Credit Week in Brief

OCBC Group Research

15 September 2026

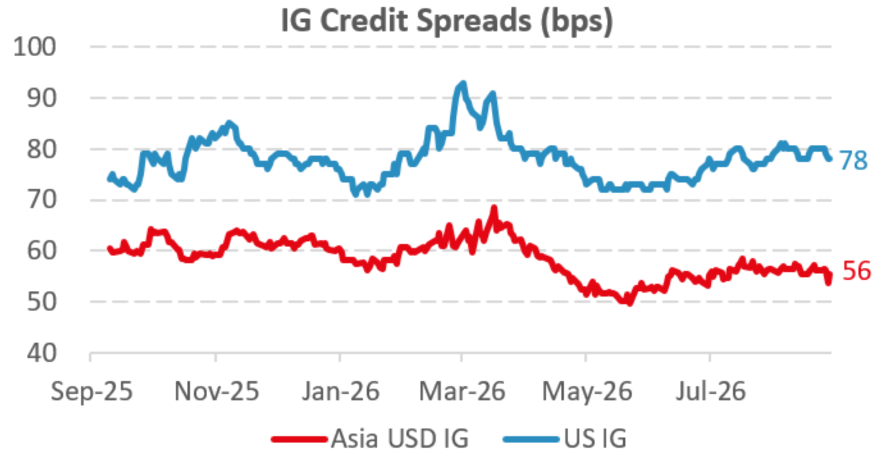
Credit: Weekly Overview

Rates shock, not a credit shock

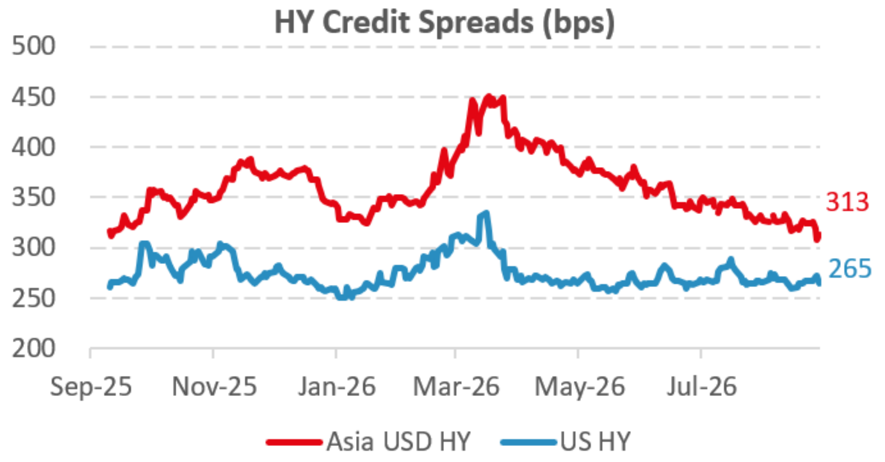
- **Credit spreads were calm and tightened last week** despite UST 1-10Y curve rising by 18bps to 27bps w/w. Total returns were negative across all indices due to the higher UST yields.
- **Asia and DM issuance remained active** with issuance of USD12bn and USD60bn last week. The largest Asian issuers were MUFG (USD3.5bn), CBAAU (USD3bn), KAMPOS (USD1bn) and MIZUHO (USD1bn). The largest DM issuers were GSK (USD6.5bn), UBS (USD6bn), DELL (USD5bn), TEVA (USD3.2bn) and VW (USD3.0bn).
- **The SGD Credit Universe saw total returns fell another 0.18%** w/w, with largest drop in mid to longer tenors amidst higher SGD SORA.

Indices	OAS Spread w/w Change (bps)	OAS Spread (bps)	Yield	Total Returns (w/w)
Asia USD IG	-1	56	5.40 %	-0.86%
Asia USD HY	-11	313	7.99 %	-0.26%
US IG	-2	78	5.74 %	-0.93%
US HY	-2	265	7.62 %	-0.54%

IG: US vs Asia(bps)



HY: US vs Asia (bps)



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Source: Bloomberg, OCBC Group Research.

