By Global Markets | 3 September 2026

Daily Credit Snapshot

Market Commentary

Andrew Wong
Credit Research Analyst

Ezien Hoo
Credit Research Analyst

Wong Hong Wei
Credit Research Analyst

Chin Meng Tee
Credit Research Analyst

Aleen Lee Li Fei
Credit Research Analyst

Yao Liu
Credit Research Analyst

Eshita Suvarna
Credit Research Analyst

- US equities sold off broadly at the start of September as a deepening global bond rout and renewed escalation in the US-Iran conflict drove oil prices sharply higher and pushed Treasury yields highs. The US launched fresh strikes against Islamic Revolutionary Guard Corps (IRGC) targets in Iran, while Tehran warned that it could prevent oil exports from the Gulf. US Treasury Secretary Scott Bessent also signaled that additional sanctions targeting Iranian banks could be announced this week. Against this backdrop, WTI crude surged 5.2% to USD90.22/bbl, while Brent jumped 4.6% to USD94.65/bbl. The selloff in global bonds was equally striking: Japan's 10-year government bond yield reached 3.0% for the first time since 1996, the UK 30-year yield climbed to its highest level since 1998, and Germany's 10-year yield rose to a 15-year high. Meanwhile, Eurozone headline inflation accelerated to 3.3% y/y in August from 2.9% in July, largely reflecting higher energy costs. Encouragingly, core inflation eased to 2.4% y/y from 2.5%, while services inflation—the largest component of the consumer basket—slowed to 3.0% from 3.3%. The divergence suggests that the latest increase in headline inflation is still primarily an energy-driven shock rather than a broadening of underlying price pressures. Nevertheless, with headline inflation back above 3%, a sustained rise in energy prices would increase pressure on the ECB to respond. Markets have already largely priced in a September rate hike, shifting the key question from whether the ECB hikes in September to what comes next. Activity data were also relatively resilient. S&P Global's Eurozone Manufacturing PMI rose to 52.7 in August from 51.9 in July, its strongest reading since May 2022, although slightly below the preliminary estimate of 52.8. The improvement was supported by a rebound in European new orders, while continued strength in global demand for AI-related hardware remained an important tailwind for manufacturing activity.
- The SGD SORA OIS curve traded higher yesterday with the shorter tenors trading 2-5bps higher, belly tenors trading 5-7bps higher, and the 10Y tenor trading 7bps higher.
- There were no notable flows.
- US Investment Grade traded widened by 1bps to 79bps, and US High Yield spreads widened by 4bps to 265bps respectively. Bloomberg Global Contingent Capital spreads widened by 2bps to 203bps.
- Bloomberg Asia USD Investment Grade spread widened by 1bps to 56bps, and the Asia USD High Yield spreads tightened by 3bps to 318bps. (Bloomberg, OCBC)

Credit Summary:

Company	Ticker	Description
CapitaLand Group Pte Ltd	CAPLSP	• **CLD-UOLSP JV submitted highest bid of SGD1.4bn for New Upper Changi site:** The bid at SGD1,537 psf ppr for the site that can develop 1,010 units came in at 13.8% above the next highest bid, and above the SGD1,330 psf ppr price that was paid for a nearby Bedok Rise site in November 2025. • **Extending the partnership with UOLSP:** the acquisition adds to the 1,268 unit Thomson View redevelopment, 830-unit Hougang Central residential development, which are projects also being undertaken together with UOL Group Ltd and/or its related entities. CLD is a wholly-owned subsidiary of CAPLSP. • **Some pressure on credit metrics but supports capital redeployment towards Singapore:** CAPLSP's **SGD1.59bn share of JV capital commitments as at end-2025** will likely increase if the tender is awarded to the consortium, although the eventual impact will depend on CLD's ownership share and the project's funding structure. The high land rate also raises the selling-price and execution thresholds required to achieve satisfactory development margins. That said, the investment supports further capital deployment into Singapore, where recent residential projects have generally achieved healthy sales, and may help rebalance CAPLSP's development exposure away from China. CAPLSP had recorded SGD1.03bn of foreseeable losses as at end-2025, which is likely largely attributable to its assets in China. Overall, we view the development as mildly negative for near-term credit metrics but supportive of longer-term pipeline visibility and geographic rebalancing. (Company, OCBC) Latest report: Credit Update – 13 Augst 2026
Macquarie Group Ltd	MQGAU	• MQGAU is exploring acquisitions in the physical metals trading sector, including iron ore and other raw materials, as it seeks to expand its commodities franchise. • Sources have reported that the company has reportedly held discussions to acquire physical metals trading businesses, including Transamine SA ("Transamine") and Cargill Inc's ("Cargill") ferrous metals unit, as part of its expansion in metals trading. While talks with Transamine, including potential acquisition and joint venture options, have ended, MQGAU is understood to be the leading bidder for Cargill's ferrous metals business. (Bloomberg, OCBC) Latest report: Credit Update – 26 August 2026

New Issues:

- The total issuances in the APAC USD and DM IG markets were both zero yesterday (prior day: USD600mn and zero yesterday) (Bloomberg, OCBC)

Date	Issuer	Description	Currency	Size (mn)	Tenor (Yr)	Final Pricing (%)
01 Sep	CMT MTN Pte Ltd (guarantor: CapitaLand Integrated Commercial Trust)	Green, Fixed	SGD	400	5	2.646%

Mandates:

- Tencent Music Entertainment Group may issue USD-denominated 5Y and/or 10Y bonds.

Key Market Movements

	2-Sep	1W chg (bps)	1M chg (bps)
iTraxx Asiax IG	67	-0	-3
iTraxx Japan	56	-1	-6
iTraxx Australia	68	0	-3
CDX NA IG	51	1	-1
CDX NA HY	108	-0	-0
iTraxx Eur Main	52	1	1
iTraxx Eur XO	252	6	1
iTraxx Eur Snr Fin	54	1	1
iTraxx Eur Sub Fin	89	3	2
USD Swap Spread 10Y	-38	-0	8
USD Swap Spread 30Y	-69	-1	10
China 5Y CDS	35	-0	-3
Malaysia 5Y CDS	33	-0	-3
Indonesia 5Y CDS	85	1	-8
Thailand 5Y CDS	40	0	-2
Australia 5Y CDS	13	-1	-1

	2-Sep	1W chg	1M chg
Brent Crude Spot ($/bbl)	95.5	8.8%	6.0%
Gold Spot ($/oz)	4,322	-5.9%	6.6%
CRB Commodity Index	417	3.9%	8.4%
S&P Commodity Index - GSCI	734	5.1%	7.0%
VIX	16.3	5.8%	2.2%
US10Y Yield	4.80%	16bp	7bp
AUD/USD	0.714	-0.4%	2.1%
EUR/USD	1.158	-0.6%	0.6%
USD/SGD	1.273	-0.1%	0.7%
AUD/SGD	0.909	0.3%	-1.3%
ASX200	8,973	-1.7%	-0.0%
DJIA	52,767	-1.5%	0.5%
SPX	7,631	-0.6%	1.9%
MSCI Asiax	1,143	0.8%	3.6%
HSI	25,207	-1.7%	-2.6%
STI	5,721	-0.0%	1.6%
KLCI	1,702	-2.0%	-1.4%
JCI	6,581	2.7%	5.5%
EU Stoxx 50	6,369	-1.3%	0.2%

Source: Bloomberg

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.