Credit Week in Brief

OCBC Group Research

22 September 2026

Credit: Weekly Overview

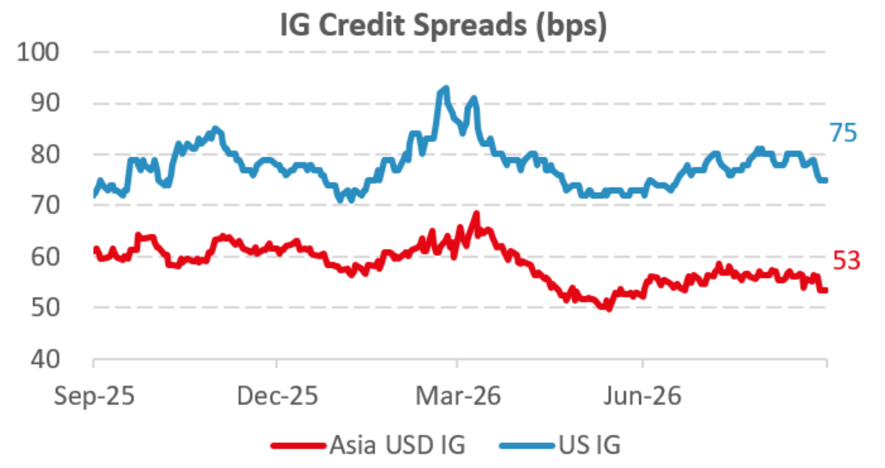
Higher for longer

- Last week was bumpy for credit following the first rate hike in three years by the Fed, though by end week, IG tightened w/w. HY widened w/w, though by end week it had partially retraced from wider intra-week levels.
- Primary market activity declined in Asiadollar to only USD3.3bn, as the Fed rate hike decision led issuers to stay by the sideline. This week though is expected to be busier with SoftBank Group Corp in the market for a jumbo deal where proceeds will be used to fund further investments into OpenAI and for general corporate purposes.
- The SGD Credit Universe saw total returns fall another 0.28%, with longer tenors and Tier 2s underperforming.

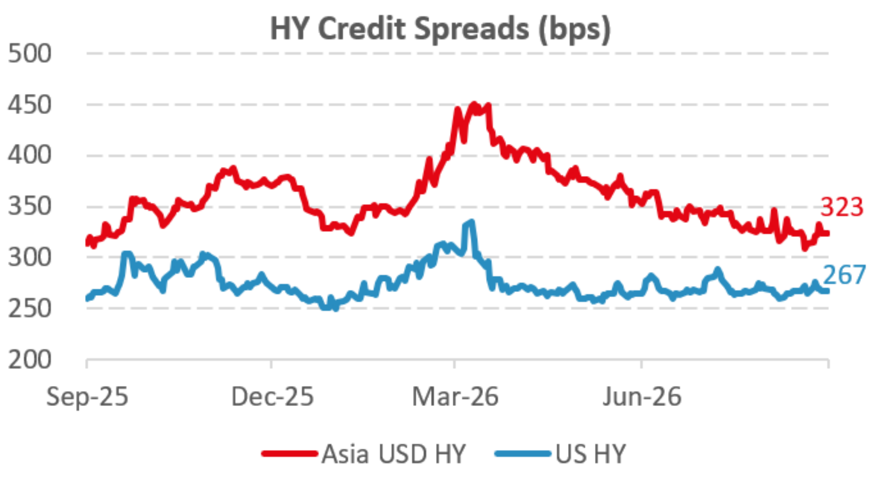
Indices	OAS Spread w/w Change (bps)	OAS Spread (bps)	Yield	Total Returns (w/w)
Asia USD IG	-2	53	5.46 %	0.02%
Asia USD HY	10	323	8.19 %	-0.28%
US IG	-3	75	5.77 %	0.13%
US HY	2	267	7.73 %	-0.28%

Note: w/w refers to the week of 11 September - 18 September

IG: US vs Asia(bps)



HY: US vs Asia (bps)



Source: Bloomberg, OCBC Group Research.