SGD Weekly Overview

SGD Credit down for another consecutive week, with largest drop in mid to longer tenors (SORA +~12bps w/w)

	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	119.5	2.9	$12,993m	0.06%	-0.3%	2.6%	19.5%	1.86%
NON-FIN PERP	128.1	12.4	$12,937m	0.03%	-0.2%	3.8%	28.1%	2.18%
TIER 2S & Other Sub	121.8	3.7	$19,935m	-0.11%	-0.6%	1.6%	21.8%	1.04%
LONGER TENORS (>9YRS)	105.5	20.6	$17,672m	-0.67%	-1.5%	-3.7%	5.5%	1.46%
MID TENORS (>3Y-9YRS)	114.7	4.8	$45,081m	-0.25%	-0.7%	0.5%	14.7%	0.69%
SHORT TENORS (1-3YRS)	117.3	1.7	$25,502m	-0.07%	-0.2%	1.8%	17.3%	1.24%
MONEY MARKET (<12M)	118.7	0.4	$13,277m	0.01%	0.0%	1.7%	18.7%	1.12%
By Issuer Profile Rating								
POS (2)	117.7	8.2Y	$9,898m	-0.07%	-0.7%	1.9%	17.7%	0.78%
N(3)	120.8	3.3Y	$27,010m	-0.08%	-0.5%	1.7%	20.8%	1.28%
N(4)	121.4	8.1Y	$19,603m	-0.02%	-0.4%	2.5%	21.4%	1.59%
N(5)	119.9	2.9Y	$7,638m	-0.04%	-0.2%	2.1%	19.9%	1.29%
OCBC MODEL PORTFOLIO	131.4	13.8Y	$6m	0.00%	-0.2%	3.5%	31.4%	1.95%
SGD Credit Universe	115.9	6.1Y	$147,397m	-0.18%	-0.5%	1.0%	15.9%	1.18%

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

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

Mergers & Acquisitions

- **Sembcorp Industries Ltd ("SCISP"):** SCISP has mutually agreed with CleanCurrent Renewable Energy Inc. to **cancel its proposed SGD105mn acquisition of Puente Al Sol Inc**., citing prevailing market conditions and evolving strategic priorities. This is not a surprise, with the deal announced in January 2025 yet still incomplete 20 months later.
- **Fosun International Ltd ("FOSUNI"):** FOSUNI's indirect subsidiary Fosun Pharma Singapore sold 9.9mn shares of Gland Pharma Limited (~6.00% of its total shares) for ~USD294mn. The sale is not expected to have any impact on FOSUNI's financial condition, either as a gain or loss, subject to audit.
- **Commonwealth Bank of Australia ("CBA"): CBA's 45%-owned Colonial First State ("CFS"),** the AUD5bn+ wealth manager in which KKR holds 55%, **is being pursued by Brookfield Corp**, with the proposal now under review by Brookfield's investment committee. Any potential sale of CFS is expected to have a **negligible credit impact on CBA**.
- **Santos Ltd ("STOAU"):** STOAU has executed a binding agreement to **buy an additional 3.3% participating interest (post State back-in) in PRL15**, the permit covering the Elk and Antelope gas fields in Papua New Guinea, and in the Papua LNG project from TotalEnergies SE ("TTEFP") **for ~USD189mn**. The purchase is conditional on regulatory approvals and a final investment decision, planned for 4Q2026.
- **PTT Global Chemical PCL ("PTTGC") / Thai Oil PCL ("TOP"): PTTGC and TOP could benefit as Abu Dhabi National Oil Company reportedly explores investing in PTT group refineries, possibly with long-term crude supply agreements**. A tie-up could diversify feedstock, strengthen supply security and lift refinery utilisation. That said, talks are preliminary.

Source: Company, OCBC Group Research.

