

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!

Glenn Ko, CFA 高志和
(852) 3657 6235
glennko@cmbi.com.hk

Cyrena Ng, CPA 吳倩瑩
(852) 3900 0801
cyrenang@cmbi.com.hk

Jerry Wang 王世超
(852) 3761 8919
jerrywang@cmbi.com.hk

- *This morning, BNKEA 32-34s were unchanged in spreads, BNKEA 5.825/NANYAN 6.5 Perps were unchanged to 0.1pt higher. BBLTB 34-40s and KBANK 31s tightened 5-8bps. BABA/TENCNT 27-35s were 1-3bps tighter. HYSAN 7.2 Perp lowered 0.5pt, HYSAN 4.85/NANFUN 5 FFL Perps were unchanged to 0.2pt lower.*
- **ADEIN:** *Adani Enterprises denied any breach of US sanctions on Iran. Bonds of Adani complex were down 0.1-0.9pt this morning. See below.*
- **NWDEVL:** *NWD says lenders with over 80% of loans confirm commitment to the refinancing deal of which more than 60% have confirmed their commitment in writing, NWD expects to receive written confirmation from the remaining 20% in the next few days. NWDEVL 4.8/ 6.25/ 5.25 Perps up 0.1-0.7pt this morning.*

❖ Trading desk comments 交易台市场观点

Yesterday, NWDEVL 6.15/5.25/4.125 Perps rebounded 3.4-7.9pts, while NWDEVL 4.8 Perp/NWDEVL 27-31s were 1.0-7.2pts lower following coupon deferral announced on last Fri evening. NWDEVL Perps and NWDEVL 27-31s closed 5.1-24.8pts and 3.0-7.1pts lower from their last Thu closes, respectively. See our comments on NWDEVL on 2 Jun'25. HYSAN 7.2 Perp lowered 2.1pts, HYSAN 4.85/NANFUN 5 FFL Perps were 0.3-0.4pt lower. HK bank papers were better sold on spillover. BNKEA 28-34s closed 7-14bps wider, DAHSIN 31-33s/NANYAN 34s were 4-6bps wider. BNKEA 5.825/NANYAN 6.5 Perps were 0.3-0.4pt lower (around 15bps wider). In HK and Chinese IGs, AIA 29-54s were unchanged to 3bps tighter amid balanced two way flows. MTRC/CKHH 30-55s were unchanged to 4bps wider. BABA/TENCNT/HAOHUA 27-35s closed 2-5bps wider. In KR, PKX 30s widened 2bps while PKX 35s tightened 3bps. Trump announced to increase tariffs on steel to 50% from 25% over the weekend. LGENSO/HYNMTR/HYUELE 30-35s were unchanged to 2bps wider. In financials, BBLTB 33-40s were 2-4bps wider. In JP, SUMIBK/NOMURA Float 26-30s were 2-4bps wider. MIZUHO/SUMITR 30-35s were 1-3bps wider. NIPLIF 55s/MYLIFE 55s/DAIL Perp were down 0.1-0.2pt. In AT1s, the new HSBC 7.05 Perp was 0.1pt lower despite buying interests from Asia PBs. HSBC 6/BACR 8.375 Perps were 0.1pt higher. In Chinese properties,

VNKRLE 27-29s lowered 1.7-2.1pts. LNGFOR 27-32s were down 0.7-0.9pt. In SE Asia, ADSEZs/ADANEMs were up 0.1-0.5pt. See our comments on [2 Jun '25](#). Last night, Adani Enterprises denied any breach of US sanctions on Iran. See below for comments. GLPSP Perps/28s were 1.1-2.0pts lower.

In LGFVs, the flows were light with onshore China out on holiday. CPDEV 25-26s were down 0.2pt. There were two way interests on USD names such as CCUDIH 25-28s/ZHZHCC 25s and CNH names such as CHEDUC 25s/ZHHFGR Perp. In SOE perps, CHPWCN/COFCHK Perps were 0.1pt higher, CHSCOI Perp was 0.1pt lower.

❖ Last Trading Day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
NWDEVL 6.15 PERP	33.9	7.9	NWDEVL 5 7/8 06/16/27	65.7	-7.3
NWDEVL 4 1/8 PERP	22.5	3.7	NWDEVL 4.8 PERP	20.2	-6.1
NWDEVL 5 1/4 PERP	23.3	3.4	NWDEVL 4 1/2 05/19/30	48.4	-5.3
DIALIN 6.45 06/04/29	101.6	0.6	NWDEVL 4 1/8 07/18/29	49.5	-4.7
ADSEZ 5 08/02/41	78.7	0.5	NWDEVL 3 3/4 01/14/31	47.6	-4.4

❖ Marco News Recap 宏观新闻回顾

Macro – S&P (+0.41%), Dow (+0.08%) and Nasdaq (+0.67%) were higher on Monday. President Trump and President Xi are likely to speak this week, as the world's two largest economies remain locked in trade turmoil. US May'25 ISM Manufacturing PMI/Prices was 48.5/69.4, lower than the market expectation of 49.3/70.2, respectively. UST yield was higher on Monday, 2/5/10/30 yield at 3.94%/4.01%/4.46%/4.99%.