SGD Weekly Overview

SGD Credit again lower for another consecutive week, with longer tenors and Tier 2s underperforming

	Key Statistics			Total Returns				
	(1 Jan 2021 = 100)	Eff Mty	Market Cap	w/w	m/m	y/y	Since Jan 2021	YTD
By Tenor & Structure								
AT1S	119.3	2.9	$12,917m	-0.19%	-0.5%	2.1%	19.3%	1.67%
NON-FIN PERP	127.8	12.8	$12,492m	-0.19%	-0.4%	3.3%	27.8%	1.98%
TIER 2S & Other Sub	121.3	3.7	$19,832m	-0.38%	-1.0%	1.0%	21.3%	0.65%
LONGER TENORS (>9YRS)	104.6	20.5	$17,487m	-0.84%	-2.0%	-5.3%	4.6%	0.61%
MID TENORS (>3Y-9YRS)	114.4	4.8	$44,889m	-0.25%	-0.9%	0.0%	14.4%	0.43%
SHORT TENORS (1-3YRS)	117.2	1.7	$25,447m	-0.11%	-0.3%	1.6%	17.2%	1.12%
MONEY MARKET (<12M)	118.7	0.4	$12,663m	0.01%	0.0%	1.7%	18.7%	1.12%
By Issuer Profile Rating								
POS (2)	117.3	8.2Y	$9,858m	-0.41%	-1.0%	1.2%	17.3%	0.36%
N(3)	120.5	3.2Y	$26,922m	-0.22%	-0.7%	1.3%	20.5%	1.06%
N(4)	121.1	8.1Y	$19,492m	-0.23%	-0.6%	2.1%	21.1%	1.36%
N(5)	119.8	2.9Y	$7,630m	-0.10%	-0.4%	1.8%	19.8%	1.18%
OCBC MODEL PORTFOLIO	131.0	13.8Y	$6m	-0.27%	-0.5%	2.8%	31.0%	1.68%
SGD Credit Universe	115.6	6.1Y	$145,728m	-0.28%	-0.8%	0.4%	15.6%	0.90%

Source: Bloomberg, OCBC Group Research (full description in SGD Credit Outlook 2023, pg lxi)

Credit: Top Happenings within our Coverage (USD)

Profit Guidance

Bank of America Corp ("BAC")

- At the Barclay's Annual Global Financial Services Conference, CEO Moynihan guided for a weak fee outlook for 3QFY2026, mentioning investment banking fees are expected to be weaker 10-20% y/y, to USD1.6-1.8bn. In addition, sales and trading revenue will be flat y/y. This compares to 2QFY2025 which saw a 50% increase in IB fees and 33% increase in trading revenue. However, its consumer business remains resilient with 6% y/y spending growth and stable credit quality.

AXA SA ("AXA")

- AXA held its investor day and announced its 2027-29 financial targets including 7-9% EPR CAGR over 2026-29, 15-17% ROE over 2027-29, ~EUR25bn cumulative upstreamed cash over 2027-29 and a total payout ratio of 75%.
- Capital and earnings remain robust. The company targets a strong Solvency II ratio, supported by 25–30ppt of annual capital generation and expects 2026 underlying EPS growth and ROE at the upper ends of their respective 6–8% and 14–16% target ranges.
- Growth is focused on core insurance franchises and cross-selling. The company targets market-share gains in P&C retail, SME/mid-market and Life & Health, while managing softer commercial pricing and maintaining disciplined underwriting. Scaling AXA XL's
- Asia client base across other business lines is expected to generate EUR500–700mn of recurring annual pre-tax benefits by 2029.

Source: Company, OCBC Group Research.

Credit: Top Happenings within our Coverage (USD)

Industry Outlook – US Banks

Key Takeaways from the Barclays Global Financial Services Conference

- Banks remain constructive on the operating environment despite higher rates and geopolitical uncertainty. Management commentary pointed to resilient corporate and consumer activity, continued loan growth and little evidence of broad-based credit stress.
- Capital-markets momentum remains healthy but uneven. JPMorgan guided to mid-to-high-teens growth in 3Q26 investment-banking fees and Markets revenue, compared with more moderate growth at Citigroup and softer sequential activity at Morgan Stanley. In contrast, Bank of America expects investment-banking fees of USD1.6–1.8bn, below market expectations, highlighting the advantage of larger and more diversified franchises.
- Bank-specific growth and self-help initiatives provide additional earnings upside. Wells Fargo expects broader franchise and loan growth following the removal of its asset cap, while Citigroup raised its 2026 RoTCE outlook to modestly above 11%, supported by revenue growth and structural efficiency improvements despite accelerating investment spending.

