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Daily Credit Snapshot

Market Commentary

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- US equities closed higher overnight, with the S&P500, Dow and Nasdaq all advancing (S&P: 0.8%, Dow: 0.8%, Nasdaq: 0.9%). The tech sector continued to drive the broader market amid the ongoing Trump-Xi summit in Beijing. Both the S&P500 and Nasdaq reached fresh record high. On the US-China front, President Trump and President Xi opened a two-day summit at the Great Hall of the People on Thursday. Trump arrived with a high-profile US business delegation that included key executives from Nvidia, Apple, Tesla, and Boeing. President Trump stated that ties between the two countries will be "better than ever." President Xi emphasised partnership between the two countries over rivalry but warned that the relationship would be in "great jeopardy" if the issue over Taiwan is not handled "properly". Xi also raised the prospect of avoiding the "Thucydides Trap." The summit agenda covers issues including trade, tariffs, export controls, Taiwan and Iran. The most concrete deliverable so far is Trump's announcement that China will order 200 Boeing aircrafts. Regarding Iran, a White House official said both sides agreed that the Strait of Hormuz must remain open and free of tolls. US Treasury official Scott Bessent, in an interview with CNBC, shared that China will use its influence over the Iranian leadership to reopen the Strait. He also highlighted China's interests in purchasing more US energy in response to the ongoing supply disruption in the Middle East. Disruptions in shipping lanes in the Strait continue after an Indian cargo vessel sank off Oman following a suspected drone or missile strike.

- The SGD SORA OIS curve traded flat to lower yesterday with shorter tenors trading flat while belly and 10Y traded 1bps lower.

- Flows in SGD corporates were moderate, with flows in WSTP 3% '38s, HSBC 5.25%-PERP.

- US Investment Grade spreads traded flat at 74bps, US High Yield spreads tightened by 4bps to 263bps and Bloomberg Global Contingent Capital Index tightened by 1bps to 220bps.

- Bloomberg Asia USD Investment Grade spreads traded flat at 52bps and Asia USD High Yield spreads tightened by 2bps to 376bps. (Bloomberg, OCBC).

Credit Summary:

Company	Ticker	Description
Singapore Airlines Ltd	SIASP	• SIA reported the second half and full year financial results for the financial year ending 31 March 2026 ("FY2026"). 2HFY2026 total revenue grew 8.0% y/y to SGD10.8bn, while passenger flown revenue grew 8.5% y/y, cargo revenue fell 1.3% y/y. • Revenue per Available Seat-Kilometre ("RASK") was 9.5 cents per ASK for 2HFY2026, higher than the 9.1 cents per ASK for 2HFY2025. Passenger load factor was 87.6%, somewhat higher than the 86.8% the year before. In contrast, passenger load factor was 82.4% while RASK was 7.5 cents per ASK in FY2020 (bulk of FY2020 covered the pre-pandemic period). Cargo load factor for 2HFY2026 was 56.1%, higher than the 54.9% a year before. Cargo yields were 3.5% y/y lower at 35.6 cents per ltk, though above FY2020's 30.5 cents per ltk. Air travel remains sustained despite the higher air fares, though the macro environment is uncertain. • Reported operating profit was markedly higher at SGD1.57bn in 2HFY2026 versus SGD913.5mn in 2HFY2025, with overall expenditure increasing by just 1.6% y/y. Net fuel cost was SGD2.48bn in 2HFY2026, lower than the SGD2.66bn in 2HFY2025. SIASP's 2HFY2026 fuel costs arising from the Middle East conflict was affected for one month in March. Net profit fell 53% y/y to SGD963.9mn, driven by absence of a one-off non-cash gain of SGD1.1bn in 2HFY2025 (from disposal of Vistara) and a larger share of losses of associated companies mainly attributable to the enlarged Air India of SGD453.1mn (2HFY2026: -SGD24.3mn) as well as a decline in interest income. For FY2026, management has assessed that there were indicators of impairment for the SIA Group's investment in enlarged Air India, triggered by challenging operating conditions and heightened geopolitical uncertainty. That said, ultimately no impairment was taken as the recoverable amount exceeded the carrying amount of investment. • SIASP has hedged around half of its fuel requirement for 9MFY2027. As at 1 May 2026, SIASP has hedged 29% of its fuel requirements using MOPS (average price of USD82/bbl) and another 17% using Brent (average price of USD68/bbl) for 1QFY2027. In 2QFY2027, 35% of fuel was hedged with MOPS (average price of USD93/bbl) and 14% with Brent (average price of USD67/bbl). For 3QFY2027 this is 22% MOPS (average price of USD108/bbl) and 28% Brent (average price of USD100/bbl). • Airlines globally have cut capacity arising from the Middle East conflict. With the exception of some flights to the Middle East and postponing commencement of its flights to Jeddah, SIASP did not cut capacity, instead, SIASP proactively reacted by adjusting its frequencies and capacity to capture demand from dislocated markets. Per management, across SIASP's network, jet fuel supply is stable for now. • Based on our EBITDA calculation, we find EBITDA at SGD2.86bn in 2HFY2026, higher by 34.1% y/y, with EBITDA/Interest healthy at 18.6x. Reported gross gearing was 0.62x as at 31 March 2026 (31 March 2025: 0.82x). SIASP has access to SGD3.3bn of undrawn committed lines of credit as at 31 March 2026, flat q/q while cash balance was SGD7.9bn. Sale in advanced of carriage remained high at SGD4.9bn as at 31 March 2026. With cash balances and access to undrawn lines still ample, we see short term refinancing risk as manageable with short term debt (including lease liabilities) at ~SGD2.40bn as at 31 March 2026. • Given the lack of a hinterland, a multi-hub strategy remains key for SIASP's growth and the company remains committed to its investment in the enlarged Air India. We will review SIA's credit profile if the actual amounts of further investment

