

## Daily Credit Snapshot

### Market Commentary

- The developments on US-Iran continue to dominate headlines. Hopes for US-Iran dialogue boosted sentiment after President Trump stated Tehran initiated contact to restart negotiations. More details of the weekend negotiations were also revealed. Iran reportedly offered a 5-year suspension to the nuclear enrichment program, while both sides discussed a longer-term ceasefire framework to extend the current deadline. The S&P 500 closed over 1% higher, posting the highest close since the Iran War began. Meanwhile, oil prices also pared back gains and fell back below USD100/barrel. Dollar softened alongside the UST yields, while gold finished the Monday session lower. The data calendar was relatively light on Monday. US existing home sales fell by 3.6% m/m to a nine-month low in March. China's credit data in March generally missed market expectation, amid weak bank loan extensions. Aggregate financing rose by RMB5.23tn in March, below the consensus of RMB5.55tn, while new yuan loan came in at RMB3.0tn during the month, below the consensus of RMB3.5tn. In parallel, M1 and M2 rose by slower pace of 8.5% y/y and 5.1% y/y respectively.
- The SGD SORA OIS curve traded higher yesterday with shorter tenors trading flat to 1bps higher while belly tenors and 10Y tenors traded 1bps higher.
- Flows in SGD corporates were heavy, with flows in BACR 4.65%-PERP, STSP 3.3%-PERP, PSASP 2.23% '35s, AIA 2.9%-PERP.
- US Investment Grade spreads tightened by 1bps to 79bps and US High Yield spreads widened by 1bps to 281bps respectively.
- Bloomberg Global Contingent Capital Index widened by 2bps to 242bps.
- Bloomberg Asia USD Investment Grade spreads traded flat at 62bps and Asia USD High Yield spreads widened by 6bps to 417bps respectively. (Bloomberg, OCBC)

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## Credit Summary:

Company	Ticker	Description
Keppel Ltd	KEPSP	<ul style="list-style-type: none"> <li>• KEPSP responded to substantial and relevant questions ahead of its annual general meeting. Key points in relation to the Middle East conflict and energy shock are as follows: <ul style="list-style-type: none"> <li>○ KEPSP has a limited direct exposure to the Middle East. KEPSP operates and maintains a solid waste management centre in Qatar, has an 18.2%-stake in Keppel Infrastructure Trust (“KITSP”, where KITSP has an investment in a Saudi Arabia gas pipeline) and rig charters in Saudi Arabia. These operations have not been directly impacted.</li> <li>○ For its power generation business, KEPSP’s gas supply is diversified, with most of the gas procured through piped natural gas from Malaysia and some international LNG cargoes.</li> <li>○ Around two-thirds of its electricity contracts are long-term contracts which provides some cushion against spark spread volatility. However, per KEPSP, if there is prolonged disruption to gas supply and an energy crunch, this could have significant impacts on Singapore and the region and where KEPSP would also be affected.</li> <li>○ More than 95% of KEPSP’s data centre leases are on power pass-through contracts, where tenants pay the actual electricity usage. (Company, OCBC)</li> </ul> </li> </ul> <p>Latest report: Credit Update – 16 April 2025</p>
Qantas Airways Ltd	QANAU	<ul style="list-style-type: none"> <li>• QANAU provided an update on its financial year ending 30 June 2026 (“FY2026”) outlook, given the conflict in the Middle East. Key points are as follows: <ul style="list-style-type: none"> <li>○ Jet fuel prices have more than doubled and remain highly volatile. QANAU has hedged ~90% of its 2HFY2026 exposure in crude oil but is largely exposed to movements in jet refining margins (difference in price between crude oil and refined jet fuel), which have increased from USD20 per barrel in February 2026 to a peak of ~USD120. The estimated fuel cost for 2HFY2026 is AUD3.1bn to AUD3.3bn. In FY2025 and 1HFY2026 QANAU reported fuel cost of AUD5.0bn and AUD2.6bn respectively.</li> <li>○ QANAU sees strong demand for international travel to Europe as customers seek alternative routes. In response, QANAU has redeployed capacity from the US and its domestic network to increase flights to Paris and Rome. QANAU has reduced domestic capacity in 4QFY2026 by ~5%.</li> <li>○ QANAU is working closely with the government and jet fuel suppliers who continue to provide confidence in fuel supply for the remainder of April and into May. (Company, OCBC)</li> </ul> </li> </ul> <p>Latest report: Credit Update – 03 February 2026</p>
Westpac Banking Corporation	WSTP	<ul style="list-style-type: none"> <li>• WSTP reported trading update for 1HFY2026 ended 31 March 2026. <b>Overall 1HFY2026 operating metrics remains stable though modestly wider credit losses are expected amidst geopolitical tensions and slower economic growth.</b></li> <li>• WSTP recorded (1) lending and deposit growth of 4% and 3% respectively h/h, (2) 2% decline in expenses, (3) stable core net interest margin and (4) improved CET1 capital ratio.</li> <li>• However, WSTP expects credit losses to widen amidst impacts of the Iran War on local economy. WSTP is expected to make a credit impairment charge of 10bps of average gross loan in 1HFY2026, higher than the 5bps impairment charge in FY2025</li> </ul>