Source: Company, OCBC Group Research.

Credit: Top Happenings within our Coverage (USD)

Fundraising and Tender Offer

PTT Global Chemical PCL ("PTTGC")

- PTTGC is offering unsubordinated and unsecured debentures of THB17bn in two tranches (7-year at 2.65%, 10-year at 3%) aimed at managing company capital structure and liquidity management. The debentures will be offered in three tranches: 14-15 September 2026 for existing debenture holders, 16-17 September for senior citizens, and 18 & 21 September for the general public.

Exxon Mobil Corporation ("XOM")

- XOM announced an offer to purchase for cash, all of the outstanding USD1.1bn PXD 1.9% '30s and USD1.0bn PXD 2.15% '31s bonds issued by Pioneer Natural Resources Company ("PXD"), XOM's wholly owned subsidiary. XOM completed the acquisition of PXD in May 2024. At the end of the expiry of the offer, the principal amount tendered on the PXD 1.9% '30s was ~USD570.4mn and for the PXD 2.15% '31s this was ~USD615.6mn.

Source: Company, Bloomberg, MarketScreener, The Edge, OCBC Group Research.

Credit: Top Happenings within our Coverage (USD / SGD)

Change in Policy

PTT Global Chemical PCL (“PTTGC”)

- Thailand’s Energy Policy Committee mandated a reduction to the refinery-gate prices for high-speed diesel by THB4.00/litre, effective between 16 September 2026 to 31 October 2026. This was done in an effort to reduce fuel shortages and price volatility as the conflict in the Middle East continues affecting the supply of crude oil. This mandate is likely to impact revenues. We will continue to monitor the situation and any impact that it may have on the company’s credit.

Mergers & Acquisitions

Commerzbank AG (“CMZB”), UniCredit SpA (“UniCredit”)

- UniCredit Chief Executive Officer Andrea Orcel had his first discussions with German Finance Minister Lars Klingbeil on UniCredit’s actions to take over CMZB. Talks were reportedly constructive according to both parties.
- Mr Klingbeil conveyed the government’s key positions that CMZB remain an important player in financing the German economy and Germany's small and medium-sized businesses and that CMZB remains a publicly listed company headquartered in Frankfurt.
- Mr Klingbeil also highlighted the government’s interest in CMZB’s more than 40,000 employees. Both sides have agreed to continue discussions. (Bloomberg, Company, OCBC)

Source: Company, Bloomberg, OCBC Group Research.

Credit: Upcoming SGD Maturities

September 2026

Issuer	Ticker	Amt. Outstanding (SGDmn)	Coupon	Maturity Date	Call Date	Reset Date
Rikvin Capital Pte Ltd	RIKCAP	100	5%	30/09/2026	30/09/2025	-

OCBC

Source: Bloomberg, OCBC Group Research.

Credit: New Issues in SGD

Slow issuance in the SGD credit primary market

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
14 Sep	Frasers Property Treasury Pte Ltd (guarantor: Frasers Property Ltd)	Fixed	SGD	40	10.5	3.5%

Source: Bloomberg, OCBC Group Research.

Credit: APAC (Asia) Notable New Issues

APAC primary market activity totaled USD3.33bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor (yr)	Final Pricing
14 Sep	Newcastle Coal Infrastructure Group Pty Ltd (guarantor: NCIG Holdings Pty Ltd)	Fixed, 1st lien	USD	500	10	T + 160bps
15 Sep	Sony Life Insurance Co Ltd	Fixed, Subordinated	USD	700	30NC10	7.125%
17 Sep	Bank of Maharashtra/Gift City	Fixed	USD	500	5	T + 130bps

OCBC

Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD51.5bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
14 Sep	Aon North America Inc / Aon Global Holdings Plc (guarantor: Multiple Guarantors)	Fixed	USD	2,000	3	T + 63bps
14 Sep	Aon North America Inc / Aon Global Holdings Plc (guarantor: Multiple Guarantors)	Fixed	USD	3,000	5	T + 83bps
14 Sep	Aon North America Inc / Aon Global Holdings Plc (guarantor: Multiple Guarantors)	Fixed	USD	2,000	7	T + 93bps
14 Sep	Aon North America Inc / Aon Global Holdings Plc (guarantor: Multiple Guarantors)	Fixed	USD	2,750	10	T + 103bps
14 Sep	Aon North America Inc / Aon Global Holdings Plc (guarantor: Multiple Guarantors)	Fixed	USD	1,000	12	T + 115bps
14 Sep	Aon North America Inc / Aon Global Holdings Plc (guarantor: Multiple Guarantors)	Fixed	USD	750	20	T + 108bps
14 Sep	Aon North America Inc / Aon Global Holdings Plc (guarantor: Multiple Guarantors)	Fixed	USD	2,000	30	T + 115bps