		outlay to the enlarged Air India significantly diverge from what has been committed. (Company, OCBC) Latest report: Credit Update – 10 February 2026
Genting Singapore Limited, Genting Overseas Holdings Limited	GENS, GENTMK	• GENS released the transcript of annual general meeting. • **SGD4.8bn remaining capex for the coming years:** GENS' Resorts World Sentosa ("RWS") 2.0 transformation total capex commitment is SGD6.8bn (including ongoing maintenance capital expenditures) and ~SGD2bn spent so far, implying a remaining SGD4.8bn capex to be spent over the next few years. GENS currently holds a cash balance of SGD3.2bn as of end-2025, and the management intends to prioritise internal cash resources while keeping external financing as an option. RWS2.0 is expected to complete by 2030. • **Well positioned for casino licence renewal.** The next renewal cycle is due in early 2027. The last assessment was completed at end-2025, during which several new assets — Minion Land, Singapore Oceanarium and The Laurus were delivered. RWS continues to work closely with the Gambling Regulatory Authority of Singapore and described itself as well positioned for the next cycle. • **Accessibility disadvantages in comparison to MBS:** The management acknowledged location and accessibility disadvantages in comparison to Marina Bay Sands ("MBS") amidst losing gross gaming revenue ("GGR") market shares. The management confess that GENS will need spend significantly more effort and investment than if it were operating in a CBD location but noted that some of these challenges were being progressively addressed through the RWS 2.0 development. • **Addressing accessibility issues:** GENS and Sentosa Development Corporation are currently working closely together to address challenges relating to accessibility, as part of the RWS 2.0 transformation, which would deliver far greater accessibility to the integrated resorts, including its retail and commercial areas. Besides, the Management is focused on ensuring strong internal alignment, to position RWS as an experience-led resort. • GENTMK is the guarantor of GENTMK 7.625%-PERP and GENTMK 8.3%-PERP. 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, OCBC) Latest report: Credit Update – 15 October 2025

New Issues:

The total issuance volumes for APAC and DM IG markets yesterday were USD1.15bn and USD4.15bn respectively.

Date	Issuer	Description	Currency	Size (mn)	Tenor (Yr)	Final Pricing (%)
14 May	Credit Agricole SA	Fixed, Subordinated, Tier 2	SGD	325	12NC7	3.3%
14 May	Moneymax Treasure Pte Ltd (guarantor: MoneyMax Financial Services Ltd)	Fixed	SGD	30	Retap of its MMFSSP 5% '28s	5%
14 May	Nan Fung Treasury Ltd (guarantor: Nan Fung International Holdings Ltd)	Sustainability, Fixed	USD	500	10	T + 142bps
14 May	Gilead Sciences Inc	Fixed	USD	500	2	T + 28bps
14 May	Gilead Sciences Inc	Fixed	USD	1,000	3	T + 38bps
14 May	Gilead Sciences Inc	Fixed	USD	1,000	5	T + 48bps
14 May	Gilead Sciences Inc	Fixed	USD	500	8	T + 45bps

Mandates:

- There were no notable mandates yesterday.

Key Market Movements

	15-May	1W chg (bps)	1M chg (bps)		15-May	1W chg	1M chg
iTraxx Asiax IG	72	1	-2	Brent Crude Spot ($/bbl)	107.0	5.7%	12.7%
				Gold Spot ($/oz)	4,605	-2.3%	-3.9%
iTraxx Japan	62	0	-0	CRB Commodity Index	400	3.2%	7.6%
iTraxx Australia	74	2	-1	S&P Commodity Index - GSCI	743	1.5%	6.1%
CDX NA IG	53	0	-1	VIX	17.3	1.1%	-5.0%
CDX NA HY	108	1	1	US10Y Yield	4.52%	17bp	24bp
iTraxx Eur Main	56	-0	-0				
iTraxx Eur XO	274	-4	-9	AUD/USD	0.718	-0.9%	0.1%
iTraxx Eur Snr Fin	59	-0	-2	EUR/USD	1.165	-1.2%	-1.3%
iTraxx Eur Sub Fin	96	-1	-6	USD/SGD	1.278	-0.8%	-0.5%
				AUD/SGD	0.918	0.1%	-0.7%
USD Swap Spread 10Y	-43	-3	1	ASX200	8,624	-1.4%	-4.0%
USD Swap Spread 30Y	-75	-3	1	DJIA	50,063	0.9%	3.3%
				SPX	7,501	2.2%	6.8%
China 5Y CDS	41	-1	-2	MSCI Asiax	1,135	0.8%	10.9%
Malaysia 5Y CDS	35	-1	-4	HSI	26,160	-0.9%	0.8%
Indonesia 5Y CDS	85	1	1	STI	4,992	1.4%	-0.6%
Thailand 5Y CDS	50	1	1	KLCI	1,739	-0.5%	3.3%
Australia 5Y CDS	13	0	-1	JCI	6,723	-5.2%	-11.9%
				EU Stoxx 50	5,935	-0.6%	-0.1%

Source: Bloomberg

Disclaimers