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

Financial Institutions

- **Agricultural Bank of China Ltd ("AGRBK") / Bank of China Ltd ("BCHINA") / China Construction Bank Corp ("CCB") / Industrial & Commercial Bank of China Ltd ("ICBCAS"): AGRBK (RMB130bn)** and **ICBCAS (RMB70bn)** are among **recipients of RMB300bn in capital from China's Ministry of Finance**, after a 2025 RMB520bn round including BCHINA and CCB. CET1 ratios for AGRBK, BCHINA, CCB, and ICBCAS reported recently in its 1H2026 results continue to be above regulatory minimum requirements despite YTD declines as risk-weighted asset growth exceeded capital generation.
- **Westpac Banking Corp ("WSTP"):** WSTP plans to **expand loan securitisation with private credit investors and superannuation funds to free up capital.** Management noted capital, funding and risk concentration limits constrain lending capacity. This comes amid rising regulatory scrutiny of private credit after Bathla Group failed owing over AUD3.3bn to non-bank lenders. We will monitor the terms of any programmes
- **Royal Bank of Canada ("RY") / The Toronto-Dominion Bank ("TD") / The Bank of Nova Scotia ("BNS"):** RY, TD and BNS **maintained positive credit outlooks** at the Scotiabank Financials Summit, citing **limited tariff exposure despite Canada-US trade tensions.** RY's ROE topped 18% with CET1 at 13.5%, BNS hit its 14% ROE target two years early, and TD's ROE of 16% is ahead of target with anti-money laundering remediation on schedule. Canada's regulator will hold the domestic stability buffer at 3%.

Source: Company, OCBC Group Research.

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

Financial Institutions

- **National Australia Bank Ltd ("NAB"):** NAB has finalised a restructuring of its Corporate and Institutional Banking division, its second-largest profit generator. Almost 68 bankers, including senior client-facing sector heads, were reassigned or made redundant per the Australian Financial Review, though net departures were ~8 after redeployments. This follows NAB's August plan to combine origination and sales functions, including loan syndication, underwriting and debt capital markets, to simplify operations.

Source: Company, OCBC Group Research.

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

Others

- **Mapletree Logistics Trust ("MLTSP"):** MLTSP **priced its debut offshore renminbi bond, a CNY500mn** (~SGD94mn) 3-year issue with a 2.1% coupon, with net proceeds for general corporate purposes including refinancing existing borrowings. Per MLTSP, the bond offers competitive financing while diversifying its funding sources and investor base. MLTSP also agreed to **divest a small property in Victoria, Australia for AUD28.0mn** (~SGD25.2mn), against total assets of SGD13.8bn as at 30 June 2026.
- **Temasek Holdings (Private) Limited ("TEMASE"):** TEMASE is accountable to the Government for its overall portfolio and long-term performance, but not for individual investment decisions by itself or its portfolio companies, said Senior Minister K Shanmugam. The Government's role is to ensure professional management and let it decide free from untoward pressure. His remarks follow questions, including in Parliament, over the Air India investment of Singapore Airlines Ltd ("SIASP"), which is 51%-owned by TEMASE.
- **Microsoft Corp ("MSFT"): MSFT plans to more than triple its data centre capacity to over 38GW by 2032 from ~12GW today**, easing shortages that have become its biggest growth bottleneck and forced it to restrict cloud subscriptions in some regions. This supports Azure and AI revenue growth but entails substantial capital commitments, and we expect MSFT to return to the bond market for the first time since June 2024. Key risks include overbuilding and opposition to new sites.

Source: Company, OCBC Group Research.

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

Others

- **European Insurance Industry: Natural catastrophe risk is growing more frequent and complex with Swiss Re expecting losses to rise 5% to 7% annually and European wildfire losses 8% to 11%.** Rising claims alongside softening reinsurance prices thin reinsurers' buffers, while primary insurers gain from cheaper reinsurance but may face higher retentions and earnings volatility. Credit fundamentals remain sound for well-capitalised insurers, though pricing and risk discipline matter more.
- **Woodside Energy Group Ltd ("WDSAU"):** WDSAU's Chief Operating Officer International, Mr Daniel Kalms, intends to leave, with Mr Paa-Joe Akoto-Ampaw, currently Vice President Gulf of America, acting in the role while recruitment is conducted. Mr Kalms was central to developing the Louisiana LNG Project and was seen as a potential Chief Executive Officer ("CEO"). This follows the previous CEO's surprise resignation to head BP p.l.c ("BPLN"), with a new CEO appointed in March 2026.