		<p>(FY2024: 7bps). Meanwhile, the ratio of collectively assessed provision to credit risk-weighted assets is expected to rise to 129bps (Both September and December 2025: 125bps).</p> <ul style="list-style-type: none"> <li>The geopolitical uncertainty and interest rate volatility has also caused lower net interest margin (“NIM”) on Treasury and Markets net interest margin, which fell to 7bps in 2Q2026 in comparison to 15bps in 1Q2026. (Company, OCBC)</li> </ul> <p>Latest report: Credit Update – 10 June 2025</p>
<p>Goldman Sachs Group Inc/The</p>	<p>GS</p>	<ul style="list-style-type: none"> <li>GS reported 1QFY2026 results showing earnings beat as Global Banking and Markets net revenues came in at USD12.74bn (+19% y/y; estimates USD12.5bn). Investment banking fees increased 48% y/y to USD2.84bn. Relative to prior quarter, advisory, equity underwriting and debt underwriting all increased.</li> <li>FICC revenue of USD4.01bn (+7.8% y/y) missed consensus estimates of USD4.87bn with lower net revenues in interest rate products and mortgages and lower net revenues in credit products, partially offset by significantly higher net revenues in commodities and currencies.</li> <li>Provision for credit losses of USD315mn (+9.8% y/y) primarily reflected growth and impairments related to wholesale loans, relating to its corporate lending exposures.</li> <li>Total assets surged USD253bn during the quarter to USD2.06bn with the increase across trading assets, collateralized agreements and financings, loans and investments.</li> <li>GS returned USD6.38bn to shareholders in 1QFY2026 via share repurchases (USD5bn) and in dividends (USD1.38bn). Along with RWA expansion, CET1 fell to 12.5% (4QFY2025: 14.3%), still above the regulatory minimum of 9.5%. SLR dropped 60bps q/q to 4.6%.</li> <li>GS aims to further scale its private credit business with a target of USD300bn in AUM, with management emphasizing on its track record in rigorous underwriting and selective deployment. In 1QFY2026, GS raised USD10bn for private credit opportunities. Management noted elevated redemption at certain competitors’ managed funds which have primarily been driven by retail investors. GS’ private platform has over 80% of capital from institutional partners. (Bloomberg, Company Report)</li> </ul> <p>Latest update: Credit Update – 27 January 2026</p>

## New Issues:

The total issuance volumes for APAC and DM IG market yesterday were USD350mn and USD6.9bn respectively.

Date	Issuer	Description	Currency	Size (mn)	Tenor (Yr)	Final Pricing (%)
13 Apr	Goldman Sachs Group Inc/The	FRN	USD	500	4NC3	SOFR + 100bps
13 Apr	Goldman Sachs Group Inc/The	Fixed-to-FRN	USD	3,000	4NC3	T + 80bps
13 Apr	Goldman Sachs Group Inc/The	Fixed-to-FRN	USD	3,000	8NC7	T + 100bps

## Mandates:

- CIMIC Group Limited may issue USD-denominated 10Y fixed rate notes.
- Whitehaven Coal Limited may issue USD-denominated fixed rate notes.

## Key Market Movements

	14-Apr	1W chg (bps)	1M chg (bps)		14-Apr	1W chg	1M chg
iTraxx Asiax IG	75	-12	-5	Brent Crude Spot (\$/bbl)	97.9	-10.4%	-5.0%
				Gold Spot (\$/oz)	4,773	1.4%	-4.7%
iTraxx Japan	62	-7	-4	CRB Commodity Index	375	-1.8%	2.4%
iTraxx Australia	77	-9	-5	S&P Commodity Index - GSCI	716	-7.9%	-1.0%
CDX NA IG	55	-5	-5	VIX	19.1	-20.9%	-29.7%
CDX NA HY	107	1	1	US10Y Yield	4.28%	-1bp	0bp
iTraxx Eur Main	59	-8	-5				
iTraxx Eur XO	295	-38	-7	AUD/USD	0.709	1.6%	0.2%
iTraxx Eur Snr Fin	64	-8	-4	EUR/USD	1.177	1.5%	2.3%
iTraxx Eur Sub Fin	107	-15	-8	USD/SGD	1.273	0.8%	0.4%
				AUD/SGD	0.902	-0.9%	0.1%
USD Swap Spread 10Y	-44	1	8	ASX200	8,975	2.8%	4.2%
USD Swap Spread 30Y	-76	2	7	DJIA	48,218	3.3%	3.6%
				SPX	6,886	4.2%	3.8%
China 5Y CDS	43	-7	-5	MSCI Asiax	990	4.8%	3.3%
Malaysia 5Y CDS	40	-5	-6	HSI	25,770	2.6%	1.2%
Indonesia 5Y CDS	87	-8	-6	STI	5,013	1.1%	3.5%
Thailand 5Y CDS	51	-9	-0	KLCI	1,692	0.9%	-0.4%
Australia 5Y CDS	15	-0	-0	JCI	7,660	9.9%	7.3%
				EU Stoxx 50	5,905	3.7%	3.3%

Source: Bloomberg

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