

Asian Credit Daily4 December 2024

Market Commentary:

- The SGD SORA OIS curve traded lower yesterday, with shorter tenors trading 3-4bps lower, belly tenors and 10Y trading 4bps lower.
- Flows in SGD corporates were heavy, with flows in STANLN 5.3%-PERP, BACR 5.4%-PERP, HSBC 5.25%-PERP, ANZ 3.75% '34s, LLOYDS 5.25% '33s, HSBC 5.3% '33s, BNP 3.95% '35s.
- The global sustainable bond market experienced its slowest month of the year in November as issuers reduced activity, bracing for potential volatility linked to the U.S. elections. Issuance of green, social, sustainability, and sustainability-linked (“GSSSL”) bonds worldwide reached approximately USD60.2bn last month, a significant drop from the USD81.8bn recorded during the same period last year, according to Bloomberg data. This marks the weakest performance this year and the least active November since 2019.
- Bloomberg Asia USD Investment Grade spreads widened by 1bps to 75bps while Bloomberg Asia USD High Yield spreads tightened by 5bps to 451bps. Events in South Korea overnight may lead to a softer credit market today, adding uncertainty amidst a widely expected no-confidence vote in France which has led SGD European bank credit weaker. (Bloomberg, OCBC)
- There were no notable issuances in the Asiadollar and Singdollar market yesterday.

Credit Summary:

- **There are no credit headlines today.**

Mandates:

- Zhengzhou Urban Construction Investment Group Co., Ltd., is planning to issue USD Reg S senior unsecured fixed notes.

Key Market Movements

	4-Dec	1W chg (bps)	1M chg (bps)		4-Dec	1W chg	1M chg
iTraxx Asiax IG	72	-2	-2	Brent Crude Spot (\$/bbl)	73.6	1.1%	-1.9%
				Gold Spot (\$/oz)	2,641	0.2%	-3.5%
iTraxx Japan	53	0	0	CRB Commodity Index	286	-0.5%	2.3%
iTraxx Australia	64	-2	-3	S&P Commodity Index - GSCI	540	0.3%	1.0%
CDX NA IG	48	-1	-6	VIX	13.3	-8.9%	-39.2%
CDX NA HY	109	0	2	US10Y Yield	4.23%	-4bp	-6bp
iTraxx Eur Main	56	-1	-2				
iTraxx Eur XO	301	-7	-13	AUD/USD	0.646	-0.6%	-2.0%
iTraxx Eur Snr Fin	63	-2	-2	EUR/USD	1.051	-0.5%	-3.4%
iTraxx Eur Sub Fin	113	-2	-2	USD/SGD	1.345	-0.4%	-1.9%
				AUD/SGD	0.868	0.3%	0.1%
USD Swap Spread 10Y	-47	0	4	ASX200	8,445	0.5%	3.4%
USD Swap Spread 30Y	-79	1	5	DJIA	44,706	-0.1%	6.3%
				SPX	6,050	1.0%	5.6%
China 5Y CDS	64	-1	-2	MSCI Asiax	717	1.2%	-1.8%
Malaysia 5Y CDS	44	-1	3	HSI	19,672	0.4%	-4.4%
Indonesia 5Y CDS	73	-2	1	STI	3,802	2.5%	6.4%
Thailand 5Y CDS	39	-1	1	KLCI	1,614	0.6%	-0.1%
Australia 5Y CDS	10	0	-4	JCI	7,196	-1.6%	-3.8%
				EU Stoxx 50	4,879	2.4%	0.5%

Source: Bloomberg

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