

**Asian Credit Daily**7 January 2025

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**Market Commentary:**

- The SGD SORA OIS curve traded higher yesterday, with shorter tenors trading 6-8bps higher, and belly tenors trading 8-9bps higher and the 10Y trading 8bps higher.
- Flows in SGD corporates were heavy, with flows in ANZ 3.75% '34s, HSBC 5.25%-PERP, BNP 3.95% '35s, STANLN 5.3%-PERP, STSP 3.3%-PERP, OUECT 3.9% '31s.
- As per Bloomberg, China Vanke Co., the largest privately held developer in the country, is in a tough position despite Beijing's plans to stabilize housing prices by 2025. The company faces a liquidity crisis, needing to repay RMB33bn (USD4.5bn) in onshore bonds this year, while property sales remain weak at about RMB20bn monthly, insufficient to cover operational costs. Vanke has not benefited from the recent price rebound in major cities, even with its headquarters in Shenzhen, a tech hub near Hong Kong.
- China's National Association of Financial Market Institutional Investors announced that it will intensify its efforts to investigate and penalize violations related to debt financing instruments, according to a statement from the interbank market regulator.
- Bloomberg Asia USD Investment Grade spreads widened by 1bp to 77bps while Bloomberg Asia USD High Yield spreads widened by 2bps to 412bps. (Bloomberg, OCBC)

**Credit Summary:**

- There are no credit headlines for today.

**New Issues:**

Date	Issuer	Description	Currency	Size (mn)	Tenor	Final Pricing
06 Jan	China Hongqiao (guarantors: China Hongqiao Investment Ltd, Hongqiao Investment Hong Kong Ltd and Hongqiao HK International Trading Ltd)	Fixed	USD	330	3Y	7.05%
06 Jan	Quzhou State-Owned Capital	Green	USD	470	3Y	4.82%
06 Jan	Chuzhou ZX Suchu C&D (guarantor: Chongqing Xingnong Financing Guarantee Group Co Ltd)	Fixed	USD	112.5	3Y	6.48%
06 Jan	India Export-Import Bank	Fixed	USD	1000	10Y	T+100bps
06 Jan	National Australia Bank Ltd/New York (NAB)	Fixed	USD	750	5Y	T+50bps
06 Jan	National Australia Bank Ltd/New York (NAB)	Fixed; Tier 2	USD	1250	11NC10	T+130bps
06 Jan	Hyundai Capital America	Fixed	USD	850	3Y	T+75bps
06 Jan	Hyundai Capital America	FRN	USD	350	3Y	SOFR+92bps
06 Jan	Hyundai Capital America	Fixed	USD	800	5Y	T+93bps
06 Jan	Toyota Motor Credit	Fixed	USD	650	2Y	T+35bps
06 Jan	Toyota Motor Credit	FRN	USD	400	2Y	SOFR+47bps
06 Jan	Toyota Motor Credit	Fixed	USD	700	5Y	T+58bps
06 Jan	Toyota Motor Credit	Fixed	USD	850	10Y	T+75bps
06 Jan	Mitsubishi UFJ Financial Group Inc (MUFG)	Fixed	USD	1100	6NC5	T+78bps

06 Jan	Mitsubishi UFJ Financial Group Inc (MUFG)	Fixed	USD	1150	11NC10	T+95bps
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## Mandates:

- Kexim may issue USD denominated 3Y Sustainable and/or 3Y FRN, 5Y/10Y Fixed bonds.
- Vinhomes may issue USD denominated Senior Unsecured bonds.
- Clifford Capital may issue USD denominated 5Y Senior Unsecured guaranteed bonds.
- Chugoku may issue USD denominated 10Y Senior Fixed bonds.
- Henan Railway Construction and Investment may issue USD denominated Senior Unsecured Green bonds.
- Mitsubishi HC Capital UK Plc may issue a USD denominated 3Y Senior Unsecured debut bond.
- Dai-ichi Life Insurance may issue a USD denominated PerpNC10 subordinated bond.

**Key Market Movements**

	7-Jan	1W chg (bps)	1M chg (bps)		7-Jan	1W chg	1M chg
iTraxx Asiax IG	77	-3	8	<b>Brent Crude Spot (\$/bbl)</b>	76.2	2.4%	7.1%
				<b>Gold Spot (\$/oz)</b>	2,638	0.5%	-0.8%
iTraxx Japan	51	0	-1	<b>CRB Commodity Index</b>	299	2.5%	4.4%
iTraxx Australia	67	-2	4	<b>S&amp;P Commodity Index - GSCI</b>	556	2.3%	4.6%
CDX NA IG	48	-1	1	<b>VIX</b>	16.0	0.6%	25.6%
CDX NA HY	108	0	-1	<b>US10Y Yield</b>	4.61%	4bp	46bp
iTraxx Eur Main	55	-3	2				
iTraxx Eur XO	299	-15	8	<b>AUD/USD</b>	0.625	1.1%	-2.9%
iTraxx Eur Snr Fin	61	-2	2	<b>EUR/USD</b>	1.038	0.3%	-1.6%
iTraxx Eur Sub Fin	109	-3	4	<b>USD/SGD</b>	1.364	0.1%	-1.8%
				<b>AUD/SGD</b>	0.853	-1.0%	1.2%
<b>USD Swap Spread 10Y</b>	-48	1	-5	<b>ASX200</b>	8,281	0.6%	-1.7%
<b>USD Swap Spread 30Y</b>	-84	1	-8	<b>DJIA</b>	42,707	-0.7%	-4.3%
				<b>SPX</b>	5,975	0.1%	-1.9%
<b>China 5Y CDS</b>	64	-2	2	<b>MSCI Asiax</b>	704	0.0%	-2.3%
<b>Malaysia 5Y CDS</b>	48	0	5	<b>HSI</b>	19,635	-2.0%	-1.2%
<b>Indonesia 5Y CDS</b>	78	0	7	<b>STI</b>	3,831	0.9%	0.9%
<b>Thailand 5Y CDS</b>	43	0	5	<b>KLCI</b>	1,627	-0.6%	0.9%
<b>Australia 5Y CDS</b>	11	0	1	<b>JCI</b>	7,045	0.1%	-4.6%
				<b>EU Stoxx 50</b>	4,987	1.8%	0.2%

*Source: Bloomberg*

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