquidity positions remain strong, with a CET1 ratio of 11.6%, LCR at 133% and NSFR at 116%, all comfortably above regulatory requirements. Balance sheet quality continues to be supported by strong deposit funding (79%). The tone of CBA management appears less constructive than prior periods considering the potential economic impact of supply chain disruptions, higher prices and still elevated interest rates on households and businesses. Balancing this remains CBA's solid domestic market positions and strong balance sheet as evidenced by lending and deposit growth in 3QFY2026 and its capital position remaining above the 10.25% Australian Prudential Regulation Authority ("APRA") minimum regulatory requirement. (Company, OCBC) <p>Latest report: Credit Update – 10 June 2025</p>
Genting Singapore Limited, Genting Overseas Holdings Limited	GENS, GENTMK	<ul style="list-style-type: none"> GENS's 1Q2026 results are disappointing with Adjusted EBITDA falling by 24% y/y to SGD179mn. While earnings are weaker-than-expected, we believe GENS's outlook to be supported by the largely stable tourism receipts expectation in 2026. Meanwhile, GENS's SGD6.8bn RWS 2.0 expansion plan (including SGD1.8bn that have already been spent, ~SGD5bn left to invest as of end-2025) on Resorts World Sentosa ("RWS") is underpinned by GENS's net cash of SGD3.2bn (as of end-2025) and earnings. The expansion plan is expected to improve the appeal of RWS and eventually earnings of GENS. GENS's 1Q2026 revenue fell 3% y/y to SGD607.6mn with gaming revenue falling by 8% y/y to SGD403.4mn, offset by 8% higher non-gaming revenue y/y of SGD204.1mn. The revenue decline was driven primarily by substantially weaker gaming volume. Reported EBITDA excluding non-recurring and non-operating items gain and losses ("Adjusted Reported EBITDA") fell 24% y/y to SGD179.0mn. Meanwhile, net profit fell 55% y/y to SGD65.2mn. While limited disclosures were made, GENS mentioned that the results were affected by the Middle East developments, which (1) pushed higher energy, freight and logistics expenses and (2) weighed travel demand and sentiments. Big contrast compared to MBS: As a comparison, 1Q2026 revenue and Adjusted Reported EBITDA of Las Vegas Sands Corp's ("LVS") Marina Bay Sands ("MBS") increased by 28% and 30% y/y to USD1.49bn (SGD1.90bn) and USD788mn (USD1.00bn) respectively. Per Singapore Tourism Board ("STB") data, 1Q2026 visitors gained 2.8% y/y to 4.43mn. That said, STB mentioned that tourism spending in 2026 is expected to

soften modestly y/y amidst geopolitical tensions and higher fuel costs. STB expects a modestly lower tourism receipt expectation of SGD SGD31bn – SGD32.5bn in 2026 (2025: SGD32.8bn).

- GENTMK is a holding company that owns a ~53% stake in GENS. Meanwhile, GENTMK is a wholly owned subsidiary of Genting Berhad. GENTMK does not have other active business other than its investment holdings in GENS. (Company, Inside Asian Gaming, OCBC)

Latest report: Credit Update – 15 October 2025

New Issues:

The total issuance volumes for APAC and DM IG markets yesterday were USD600mn and USD15.5bn respectively.

Date	Issuer	Description	Currency	Size (mn)	Tenor (Yr)	Final Pricing (%)
12 May	Westpac Banking Corp	Fixed, Subordinated, Tier 2	SGD	500	12NC7	3%
12 May	Liberty Utilities Co	Fixed	USD	650	5	T + 98bps
12 May	Liberty Utilities Co	Fixed	USD	500	10	T + 123bps
12 May	Constellation Energy Generation LLC	Fixed	USD	750	3	T + 55bps
12 May	Constellation Energy Generation LLC	Fixed	USD	600	5	T + 70bps
12 May	Constellation Energy Generation LLC	Fixed	USD	850	10	T + 88bps
12 May	Fortive Corp	Fixed	USD	600	5	T + 68bps
12 May	Fortive Corp	Fixed	USD	500	10	T + 83bps
12 May	ArcelorMittal SA	Fixed	USD	1,000	10	T + 102bps
12 May	Nordea Bank Abp	FRN, Senior Preferred	USD	300	3	SOFR+ 60bps
12 May	Nordea Bank Abp	FRN, Senior Preferred	USD	700	3	T + 42bps
12 May	ServiceNow Inc	Fixed	USD	750	2	T + 45bps
12 May	ServiceNow Inc	Fixed	USD	600	5	T + 70bps

12 May	ServiceNow Inc	Fixed	USD	650	7	T + 90bps
12 May	ServiceNow Inc	Fixed	USD	1,250	10	T + 105bps
12 May	ServiceNow Inc	Fixed	USD	750	30	T + 135bps
12 May	PayPal Holdings Inc	Fixed	USD	650	2	T + 60bps
12 May	PayPal Holdings Inc	Fixed	USD	800	5	T + 85bps
12 May	PayPal Holdings Inc	Fixed	USD	500	10	T + 110bps

Mandates:

- There were no notable mandates yesterday.



Key Market Movements

	13-May	1W chg (bps)	1M chg (bps)		13-May	1W chg	1M chg
iTraxx Asiax IG	73	0	-2	Brent Crude Spot (\$/bbl)	106.6	5.2%	7.2%
				Gold Spot (\$/oz)	4,697	0.1%	-0.9%
iTraxx Japan	62	-1	-0	CRB Commodity Index	405	4.3%	8.1%
iTraxx Australia	73	1	-3	S&P Commodity Index - GSCI	757	3.0%	5.8%
CDX NA IG	54	1	-1	VIX	18.0	3.5%	-5.9%
CDX NA HY	107	-0	0	US10Y Yield	4.46%	11bp	17bp
iTraxx Eur Main	58	2	-1				
iTraxx Eur XO	284	9	-12	AUD/USD	0.724	-0.0%	2.0%
iTraxx Eur Snr Fin	61	2	-3	EUR/USD	1.174	-0.1%	-0.2%
iTraxx Eur Sub Fin	100	4	-7	USD/SGD	1.272	-0.3%	0.1%
				AUD/SGD	0.920	-0.3%	-1.8%
USD Swap Spread 10Y	-43	-1	1	ASX200	8,639	-1.8%	-3.2%
USD Swap Spread 30Y	-74	-0	2	DJIA	49,761	0.9%	3.2%
				SPX	7,401	2.0%	7.5%
China 5Y CDS	42	-0	-2	MSCI Asiax	1,120	0.4%	13.2%
Malaysia 5Y CDS	35	-2	-6	HSI	26,389	0.7%	2.8%
Indonesia 5Y CDS	85	-1	-2	STI	4,989	1.2%	0.1%
Thailand 5Y CDS	50	-1	-0	KLCI	1,744	-0.7%	3.8%
Australia 5Y CDS	13	0	-1	JCI	6,732	-5.1%	-10.2%
				EU Stoxx 50	5,808	-1.0%	-1.6%

Source: Bloomberg

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