OCBC

Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD51.5bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
14 Sep	CDW LLC / CDW Finance Corp (guarantor: CDW Corp/DE)	Fixed	USD	600	3	T + 100bps
14 Sep	CDW LLC / CDW Finance Corp (guarantor: CDW Corp/DE)	Fixed	USD	500	Long 5	T + 130bps
14 Sep	CDW LLC / CDW Finance Corp (guarantor: CDW Corp/DE)	Fixed	USD	400	7	T + 150bps
14 Sep	Deutsche Bank AG/New York NY	FRN, Sr Preferred	USD	500	3NC2	SOFR+ 72bps
14 Sep	Deutsche Bank AG/New York NY	Fixed-to-FRN	USD	2,000	3NC2	T + 63bps
14 Sep	Hyundai Capital America	Fixed	USD	1000	3	T + 70bps
14 Sep	Hyundai Capital America	Fixed	USD	500	5	T + 85bps
15 Sep	Var Energi ASA	Fixed	USD	750	5	T + 95bps
15 Sep	Var Energi ASA	Fixed	USD	750	3	T + 80bps
15 Sep	Var Energi ASA	Fixed	USD	1,000	10	T + 125bps

Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD51.5bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
15 Sep	Analog Devices Inc	Fixed	USD	1,000	10	T + 80bps
15 Sep	Analog Devices Inc	Fixed	USD	500	5	T + 55bps
15 Sep	Analog Devices Inc	Fixed	USD	1,000	7	T + 70bps
15 Sep	Analog Devices Inc	Fixed	USD	500	3	T + 35bps
15 Sep	Xylem Inc/NY	Fixed	USD	500	Long 5	T + 65bps
15 Sep	Xylem Inc/NY	Fixed	USD	500	Long 10	T + 85bps
15 Sep	Xylem Inc/NY	Fixed	USD	500	3	T + 50bps
17 Sep	Citigroup Inc	Fixed	USD	3,500	6NC5	T + 80bps
17 Sep	Citigroup Inc	Fixed	USD	4,500	11NC10	T + 93bps
17 Sep	Citigroup Inc	FRN	USD	500	3NC2	SOFR+67.700bps
17 Sep	Citigroup Inc	Fixed	USD	3,500	3NC2	T + 60bps

Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD51.5bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
17 Sep	Wells Fargo & Co	Fixed-to-Floating	USD	2,500	4NC3	T + 62bps
17 Sep	Wells Fargo & Co	Fixed-to-Floating	USD	3,500	11NC10	T + 90bps
17 Sep	RWE Finance US LLC	Fixed	USD	750	5	T + 85bps
17 Sep	RWE Finance US LLC	Fixed	USD	750	10	T + 110bps

OCBC

Source: Bloomberg, OCBC Group Research.

