

CMBI Credit Commentary**Fixed Income Daily Market Update 固定收益部市场日报**

- *Long-end IG remained weak and widened 1-3bps this morning. Front-end IGs were more active with two way flows. KR IG overall recovered 1-2bps. LGFV and CNH bonds were under better selling from onshore AM. EU AT1 space was silent.*
- **Macau gaming:** *daily average arrivals rose 15.5% yoy during 2026 National Day holiday. See below.*
- **EHICAR:** *eHi Car has repaid remaining USD72.2mn of EHICAR'26*

❖ Trading desk comments 交易台市场观点

Yesterday, flows were light in Asian IG space amid onshore holiday. New CSLAU'33/36 tightened c5bps. Financial space was more active than others with two way flows. China AMC CCAMCL/CFAMCI/ORIEAS were better buying from AM and tightened 1-2bps. Front-end bank floaters and T2 were unchanged to 2bps tighter. Chinese TMT BABA/MEITUA/TENCNT were unchanged to 1bp tighter. KR industrial KOBOP/POHANG tightened 1-2bps. KR securities DAESEC/NHSECS/HYUSEC were broadly unchanged.

Higher-yielding space was generally quiet, with macro tone tilting modestly softer as USD rates continued to drift higher. AT1s and insurance subs underperformed by 0.1-0.2pt heading into the London open, despite slightly better buying interest earlier in the morning from PB across the curve. Greater China high-beta credits and LGFVs were largely uneventful, with onshore markets still out. Activity was limited to sporadic, selective buying in CNH paper from offshore AM. NWDEVL/VDNWDL rallied another 0.1-0.5pt. Chinese developer CHJMAO/LNGFOR increased 0.1pt. SOFRBKs were unchanged to 0.2pt higher.

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❖ Last Trading Day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
PMBROV 11 1/2 02/18/30	93.0	1.4	CRNAU 9 1/4 10/01/29	81.6	-1.9
GLPSP 7.865 PERP	53.0	0.7	SOCGEN 7 1/8 PERP	90.3	-1.0
EHICAR 12 09/26/27	44.4	0.6	SOCGEN 8 PERP	96.0	-1.0
NWDEVL 6 1/4 PERP	57.0	0.6	SOCGEN 8 1/2 PERP	100.7	-1.0
NWDEVL 4 1/2 05/19/30	81.1	0.6	CKINF 4.85 PERP	73.5	-1.0

❖ Marco News Recap 宏观新闻回顾

Macro – S&P (-0.22%), Dow (-0.66%) and Nasdaq (-0.22%) retreated on Wednesday. UST yield rallied higher yesterday. 2/5/10/30 year UST yield was at 4.77%/5.03%/5.28%/5.67%.

❖ Desk Analyst Comments 分析员市场观点

➤ Macau gaming: Daily average arrivals rose 15.5% yoy during 2026 National Day holiday

Macau recorded c1.14mn visitor arrivals during the 7-day 2026 National Day holiday, equivalent to a daily average of c163k. The daily average arrivals increased 15.5% yoy compared to the daily average arrivals during 2025 National Day holiday (8 days). Visitation remained robust, and maintained the growth momentum since early 2026. That said, the stronger visitation does not necessarily translate into a proportionate increase in gaming revenue. We believe the improvement of Macau GGR is more dependent on overnight visitation, gaming spend per visitor, and premium-mass activities.

As of Sec'26, Macau GGR rose 3.2% yoy to MOP187.1bn and reached c79% of Macau government's 2026 full-year GGR forecast of MOP236bn, broadly in line with the c80% achieved in 9M25 against the government's revised forecast of MOP228bn for 2025. We continue to view the 2026 target as achievable, with the remaining MOP48.9bn implying average monthly GGR of MOP16.3bn in 4Q26.

We still like Macau gaming bonds as lower-beta and good carry plays with Macau gaming operator's improved fundamentals and smooth funding channels. Our top picks in the sector are MPELs, STCITYs, and SJMHOL 31, given the more appealing risk-return profiles of these bonds. We also consider WYNMAC'27 and '29 yield pick-up plays, trading at premium of c60bps over bonds of its US parent. We maintained neutral view on MGMCHIs, SANLTDs, and SJMHOL 28 on valuation.

Table 1: Our Macau gaming USD bond picks

Security name	ISIN	Amt o/s (USD mn)	Ask Px	YTM	Mod dur
MPEL 5 3/8 12/04/29	USG5975LAE68	1,150	95.4	7.0%	2.8
MPEL 7 5/8 04/17/32	USG5975LAK29	750	100.2	7.6%	4.3
MPEL 6 1/2 09/24/33	USG5975LAL02	500	93.2	7.8%	5.4
SJMHOL 6 ½ 01/15/31	XS3267117995	540	93.0	8.5%	3.6
STCITY 6 1/2 01/15/28	USG85381AF13	335	99.7	6.7%	1.2
STCITY 5 01/15/29	USG85381AG95	1,100	94.3	7.8%	2.1
WYNMAC 5 1/2 10/01/27	USG98149AD29	750	99.6	5.9%	0.9
WYNMAC 5 1/8 12/15/29	USG98149AE02	1,000	95.3	6.8%	2.8

Source: Bloomberg.

➤ Offshore Asia New Issues (Priced)

Issuer/Guarantor	Size (USD mn)	Tenor	Coupon	Priced	Issue Rating (M/S/F)
No Offshore Asia New Issues Priced Today					

➤ Offshore Asia New Issues (Pipeline)

Issuer/Guarantor	Currency	Size (USD mn)	Tenor	IPT/IPG	Issue Rating (M/S/F)
DBS Group	USD	-	3yr	T+70	Aa2/-/AA-
			3yr	SOFR Equiv	
			5yr	T+80	
Scentre Group	USD	-	10yr	T+130	A2/A/-

➤ News and market color

- Onshore primary issuances suspended yesterday during the National Day Holiday
- EU considers capping imports of Chinese hybrid vehicles
- [EHICAR] eHi Car repaid remaining USD72.2mn of EHICAR'26
- [SKINNV] Moody's affirmed SK Innovation's Ba1 rating and revised outlook to stable from negative

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