Source: Company, OCBC Group Research.

Credit: Upcoming SGD Maturities

September 2026

Issuer	Ticker	Amt. Outstanding (SGDmn)	Coupon	Maturity Date	Call Date	Reset Date
OUE Treasury Pte Ltd	OUESP	200MM	3.5%	21/09/2026	-	-
Housing & Development Board	HDBSP	600MM	2.035%	16/09/2026	-	-
Rikvin Capital Pte Ltd	RIKCAP	100MM	5%	30/09/2026	30/09/2025	-

Source: Bloomberg, OCBC Group Research.

Credit: New Issues in SGD

Muted issuance in the SGD credit primary market

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
09 Sep	SP Group Treasury Pte (guarantor: Singapore Power Ltd)	Fixed	SGD	180	30	2.95%

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Source: Bloomberg, OCBC Group Research.

Credit: APAC (Asia) Notable New Issues

APAC primary market activity totaled USD12.4bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor (yr)	Final Pricing
08 Sep	Kasikornbank PCL/Hong Kong	Fixed, Subordinated, Tier 2	USD	800	10NC5	6.278%
08 Sep	Korea Southern Power Co Ltd	Green & Transition, Fixed	USD	300	3	T + 50bps
08 Sep	Malayan Banking Bhd	Fixed	USD	400	5	5.088%
08 Sep	Malayan Banking Bhd	FRN	USD	300	3	SOFR+60bps
08 Sep	Mitsubishi UFJ Financial Group Inc	Fixed	USD	750	21NC20	T + 95bps
08 Sep	Mitsubishi UFJ Financial Group Inc	FRN	USD	400	6NC5	SOFR+ 110bps
08 Sep	Mitsubishi UFJ Financial Group Inc	Fixed	USD	850	6NC5	T + 87bps
08 Sep	Mitsubishi UFJ Financial Group Inc	Fixed	USD	750	8NC7	T + 95bps
08 Sep	Mitsubishi UFJ Financial Group Inc	Fixed	USD	750	4NC3	T + 65bps

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Source: Bloomberg, OCBC Group Research.

Credit: APAC (Asia) Notable New Issues

APAC primary market activity totaled USD12.4bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor (yr)	Final Pricing
08 Sep	Mizuho Financial Group Inc	Fixed, Perpetual, Jr Subordinated, Additional Tier 1	USD	1,000	PerpNC10.25	7.05%
08 Sep	Toyota Tsusho America Inc (guarantor: Toyota Tsusho Corp)	Fixed	USD	500	5	5.213%
08 Sep	Commonwealth Bank of Australia	Fixed, Subordinated, Tier 2	USD	1,250	11NC10	T + 130bps
08 Sep	Commonwealth Bank of Australia	FRN	USD	750	5	SOFR+ 70bps
08 Sep	Commonwealth Bank of Australia/New York NY	Fixed	USD	1,000	Short 3	T + 37bps
09 Sep	Japan Post Insurance Co Ltd	Fixed, Subordinated	USD	1,000	30NC10	6.5%
09 Sep	Olympus Corp	Fixed	USD	500	5	T + 92bps

Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD60.0bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
08 Sep	Ares Capital Corp	Fixed	USD	750	7	T + 185bps
08 Sep	Autodesk Inc	Fixed	USD	500	7	T + 100bps
08 Sep	Autodesk Inc	Fixed	USD	500	7	T + 100bps
08 Sep	Autodesk Inc	Fixed	USD	500	3	T + 63bps
08 Sep	Bank of Montreal	Fixed, Jr Subordinated, Additional Tier 1	USD	1,000	60NC10	7.375%

Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD60.03bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
08 Sep	Credit Agricole SA	FRN, Sr Non Preferred	USD	300	4NC3	SOFR+ 100bps
08 Sep	Credit Agricole SA	Fixed	USD	1,500	4NC3	T + 85bps
08 Sep	Deutsche Bank Luxembourg SA	Fixed, Secured	USD	554	9	0%
08 Sep	Duke Energy Progress LLC	Fixed, 1st lien	USD	300	30	T + 90bps
08 Sep	Duke Energy Progress LLC	Fixed, 1st lien	USD	700	10	T + 80bps
08 Sep	GlaxoSmithKline Capital Inc (guarantor: GSK PLC)	Fixed	USD	1,250	5	T + 55bps
08 Sep	GlaxoSmithKline Capital Inc (guarantor: GSK PLC)	Fixed	USD	500	30	T + 80bps
08 Sep	GlaxoSmithKline Capital Inc (guarantor: GSK PLC)	Fixed	USD	1,500	10	T + 72bps
08 Sep	GlaxoSmithKline Capital Inc (guarantor: GSK PLC)	FRN	USD	500	3	SOFR+ 56bps
08 Sep	GlaxoSmithKline Capital Inc (guarantor: GSK PLC)	Fixed	USD	1,250	3	T + 40bps
08 Sep	GlaxoSmithKline Capital Inc (guarantor: GSK PLC)	Fixed	USD	1,500	7	T + 60bps

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Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD60.03bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
08 Sep	John Deere Capital Corp	FRN	USD	400	2	SOFR+ 40bps
08 Sep	John Deere Capital Corp	Fixed	USD	500	2	T + 30bps
08 Sep	John Deere Capital Corp	Fixed	USD	500	5	T + 50bps
08 Sep	John Deere Capital Corp	Fixed	USD	400	3	T + 35bps
08 Sep	Met Tower Global Funding	Fixed, Secured	USD	500	5	5.244%
08 Sep	Northwestern Mutual Global Funding	Fixed, Secured	USD	800	3	T + 48bps
08 Sep	Oncor Electric Delivery Co LLC	Fixed, Secured	USD	800	10	T + 87bps
08 Sep	Oncor Electric Delivery Co LLC	Fixed, Secured	USD	1,000	40	T + 112bps
08 Sep	Parker-Hannifin Corp	Fixed	USD	500	3	T + 42bps
08 Sep	Parker-Hannifin Corp	Fixed	USD	625	7	T + 62bps
08 Sep	Parker-Hannifin Corp	Fixed	USD	750	5	T + 55bps
08 Sep	Parker-Hannifin Corp	Fixed	USD	525	2	T + 35bps

Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD60.03bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
08 Sep	RGA Global Funding	Fixed, Secured	USD	600	3	T + 70bps
08 Sep	Santander UK Group Holdings PLC	Fixed	USD	1,000	11NC10	T + 125bps
08 Sep	Santander UK Group Holdings PLC	Fixed	USD	1,500	4NC3	T + 85bps
08 Sep	UBS Group AG	Fixed	USD	2,250	Long 5NC4	T + 82bps
08 Sep	UBS Group AG	Fixed	USD	1,750	21NC20	T + 105bps
08 Sep	UBS Group AG	Fixed	USD	2,000	8NC7	T + 105bps
08 Sep	Williams Cos Inc/The	Fixed	USD	1,000	7	T + 92bps
08 Sep	Williams Cos Inc/The	Fixed	USD	500	3	T + 55bps
08 Sep	Williams Cos Inc/The	Fixed	USD	750	10	T + 102bps
08 Sep	Williams Cos Inc/The	Fixed	USD	500	30	T + 115bps
09 Sep	Ally Financial Inc	Fixed	USD	750	4NC3	T + 102bps
09 Sep	American Tower Corp	Fixed	USD	600	10	T + 98bps
09 Sep	American Tower Corp	Fixed	USD	500	7	T + 88bps
09 Sep	American Tower Corp	Fixed	USD	500	5	T + 75bps

Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD60.03bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
09 Sep	Dell International LLC / EMC Corp (guarantor: Multiple Guarantors)	Fixed	USD	1,250	5	T + 82bps
09 Sep	Dell International LLC / EMC Corp (guarantor: Multiple Guarantors)	Fixed	USD	1,250	3	T + 60bps
09 Sep	Dell International LLC / EMC Corp (guarantor: Multiple Guarantors)	Fixed	USD	1,500	7	T + 97bps
09 Sep	Dell International LLC / EMC Corp (guarantor: Multiple Guarantors)	Fixed	USD	1,000	10	T + 110bps
09 Sep	Deutsche Bank Luxembourg SA	Fixed, Secured	USD	554	N.A.	0%
09 Sep	FedEx Corp (guarantor: Subsidiaries)	Fixed	USD	1,100	10	T + 95bps
09 Sep	First Citizens BancShares Inc/NC	Fixed, Perpetual, Jr Subordinated	USD	300	PerpNC5	7.5%
09 Sep	Fortis Inc/Canada	Fixed, Jr Subordinated	USD	500	30.5NC5.25	6.625%
09 Sep	Fortis Inc/Canada	Fixed, Jr Subordinated	USD	500	30.5NC10.25	6.875%
09 Sep	Jackson National Life Global Funding	Fixed, Secured	USD	700	3	T + 87.5bps
09 Sep	Oaktree Specialty Lending Corp	Fixed	USD	300	5	T + 240bps

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Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD60.03bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
09 Sep	Plains All American Pipeline LP	Fixed, Jr Subordinated	USD	800	30.25NC10	7%
09 Sep	Plains All American Pipeline LP	Fixed, Jr Subordinated	USD	700	30.25NC5	6.75%
09 Sep	Rogers Communications Inc	Fixed, Jr Subordinated	USD	500	30NC10	7.4%
09 Sep	Rogers Communications Inc	Fixed, Jr Subordinated	USD	500	30NC5	7.15%
09 Sep	Simon Property Group LP	Fixed	USD	400	10	T + 85bps
09 Sep	Simon Property Group LP	Fixed	USD	400	Long 5	T + 65bps
09 Sep	Smith & Nephew PLC	Fixed	USD	700	10	T + 103bps
09 Sep	Southern Co Gas Capital Corp (guarantor: Southern Co Gas)	Fixed	USD	550	3	T + 52bps
09 Sep	Teva Pharmaceutical Finance Netherlands III BV	Fixed	USD	1,000	Long 7	T + 100bps
09 Sep	Teva Pharmaceutical Finance Netherlands III BV (guarantor: Teva Pharmaceutical Industries Ltd)	Fixed	USD	1,000	Long 10	T + 110bps

Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD60.03bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
09 Sep	Teva Pharmaceutical Finance Netherlands III BV (guarantor: Teva Pharmaceutical Industries Ltd)	Fixed	USD	1,200	Long 5	T + 85bps
09 Sep	Volkswagen Group of America Finance LLC (guarantor: Volkswagen AG)	Fixed	USD	750	5	T + 108bps
09 Sep	Volkswagen Group of America Finance LLC (guarantor: Volkswagen AG)	Fixed	USD	850	3	T + 85bps
09 Sep	Volkswagen Group of America Finance LLC (guarantor: Volkswagen AG)	FRN	USD	300	3	SOFRIX +101bps
09 Sep	Volkswagen Group of America Finance LLC (guarantor: Volkswagen AG)	Fixed	USD	500	7	T + 130bps
09 Sep	Volkswagen Group of America Finance LLC (guarantor: Volkswagen AG)	Fixed	USD	650	2	T + 70bps

Source: Bloomberg, OCBC Group Research.

Credit: DM Notable New Issues

New supply totaling USD60.03bn last week

Date	Issuer	Type	Currency	Size (mn)	Tenor	Final Pricing
10 Sep	KeySpan Gas East Corp	Fixed	USD	500	Long 5	T + 90bps
10 Sep	KeySpan Gas East Corp	Fixed	USD	500	10	T + 115bps
10 Sep	Stellantis Finance US Inc (guarantor: Stellantis NV)	Fixed	USD	1,250	10	T + 245bps
10 Sep	Stellantis Finance US Inc (guarantor: Stellantis NV)	Fixed	USD	1,250	5	T + 200bps
10 Sep	TR Finance LLC (guarantor: Thomson Reuters Corp)	Fixed	USD	500	7	T + 95bps
10 Sep	TR Finance LLC (guarantor: Thomson Reuters Corp)	Fixed	USD	800	2	T + 55bps

Source: Bloomberg, OCBC Group Research.

Disclaimers

OCBC