

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

- *Markets were quiet this morning. Asian IG widened 2-4bps by mid-day and AMC sector was weak. For AT1/SOE Perps/LGFV, trading was less active than last week with few quarterly position transfers.*
- **CAPG:** *China Aoyuan AHG signed standstill agreement in respect of offshore senior notes; effective date to occur on 27 Mar. CAPGs down 0.25pt this morning.*
- **AZUPOE:** *Media reported that Azure told its onshore lenders that it is unable to publish audited results by 31 Mar self-set deadline. AZUPOEs down 0.75 to 1pt this morning.*

**❖ Trading desk comments 交易台市场观点**

Last Friday, Asia IG space ended the week in a weak tone as benchmark names widened by 5-10bps. Overnight rates continued to head lower. Before close, we saw concerns over banking sector extended to DB. China TMTs such as BABA/TENCNT 10y papers were traded 5bps wider. SOEs performed softly. SINOPE/CHGRID 30s were both traded 8-10bps wider to T+95. In financials, AMC space was still subdued. HRINTH had a heavy selling session and moved down another 1-2.25pts (20-70bps wider). Other AMC peers were dragged down to close 10-20bps wider. T2 space was traded heavily and closed 5-10bps wider. The leasing papers BOCAVI/ICBCIL 24s were marked 5-10bps wider. Overall, we saw front-end IG papers remained one way selling. China property space drifted lower again. SINOCE 26-30s fell 3-5.5pts and SINOCE 24s plunged 6.75pts to 66.5. COGARDs/FUTLANs/FTLNHDs moved 0.5-1.5pts lower. CENCHI 24s/25s were traded down 1.5-4pts. Its nearest maturity CENCHI 7.25 23 was marked down 9pts to close at 31, 20pts lower WoW. AGILEs/GRNLGRs were quoted down 2-3pts. Industrial names FOSUNIs/HONGQIs were indicated 0.5pt lower. Macau gaming names SANLTDs/STCITYs were down 0.5-1.5pts. In Indian space, ADANEMs/ADSEZs gained 0.5-1.5pts. Indonesian names were unchanged. MEDCIJs were down 0.5pt.

In the Asia AT1/Perp/LGFV spaces, sentiment in the AT1 space weakened again amid overnight news surrounding some German banks. DB's stocks slumped and CDS surged. In AT1s, HSBC 8 Perp plunged around 3.5pts to ~93. The HSBC AT1 were ~1.5-2pts lower in the morning amid HF profit taking/rebuilding shorts and drifted further lower by another 2pts after London entry. Thai/SG/Korean AT1s dropped 0.5-1pt whereas Chinese names remained resilient. Elsewhere, SOE Perps and LGFVs remained largely stable as we continued to see Chinese AM buyers on 24s-25s papers. Whilst front end 23s and rich-yielding papers were skewed to better offered. HK names remained driven by sporadic two-way demand from PBs.

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## ❖ Last Trading Day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
CATIC 2 1/2 11/17/26	91.1	1.3	CENCHI 7 1/4 04/24/23	31.1	-9.2
TAISEM 3 1/8 10/25/41	80.6	1.3	SINOCE 6 07/30/24	66.5	-6.7
GEELY 4 PERP	93.2	1.2	SINOCE 3.8 04/26/25	61.2	-5.6
ICBPIJ 3.541 04/27/32	82.6	1.2	SINOCE 4 3/4 01/14/30	40.7	-5.3
ADSEZ 4.2 08/04/27	79.3	1.2	SINOCE 2.7 01/13/25	54.6	-5.1

## ❖ Marco News Recap 宏观新闻回顾

**Macro** – U.S. stock markets rebounded on last Friday, S&P (+0.59%), Dow (+0.41%) and Nasdaq (+0.31%) slightly bounced up with weak financial sector. Markets were worried about Deutsche Bank's viability, ECB promised to provide liquidity if needed. DB also plans to call its USD T2 DB 4.296 05/24/28 at first call date. The U.S. treasury yields were almost unchanged on Friday, the 2/5/10/30 yields reached 3.76%/3.41%/3.38%/3.64%, respectively.

## ➤ Offshore Asia New Issues (Priced)

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

## ➤ 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 109 credit bonds issued on last Friday with an amount of RMB127bn. As for Month-to-date, 2,003 credit bonds were issued with a total amount of RMB1,882bn raised, representing a 26.7% yoy increase
- [AZUPOE]** Media reported that Azure informally told its onshore lenders unable to publish audited results by 31 Mar self-set deadline
- [CAPG]** China Aoyuan AHG signed standstill agreement in respect of offshore senior notes; effective date to occur on 27 Mar
- [CHFOTN]** China Fortune Land Development controlling shareholder China Fortune Land Holding's ownership reduced by 1% to 14.2%
- [GEELY]** Geely Automobile receives notice of registration acceptance from NAFMII for up to RMB10bn debt financing instruments

- **[GRNCH]** Greentown issues RMB1bn two-year corporate bonds with 4% coupon to repay debts; its Ningbo unit bought RMB297mn bonds on secondary market
- **[GRNLHK]** Greenland Hong Kong expects profit for FY22 was RMB400-600mn, decreased from RMB2.2bn for FY21
- **[KAISAG]** Kaisa Group expects to record up to RMB14bn net loss for FY22
- **[LPKRIJ]** Fitch affirmed Lippo Karawaci's B- rating with stable outlook
- **[SINOPE]** Sinopec FY22 revenue increased by 21% to USD483.1bn and profit down 20% to USD11bn; plans to raise up to USD1.75bn via private share placement
- **[VEDLN]** Vedanta Ltd seeks India central bank's approval to provide guarantees for USD1bn loan to be raised through an overseas unit, banks asked interest rate at SOFR+800bps

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