

CMBI Credit Commentary**Fixed Income Daily Market Update 固定收益部市场日报****The Asset Asian G3 Bond Benchmark Review 2025**

We hope you found our commentaries and ideas helpful. We seek to elevate our efforts and value-add further in the coming year. We highly appreciate your support to us in Sell-Side Analysts of the polls of "The Asset Asian G3 Bond Benchmark Review 2025". Thank you for your support!

- *SHIKON 35 was another 5bps tighter (0.4pt higher) this morning. PETMK 32-55s tightened 3-5bps. LASUDE 26 was up 0.4pt. CNH LGFVs remained sought after.*
- ***ROADKG:** Keeping the proposed PIK structure while imposing more restrictions on company's actions. ROADKGs were up 0.2-1.2pts after announcing not to proceed with the Jun'25 consent last Monday. See below.*
- ***HYSAN:** Hysan to redeem the remaining o/s USD59.9mn HYSAN 4.1 Perp on 18 Aug'25, which is callable any time after the first call date on 3 Jun'25 until 3 Sep'25 and callable semi-annually thereafter. The coupon will be reset to 5yrUST+initial spread of 288.7bps (no step-up) on 3 Sep'25 if it is not called. HYSAN 4.85 Perp up 0.2pt while HYSAN 27 down 0.2pt this morning.*

❖ Trading desk comments 交易台市场观点

Last Friday, the new KOHNPW Float 30 tightened 2bps to SOFR+73. In Chinese IGs, BABA 35s/TENCNT 30s were 1-3bps tighter. The long end of JD/BABA 50-57s were 0.4-0.9pt higher (unchanged to 5bps tighter). China's regulators summoned major online food delivery platforms including Meituan, JD.com, and Alibaba Group Holding's Ele.me to engage in rational competition amid escalating price war. In financials, MIZUHO/HSBC/STANLN Float 30-31s tightened 1-3bps. In insurance, SHIKON 35 was 10bps tighter (1.1pts higher). NSINTW/CATLIF 34-35s tightened 3-5bps amid RM buying. MYLIFE/NIPLIF 55s and FUKOKU/DAIL Perps were 0.1-0.2pt higher. In AT1s, HSBC 7.05 Perp/RY 6.75 85 were up 0.1pt. BNP 7.375Perp was up 0.3pt, SOCGEN 6.75 Perp was down 0.2pt. In HK, BNKEA T2s were unchanged to 3bps tighter amid two way flows. NWDEVL 30-31s were 0.6-0.8pt higher, while the rest of NWDEVLs were unchanged to 0.1pt lower. HYSAN Perps were unchanged to 0.1pt lower. Last Fri night, HYSAN announced to redeem the remaining o/s USD59.9mn HYSAN 4.1 Perp in whole on 18 Aug'25. MTRC Perps were 0.1-0.2pt higher. In Chinese properties, LNGFOR/CHJMAO 28-32s were up 0.2-0.8pt. ROADKG 28-30s/Perps were 0.1-0.3pt higher. See comments below on Road King's new consent solicitation. In SE Asia, the new SMCGL 8.95 Perp was 0.4pt higher from RO at par. The old SMC complex perps were

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unchanged to 0.2pt higher. See our comments on [18 Jul '25](#). VLLPM 29/GLPSP 28 were up 0.8-0.9pt.

In LGFVs, the higher yielding USD names such as TAIANH 6.9 28s/SUINKA 6.8 28s were sought after by RMs. There were two way interests on CNH names such as ZCHTCD 6.7 28s/WFNGWI 8.6 26s. In SOE perps, SPICPD/AVIILC Perps were 0.1-0.2pt lower.

