

Asian Credit Daily7 March 2025

Market Commentary:

- The SGD SORA OIS curve traded slightly mixed yesterday with shorter tenors trading -2bps to 1bps, belly tenors trading 3-5bps higher and 10Y trading 5bps higher.
- Flows in SGD corporates were heavy, with flows in ESRCAY 5.65%-PERP, HSBC 4.5% '29s, HSBC 5.25%-PERP, OUESP 4% '29s.
- China will firmly limit the rise of hidden debt, according to China's Minister of Finance Lan Fo'an at a Thursday briefing. As of March 5, local governments issued RMB2.96tn in debt swap bonds to support key growth areas. The government will encourage early issuance of these bonds and has sufficient policy tools to address potential external uncertainties. Lan also stated that China will promptly develop and implement new policies as needed.
- Bloomberg Asia USD Investment Grade spreads traded flat at 71bps while Bloomberg Asia USD High Yield spreads tightened by 1bps to 393bps. (Bloomberg, OCBC)

Credit Summary:

- **Westpac Banking Corporation ("Westpac"):** Westpac's Chief Executive of its Consumer division, Jason Yetton, is leaving his position. Mr Yetton has held the position since August 2023 and will continue until a replacement is found.

Credit Headlines

Westpac Banking Corporation (“Westpac”)

- Westpac’s Chief Executive of its Consumer division, Jason Yetton, is leaving his position. Mr Yetton has held the position since August 2023 and will continue until a replacement is found.
- Westpac’s consumer division contributed 30.9% of the bank’s FY2024 profit before tax for the period ended 30 September 2024, second to the 33.3% from Business and Wealth.
- Westpac is also searching for a new chief financial officer and new head of human resources while Westpac Chief Executive Officer Anthony Miller recently hired a new head of business banking. (Company, Bloomberg, OCBC)

New Issues:

Date	Issuer	Description	Currency	Size (mn)	Tenor	Final Pricing
06 Mar	Commonwealth Bank of Australia/New York NY	Fixed	USD	750	3Y	T+45bps
06 Mar	Commonwealth Bank of Australia/New York NY	FRN	USD	1000	3Y	SOFR+64bps
06 Mar	Commonwealth Bank of Australia/New York NY	Fixed	USD	500	5Y	T+55bps
06 Mar	Commonwealth Bank of Australia/New York NY	FRN	USD	1500	5Y	SOFR+81bps
06 Mar	Commonwealth Bank of Australia/New York NY	Subordinated	USD	1250	21NC20	T+132bps
06 Mar	GF Financial Holdings BVI Ltd (guarantors: GF SECURITIES and subsidiaries)	FRN	USD	380	3Y	SOFR+62bps
06 Mar	Zhangzhou Longhai State-owned Asset Investment & Operating Co Ltd (guarantor: Fujian Mangrove Investment Group Co., Ltd)	Fixed	USD	200	3Y	7.10%
06 Mar	Equinix Asia Financing Corporation Pte. Ltd. (guarantor: Equinix Inc)	Green, Fixed	SGD	500	5Y	3.50%
06 Mar	Allgreen Treasury Pte Ltd (Allgreen Properties Ltd)	Fixed	SGD	200	5Y	3.16%

Mandates:

- There were no notable mandates yesterday.

Key Market Movements

	7-Mar	1W chg (bps)	1M chg (bps)		7-Mar	1W chg	1M chg
iTraxx Asiax IG	70	1	-6	Brent Crude Spot (\$/bbl)	69.6	-4.9%	-6.8%
				Gold Spot (\$/oz)	2,913	1.9%	1.8%
iTraxx Japan	51	1	0	CRB Commodity Index	301	-1.6%	-2.1%
iTraxx Australia	70	2	3	S&P Commodity Index - GSCI	548	-1.1%	-2.8%
CDX NA IG	52	2	4	VIX	24.9	17.7%	50.4%
CDX NA HY	107	-1	-1	US10Y Yield	4.24%	3bp	-25bp
iTraxx Eur Main	54	1	0				
iTraxx Eur XO	291	3	-1	AUD/USD	0.630	1.5%	0.4%
iTraxx Eur Snr Fin	57	0	-2	EUR/USD	1.082	4.3%	4.8%
iTraxx Eur Sub Fin	99	0	-5	USD/SGD	1.333	1.4%	1.6%
				AUD/SGD	0.840	-0.1%	1.2%
USD Swap Spread 10Y	-42	-1	-1	ASX200	7,948	-2.7%	-6.6%
USD Swap Spread 30Y	-77	-1	-2	DJIA	42,579	-1.5%	-3.9%
				SPX	5,739	-2.1%	-4.8%
China 5Y CDS	48	0	-7	MSCI Asiax	740	3.4%	3.1%
Malaysia 5Y CDS	47	0	2	HSI	24,305	5.9%	15.0%
Indonesia 5Y CDS	78	-2	2	STI	3,916	0.5%	1.4%
Thailand 5Y CDS	44	--	0	KLCI	1,550	-1.6%	-2.6%
Australia 5Y CDS	12	1	1	JCI	6,659	6.2%	-1.2%
				EU Stoxx 50	5,520	0.9%	3.7%

Source: Bloomberg

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