❖ Desk Analyst Comments 分析员市场观点

➤ ADEIN: Adani Enterprises denied any breach of US sanctions on Iran

Media reported Adani Enterprises is under the scrutiny of US prosecutors for the alleged import of LPG from Iran into India, and US is examining the activities of many LPG tankers used to ship cargoes to Adani Enterprises. Adani Enterprises denied the media report yesterday on any breach of US sanctions on Iran by group entities, and Adani Enterprises are not aware of any investigation by the US on this matter. Adani Enterprises does not have any USD bonds outstanding.

We understand that Adani Enterprises and Adani Green are affiliates, they are 73.97% and 60.94% owned by Adani Group, respectively. We changed our recommendations on the bonds of Adani complex to neutral from sell in [Mar'25](#) as our concerns on the "investigation" by the US SEC and adverse impact on the funding access of Adani group companies were somewhat relieved. We saw signs of gradual resumption of funding access of Adani group companies and positive rating actions since Mar'25. Recalled that Adani Green, Gautam and Sagar Adani are still under alleged bribery charges by the US. We maintain neutral on the bonds of Adani complex, we view the alleged bribery charges as an overhang on the performance of the bonds.

Table 1: Bond profile of Adani complex

Security name	ISIN	Amt Out (USD mn)	Ask Price	YTM	Issue rating (M/S/F)
ADSEZ 4 07/30/27	US00652MAD48	500	93.4	6.20%	Baa3/BBB-/BBB-
ADSEZ 4.2 08/04/27	US00652MAG78	750	96.5	5.90%	Baa3/BBB-/BBB-
ADSEZ 4 3/8 07/03/29	US00652MAE21	750	93.4	6.20%	Baa3/BBB-/BBB-
ADSEZ 3.1 02/02/31	US00652MAH51	500	84.4	6.40%	Baa3/BBB-/BBB-
ADSEZ 3.828 02/02/32	US00652MAK80	300	85.3	6.60%	Baa3/BBB-/BBB-
ADSEZ 5 08/02/41	US00652MAJ18	450	78.5	7.30%	Baa3/BBB-/BBB-
ADANEM 3.949 02/12/30	US00654GAA13	880	88.5	6.90%	Baa3/BBB-/BBB-

ADANEM 3.867 07/22/31	US00654GAB95	300	84.8	7.00%	Baa3/-/BBB-
ADGREG 6.7 03/12/42	US00654AAC09	408	90.1	8.10%	Ba1/-/BBB-
ADTIN 4 08/03/26	US00652XAA63	500	98.1	5.70%	Baa3/-/BBB-
ADTIN 4 1/4 05/21/36	US00652XAB47	363	84.8	7.00%	Baa3/-/BBB-
ARENRJ 4 5/8 10/15/39	US00654CAA09	308	80.5	7.60%	Ba1/BB+/BBB-

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	Pricing	Issue Rating (M/S/F)
National Australia Bank	USD	-	3yr/ 3yr/ 5yr	T+65/ SOFR Equiv/ T+75-80	Aa2/AA-/-
Shanghai Pudong Development Bank London Branch	USD	-	3yr	SOFR+105	-/BBB/-
The Government of HKSAR	USD	-	5yr	T+50	-/AA+/AA-

➤ News and market color

- Onshore primary issuances suspend during the Dragon Boat Festival
- China consumer goods trade-in program sparks sales of RMB1.1tn (cUSD153bn) this year between Jan and May'25
- **[CKHH]** CK Hutchison reaffirms commitment to legal compliance in proposed Panama port deal
- **[EHICAR]** eHi 1Q25 net operating cashflow slumps 45% qoq to RMB422mn (cUSD58mn) due to decline in used-cars sales
- **[FIRPAC]** First Pacific's Philippine unit, Maynilad Water Services, to raise PHP37bn (cUSD662.4mn) in IPO
- **[HMELIN]** Fitch affirmed HPCL-Mittal Energy's BB+ rating; outlook stable
- **[JFCPM]** Jollibee founder-backed Hotel101 Global plans USD2.5bn Saudi expansion
- **[MEDCIJ]** Medco Energi Internasional 1Q25 EBITDA rises 1.3% yoy to USD332mn
- **[MPEL]** Melco Resorts Sri Lanka casino slated to open in Aug'25
- **[NWDEVL]** Media reported New World concerned about slow progress of USD2.6bn mall project amid debt woes

- **[SKM]** SK Telecom loses more than 500k customers in the wake of massive security breach
- **[WYNMAC]** Wynn Macau to cut conversion prices of USD600m convertible bond of WYNMAC 4.5 03/07/29

Fixed Income Department

Tel: 852 3657 6235/ 852 3900 0801

fis@cmbi.com.hk

Author Certification

The author who is primary responsible for the content of this research report, in whole or in part, certifies that with respect to the securities or issuer that the author covered in this report: (1) all of the views expressed accurately reflect his or her personal views about the subject securities or issuer; and (2) no part of his or her compensation was, is, or will be, directly or indirectly, related to the specific views expressed by that author in this report.