❖ Last Trading Day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
TAISEM 4 1/2 04/22/52	89.5	2.1	TSIVMG 1.55 12/17/29	69.6	-0.5
SHIKON 6.95 06/26/35	102.6	1.1	CHIYBK 5 3/4 04/07/32	98.5	-0.5
CNPCCH 5.95 04/28/41	107.3	1.0	ACPM 5 1/8 PERP	84.9	-0.4
JD 4 1/8 01/14/50	78.6	0.9	PLBIJ 5 3/8 05/05/45	91.2	-0.4
VLLPM 9 3/8 07/29/29	65.9	0.9	CCLAND 5.2 09/20/25	97.4	-0.3

❖ Marco News Recap 宏观新闻回顾

Macro – S&P (-0.01%), Dow (-0.32%) and Nasdaq (+0.05%) were mixed on last Friday. US Jul'25 Michigan Consumer Sentiment was 61.8, higher than the market expectation of 61.4. US Jul'25 Michigan 1-year/5-year Inflation Expectations was 4.4%/3.6%, lower than the market expectation of 5.0%/3.9%, respectively. UST yield was lower on last Friday, 2/5/10/30 yield at 3.88%/3.96%/4.44%/5.00%.

❖ Desk Analyst Comments 分析员市场观点

➤ ROADKG: Keeping the proposed PIK structure while imposing more restrictions on company's actions

Road King launched a new consent solicitations for its five USD bonds due in 2028-2030 last week. At the same time, it terminated the consent solicitation launched in Jun'25, despite holders representing a majority of the aggregate outstanding principal amount of the bonds voted in favor of. See Table 1 below for the key differences between the new and the terminated consents.

Road King expects that it does not have sufficient cash to pay interest due on the bonds in Jul'25 and Sep'25 if the consent solicitations are not consummated, such that it will have to consider alternative debt restructuring options, including holistic restructuring plans through one or more schemes of arrangement to restructure all of the offshore indebtedness. Recalled that Road King deferred the coupon payments on its three USD perps since Nov'24.

The consent solicitation shows Road King is under high liquidity pressure amid slow recovery in the property market. Prices of new homes in the mainland China fell at their fastest mom clip in eight months in Jun'25. Road King reported RMB2.3bn contracted sales in 1Q25, down 44% yoy from RMB4.1bn in 1Q24. The yoy decrease was higher than that of most of its peers.

Table 1: Key differences between the two consent solicitations

No.	Terminated Jun'25 consent	New Jul'25 consent																								
1. PIK Interest	Unchanged, the interest payments change to PIK from cash for the next two upcoming interest payment due dates																									
	<table><tr><th>Security name</th><th>Amt O/s (USDmn)</th><th>PIK interest date</th><th>PIK interest date</th></tr><tr><td>ROADKG 6.7 03/30/28</td><td>480</td><td>30 Mar'26</td><td>30 Sep'26</td></tr><tr><td>ROADKG 5.9 09/05/28</td><td>300</td><td>5 Mar'26</td><td>5 Sep'26</td></tr><tr><td>ROADKG 6 03/04/29</td><td>415.59</td><td>4 Mar'26</td><td>4 Sep'26</td></tr><tr><td>ROADKG 5.2 07/12/29</td><td>500</td><td>12 Jan'26</td><td>12 Jul'26</td></tr><tr><td>ROADKG 5.125 01/26/30</td><td>500</td><td>26 Jun'26</td><td>26 Jul'26</td></tr></table>	Security name	Amt O/s (USDmn)	PIK interest date	PIK interest date	ROADKG 6.7 03/30/28	480	30 Mar'26	30 Sep'26	ROADKG 5.9 09/05/28	300	5 Mar'26	5 Sep'26	ROADKG 6 03/04/29	415.59	4 Mar'26	4 Sep'26	ROADKG 5.2 07/12/29	500	12 Jan'26	12 Jul'26	ROADKG 5.125 01/26/30	500	26 Jun'26	26 Jul'26	
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2. Mandatory Repurchase or Redemption in relation to Specified Assets	The Company may reserve an amount in the Specified Asset Designated Accounts and/or the Toll Road Designated Accounts no greater than the aggregate amount of all remaining scheduled interest payments that will become due and payable in respect of the Notes and/or other Pari Passu Securities and any fees, costs and expenses relating to the Consent Solicitations and may, from time to time, in its sole discretion, make withdrawals of all or a portion of the Reserved Amount to pay any interest payments in respect of the Notes and/or other Pari Passu Securities and/or any fees, costs and expenses relating to the Consent Solicitations. The aggregate balances of the Specified Asset Designated Accounts or the Toll Road Designated Accounts in excess of any Reserved Amount are subject to the Mandatory Repurchase or Redemption requirements.	<p>Withdrawing the proposed changes to the Mandatory Repurchase or Redemption requirements under the existing terms of the Notes, except that</p> <p>(i) the Company may use any Specified Asset Proceeds and/or Specified Asset Financing Proceeds to pay any interest falling due and payable in Jul'25 and Sep'25 under the Notes and the fees, costs and expenses related to the June 2025 Consent Solicitations and the present Consent Solicitations, and</p> <p>(ii) increasing the requisite percentage of Specified Asset Proceeds and Specified Asset Financing Proceeds with respect of the Indonesia Toll Roads to be deposited into the Toll Road Designated Account from 50% to 60%.</p>																								
3. Other Covenants	N/A	<p>Certain covenants are tightened to further restrict</p> <p>(i) the voluntary repayment of, and the provision of any supplementary credit enhancement in respect of, the Group's unsecured offshore indebtedness, and</p> <p>(ii) the creation of any security interest over the Company's equity interests in Road King Expressway International Holdings Limited (being the holding company for the Indonesia Toll Roads), except in connection with any Specified Asset Financing or Specified Asset Disposal with respect to the Indonesia Toll Roads</p>																								
4. Events of Default	Excluded Indebtedness is carved out from the cross-default, judgment default, involuntary and voluntary bankruptcy, insolvency or other similar proceedings default	Deleted, no change to the carve out under the existing terms of the Notes will be made																								
5. Proposed Waivers	Unchanged, except the inclusion of expenses related to the Jun'25 consent solicitation in Jul'25 consent from the Specified Asset Proceeds																									
	In respect of each Series of Notes, waiving any default, event of default or potential default under or breach of the relevant Conditions or any terms and conditions of the documents relating to the Notes of such Series that may have occurred or may occur in connection with or resulting directly or indirectly from or in preparation for the Proposed Amendments in respect of such Series (including, for the avoidance of doubt, the payment of interest on the Notes and funding the fees, costs and expenses of the Jun'25 Consent Solicitations and the present Consent Solicitations from the Specified Asset Proceeds)																									
Early consent fee	Unchanged, 0.6% of the principal amt in cash																									
Base consent fee	Unchanged , 0.2% of the principal amt in cash																									
Early deadline	30 Jun'25	29 Jul'25																								
Expiration time	9 Jul'25	5 Aug'25																								
Meeting date	14 Jul'25	8 Aug'25																								

