

Asian Credit Daily10 October 2024

Market Commentary:

- The SGD SORA OIS curve traded lower yesterday, with shorter tenors trading 1-2bps lower, belly tenors trading 0-1bps higher, and 10Y almost flat.
- Flows in SGD corporates were heavy, with flows in BNP 3.95% '35s, STANLN 5.3%-PERP, HSBC 5.25%-PERP, STSP 3.3%-PERP, UBS 5.6%-PERP, HSBC 5.3% '33s, BNP 5.9%-PERP, AIA 2.9%-PERP.
- Country Garden Holdings Co. ("COGARD") has failed to meet its own deadline for obtaining crucial creditor support for the terms of its restructuring plan per a report on Bloomberg. Meanwhile, COGARD reported September contracted sales of CNY3.62bn, down 41.3% y/y.
- China's State Council Information Office announced that Finance Minister Lan Fo'an will hold a briefing on Saturday to introduce moves to strengthen fiscal policy and shore up growth.
- Bloomberg Asia USD Investment Grade spreads tightened by 1bps to 78bps while Bloomberg Asia USD High Yield spreads tightened by 2bps to 481bps. (Bloomberg, OCBC)

Credit Summary:

- **Singapore Exchange Limited ("SGX"):** SGX released strong market statistics for September 2024.

Credit Headlines:

Singapore Exchange Limited ("SGX")

- **SGX released strong market statistics for September 2024.**
- **Significant growth in securities trading activity:** Securities daily average value ("SDAV") in September surged 67% y/y to SGD1.45bn (3Q2024: +33%), the highest since May 2022.
- **Derivatives activity accelerated across multiple asset classes:** Derivatives daily average volume ("DAV") in September increased 35% y/y to 1.45mn contracts (3Q2024: +17% y/y), the highest in four-and-a-half years.
 - Equity index futures +37% y/y
 - FX futures +35% y/y
 - Commodity derivatives +29% y/y (Company)

New Issues:

Date	Issuer	Description	Currency	Size (mn)	Tenor	Final Pricing	Initial Pricing
09 Oct	Navoi Mining Metallurgical Company JSC	Fixed	USD	500	4Y	6.7%	7% area
09 Oct	Navoi Mining Metallurgical Company JSC	Fixed	USD	500	7Y	6.95%	7.25% area
09 Oct	Hong Kong Mortgage Corp Ltd/The	Social, Fixed	USD	850	3Y	T+33bps	T+60bps area
09 Oct	Export-Import Bank of Korea	Fixed	USD	500	3Y	T+36bps	T+60bps area
09 Oct	Bank of China Ltd/London	FRN	USD	300	3Y	SOFR+59bps	SOFR+105bps area
09 Oct	Mianyang Xinxing Investment Holding Co Ltd (guarantor: Chengdu-Chongqing Bond Insurance Co Ltd)	Fixed	USD	45	3Y	7%	7.2% area

Mandates:

- Yantai Guofeng Investment Holdings Group Co., Ltd. is planning to issue USD senior secured bonds.
- Zhaoqing Guolian Investment Holding Co., Ltd is planning to issue USD senior unsecured sustainability bonds.
- CSI MTN Ltd. (guarantor: Citic Securities International Co.) is planning to issue USD Fixed/FRN senior unsecured notes under their USD5bn guaranteed MTN program.
- IRB Infrastructure is planning to issue USD200mn worth of bonds with final maturity in 2032

Key Market Movements

	10-Oct	1W chg (bps)	1M chg (bps)		10-Oct	1W chg	1M chg
iTraxx Asiax IG	72	1	-27	Brent Crude Spot (\$/bbl)	76.9	-0.9%	11.2%
				Gold Spot (\$/oz)	2,609	-1.8%	3.7%
iTraxx Japan	51	-1	-1	CRB Commodity Index	286	-0.3%	7.8%
iTraxx Australia	65	0	1	S&P Commodity Index - GSCI	548	0.8%	8.6%
CDX NA IG	52	-2	-1	VIX	20.9	10.4%	9.3%
CDX NA HY	107	0	1	US10Y Yield	4.06%	22bp	42bp
iTraxx Eur Main	58	-2	1				
iTraxx Eur XO	310	-9	3	AUD/USD	0.672	-1.8%	1.0%
iTraxx Eur Snr Fin	66	-2	2	EUR/USD	1.094	-0.8%	-0.7%
iTraxx Eur Sub Fin	117	-5	2	USD/SGD	1.307	-0.7%	-0.2%
				AUD/SGD	0.878	1.1%	-1.2%
USD Swap Spread 10Y	-47	0	0	ASX200	8,238	0.4%	2.8%
USD Swap Spread 30Y	-82	0	0	DJIA	42,512	0.7%	4.4%
				SPX	5,792	1.4%	5.4%
China 5Y CDS	63	0	1	MSCI Asiax	749	-2.6%	10.0%
Malaysia 5Y CDS	38	0	-1	HSI	20,637	-6.7%	19.7%
Indonesia 5Y CDS	69	0	-2	STI	3,612	1.0%	2.8%
Thailand 5Y CDS	35	0	-3	KLCI	1,635	-0.4%	-1.5%
Australia 5Y CDS	12	0	1	JCI	7,501	-0.8%	-3.4%
				EU Stoxx 50	4,983	0.4%	5.0%

Source: Bloomberg

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