Besides, the author confirms that neither the author nor his/her associates (as defined in the code of conduct issued by The Hong Kong Securities and Futures Commission) (1) have dealt in or traded in the stock(s) covered in this research report within 30 calendar days prior to the date of issue of this report; (2) will deal in or trade in the stock(s) covered in this research report 3 business days after the date of issue of this report; (3) serve as an officer of any of the Hong Kong listed companies covered in this report; and (4) have any financial interests in the Hong Kong listed companies covered in this report.

Important Disclosures

There are risks involved in transacting in any securities. The information contained in this report may not be suitable for the purposes of all investors. CMBIGM does not provide individually tailored investment advice. This report has been prepared without regard to the individual investment objectives, financial position or special requirements. Past performance has no indication of future performance, and actual events may differ materially from that which is contained in the report. The value of, and returns from, any investments are uncertain and are not guaranteed and may fluctuate as a result of their dependence on the performance of underlying assets or other variable market factors. CMBIGM recommends that investors should independently evaluate particular investments and strategies, and encourages investors to consult with a professional financial advisor in order to make their own investment decisions.

This report or any information contained herein, have been prepared by the CMBIGM, solely for the purpose of supplying information to the clients of CMBIGM and/or its affiliate(s) to whom it is distributed. This report is not and should not be construed as an offer or solicitation to buy or sell any security or any interest in securities or enter into any transaction. Neither CMBIGM nor any of its affiliates, shareholders, agents, consultants, directors, officers or employees shall be liable for any loss, damage or expense whatsoever, whether direct or consequential, incurred in relying on the information contained in this report. Anyone making use of the information contained in this report does so entirely at their own risk.

The information and contents contained in this report are based on the analyses and interpretations of information believed to be publicly available and reliable. CMBIGM has exerted every effort in its capacity to ensure, but not to guarantee, their accuracy, completeness, timeliness or correctness. CMBIGM provides the information, advices and forecasts on an "AS IS" basis. The information and contents are subject to change without notice. CMBIGM may issue other publications having information and/ or conclusions different from this report. These publications reflect different assumption, point-of-view and analytical methods when compiling. CMBIGM may make investment decisions or take proprietary positions that are inconsistent with the recommendations or views in this report.

CMBIGM may have a position, make markets or act as principal or engage in transactions in securities of companies referred to in this report for itself and/or on behalf of its clients from time to time. Investors should assume that CMBIGM does or seeks to have investment banking or other business relationships with the companies in this report. As a result, recipients should be aware that CMBIGM may have a conflict of interest that could affect the objectivity

of this report and CMBIGM will not assume any responsibility in respect thereof. This report is for the use of intended recipients only and this publication, may not be reproduced, reprinted, sold, redistributed or published in whole or in part for any purpose without prior written consent of CMBIGM.

Additional information on recommended securities is available upon request.

Disclaimer:

For recipients of this document in the United Kingdom

This report has been provided only to persons (I) falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended from time to time) ("The Order") or (II) are persons falling within Article 49(2) (a) to (d) ("High Net Worth Companies, Unincorporated Associations, etc.,) of the Order, and may not be provided to any other person without the prior written consent of CMBIGM.

For recipients of this document in the United States

CMBIGM is not a registered broker-dealer in the United States. As a result, CMBIGM is not subject to U.S. rules regarding the preparation of research reports and the independence of research analysts. The research analyst who is primary responsible for the content of this research report is not registered or qualified as a research analyst with the Financial Industry Regulatory Authority ("FINRA"). The analyst is not subject to applicable restrictions under FINRA Rules intended to ensure that the analyst is not affected by potential conflicts of interest that could bear upon the reliability of the research report. This report is intended for distribution in the United States solely to "major US institutional investors", as defined in Rule 15a-6 under the US, Securities Exchange Act of 1934, as amended, and may not be furnished to any other person in the United States. Each major US institutional investor that receives a copy of this report by its acceptance hereof represents and agrees that it shall not distribute or provide this report to any other person. Any U.S. recipient of this report wishing to effect any transaction to buy or sell securities based on the information provided in this report should do so only through a U.S.-registered broker-dealer.

For recipients of this document in Singapore

This report is distributed in Singapore by CMBI (Singapore) Pte. Limited (CMBISG) (Company Regn. No. 201731928D), an Exempt Financial Adviser as defined in the Financial Advisers Act (Cap. 110) of Singapore and regulated by the Monetary Authority of Singapore. CMBISG may distribute reports produced by its respective foreign entities, affiliates or other foreign research houses pursuant to an arrangement under Regulation 32C of the Financial Advisers Regulations. Where the report is distributed in Singapore to a person who is not an Accredited Investor, Expert Investor or an Institutional Investor, as defined in the Securities and Futures Act (Cap. 289) of Singapore, CMBISG accepts legal responsibility for the contents of the report to such persons only to the extent required by law. Singapore recipients should contact CMBISG at +65 6350 4400 for matters arising from, or in connection with the report.