Settlement date On or around 14 Jul'25

On or around 8 Aug'25

Source: Company filing, CMBI FICC Research.

➤ **Offshore Asia New Issues (Priced)**

Issuer/Guarantor	Size (USD mn)	Tenor	Coupon	Priced	Issue Rating (M/S/F)
Chengdu Tianfu Dagang Group Co	20	2yr	7.0%	7.0%	Unrated

➤ **Offshore Asia New Issues (Pipeline)**

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

➤ **News and market color**

- Regarding onshore primary issuances, there were 84 credit bonds issued last Friday with an amount of RMB61bn. As for month-to-date, 1,249 credit bonds were issued with a total amount of RMB1,241bn raised, representing a 3.8% yoy increase
- [ADGREG]** Adani Green Energy promoter Ardour convert the entire balance of convertible warrants into equity shares of Adani Green Energy
- [BABA/JD/MEITUA]** China told instant commerce platforms Meituan, JD.com, and Alibaba Group Holding's Ele.me to end an escalating price war fueled by large discounts
- [EMPINT]** Media reported Emperor International submits revised debt restructuring plan to some lenders for maturity extension until Dec'27
- [FOSUNI]** Buyout groups Brookfield and EQT are in active discussions to buy Fosun's Gland Pharma
- [FTHDGR]** Fantasia further delays closing of offshore debt restructuring to 25 Jul'25
- [GEELY]** Geely EV brand Zeekr denies using insurance scheme to inflate sales
- [ORIX]** Orix pares down stake in marine vessel trading firm to bring in new investors
- [SINOPE]** Sinopec signs deal to develop hydrocarbon projects in Algeria with Sonatrach
- [TTMTIN]** Tata Motors in talks to acquire Iveco from Agnelli family
- [VEDLN]** Vedanta Ltd obtains independent legal opinion in relation to Viceroy Research's allegations

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