Disclaimers

This report is solely for information purposes and general circulation only and may not be published, circulated, reproduced or distributed in whole or in part to any other person without our prior written consent. This report should not be construed as an offer or solicitation for the subscription, purchase or sale of the securities/instruments mentioned herein or to participate in any particular trading or investment strategy. Any forecast on the economy, stock market, bond market and economic trends of the markets provided is not necessarily indicative of the future or likely performance of the securities/instruments. Whilst the information contained herein has been compiled from sources believed to be reliable and we have taken all reasonable care to ensure that the information contained in this report is not untrue or misleading at the time of publication, we cannot guarantee and we make no representation as to its accuracy or completeness, and you should not act on it without first independently verifying its contents. The securities/instruments mentioned in this report may not be suitable for investment by all investors. Any opinion or estimate contained in this report is subject to change without notice. We have not given any consideration to and we have not made any investigation of the investment objectives, financial situation or particular needs of the recipient or any class of persons, and accordingly, no warranty whatsoever is given and no liability whatsoever is accepted for any loss arising whether directly or indirectly as a result of the recipient or any class of persons acting on such information or opinion or estimate. This report may cover a wide range of topics and is not intended to be a comprehensive study or to provide any recommendation or advice on personal investing or financial planning. Accordingly, it should not be relied on or treated as a substitute for specific advice concerning individual situations. Please seek advice from a financial adviser regarding the suitability of any investment product taking into account your specific investment objectives, financial situation or particular needs before you make a commitment to purchase the investment product. In the event that you choose not to seek advice from a financial adviser, you should consider whether the investment product mentioned herein is suitable for you. Oversea-Chinese Banking Corporation Limited ("OCBC Bank"), Bank of Singapore Limited ("BOS"), OCBC Securities Private Limited ("OSPL") and their respective related companies, their respective directors and/or employees (collectively "Related Persons") may or might have in the future, interests in the investment products or the issuers mentioned herein. Such interests include effecting transactions in such investment products, and providing broking, investment banking and other financial or securities related services to such issuers as well as other parties generally. OCBC Bank and its Related Persons may also be related to, and receive fees from, providers of such investment products. There may be conflicts of interest between OCBC Bank, BOS, OSPL or other members of the OCBC Group and any of the persons or entities mentioned in this report of which OCBC Bank and its analyst(s) are not aware due to OCBC Bank's Chinese Wall arrangement. This report is intended for your sole use and information. By accepting this report, you agree that you shall not share, communicate, distribute, deliver a copy of or otherwise disclose in any way all or any part of this report or any information contained herein (such report, part thereof and information, "Relevant Materials") to any person or entity (including, without limitation, any overseas office, affiliate, parent entity, subsidiary entity or related entity) (any such person or entity, a "Relevant Entity") in breach of any law, rule, regulation, guidance or similar. In particular, you agree not to share, communicate, distribute, deliver or otherwise disclose any Relevant Materials to any Relevant Entity that is subject to the Markets in Financial Instruments Directive (2014/65/EU) ("MiFID") and the EU's Markets in Financial Instruments Regulation (600/2014) ("MiFIR") (together referred to as "MiFID II"), or any part thereof, as implemented in any jurisdiction. No member of the OCBC Group shall be liable or responsible for the compliance by you or any Relevant Entity with any law, rule, regulation, guidance or similar (including, without limitation, MiFID II, as implemented in any jurisdiction).

The information provided herein may contain projections or other forward looking statements regarding future events or future performance of countries, assets, markets or companies. Actual events or results may differ materially. Past performance figures are not necessarily indicative of future or likely performance.

Privileged / confidential information may be contained in this report. If you are not the addressee indicated in the message enclosing the report (or responsible for delivery of the message to such person), you may not copy or deliver the message and/or report to anyone. Opinions, conclusions and other information in this document that do not relate to the official business of OCBC Bank, BOS, OSPL and their respective connected and associated corporations shall be understood as neither given nor endorsed.

Co.Reg.no.: 193200032W

Additional disclosures and disclaimers applicable only to clients of Bank of Singapore Limited

This material is being made available to you through an arrangement between Bank of Singapore Limited (Co Reg. No.: 197700866R) ("BOS") and Oversea-Chinese Banking Corporation Limited ("OCBC Bank") (Co Reg. No.: 193200032W). BOS and OCBC Bank shall not be responsible or liable for any loss (whether direct, indirect or consequential) that may arise from, or in connection with, any use of or reliance on any information contained in or derived from this material, or any omission from this material, other than where such loss is caused solely by BOS' or OCBC Bank's wilful default or gross negligence.

The DIFC Branch of BOS has not conducted or produced any research contained in this material and is acting solely as a conduit in forwarding it to you.

For BOS clients in the United Kingdom:

This research has been prepared by OCBC Bank and made available to BOS. It is intended solely for informational purposes and does not constitute investment advice, a personal recommendation, or an offer or solicitation to buy or sell any financial instruments. Any payments or non-monetary benefits received or paid will be fully disclosed in accordance with applicable regulations, promptly and transparently, and will not influence the advice or services offered to you. If you would like more information about any inducements received, please contact your Relationship Manager.

Cross Border Disclaimer and Disclosures

Please refer to https://www.bankofsingapore.com/Disclaimers_and_Disclosures.html for cross-border marketing disclaimers and disclosures.

OCBC