

## 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 2-3bps with selling on short-end names. AT1s were dragged by the non-call of Germany banks, HSBC 8 perp down 1.5pts to 95.5. Short term SOE bonds and LGFV were overall better buying.*
- **DALWAN:** *Issued RMB1.5bn (cUSD220mn) unguaranteed 3NP2 MTNs with 6.8% coupon to repay debts. DALWANS down 0.25pt by mid-day. We have buy recommendations on DALWANS and the successful IPO of Zhuhai Wanda will be the catalyst for DALWANS to perform.*
- **VEDLN:** *Vedanta Resources denied the 10% stake-sale in Vedanta Ltd which also denied that its owner considers selling less than 5% of its stake. VEDLNs down 0.5 to 2pts this morning.*

#### ❖ Trading desk comments 交易台市场观点

Yesterday, Asia IG space were sideways after another 25bps rate hike. Treasuries notably bull-steepened and UST 2y yields were around 20bps tighter. In China SOEs/TMTs, benchmark papers were traded in around 5bps range and close unchanged. TENCNT 30s tightened 6bps to T+170. HAOHUAs were unchanged and skewed to better buying. In financials space, HRINTH curve recovered slightly from Wednesday. HRINTHs closed 0.5-1pts higher (20-40bps tighter), with clients trading active on front-end curve. China T2 space were firmer. Benchmark BCHINA/CCB grinded 5bps tighter. ICBCAS 29s/SHCMBK 33s tightened around 20bps to T+170, and T+308, respectively. Away from China, WOORIB tightened 5-10bps. We saw SG names UOBSP/OCBCSP T2s were traded in two-way flows. Overall, tone in the front-end space was still heavy given the volatility in CT2 yields. China property space remained lackluster. SINOCEs/FUTLANs/FTLNHDs moved 1-2.5pts lower. ROADKGs were traded down 1-4pts post the announcement of weak FY22 results. AGILEs/CENCHIs were down 0.5-1.5pts. However, GRNLGR 25s were marked 1-4.5pts higher. Industrial names FOSUNIs/WESCHIs were down around 0.5pt. Macau gaming names were unchanged to 0.5pt higher. Indian space was generally weaker led by Adani complex bonds that ADSEZs/ADANEMs/ADTINs were traded 1-3pts lower. VEDLNs were marked down 1-3.5pts. Renewables GRNKENS/RPVINs were quoted up around 1pt. Indonesian names LMRTSPs lowered 0.25-0.5pt.

The Asia AT1/Perp/LGFV spaces had a fairly hectic day post-FOMC. We saw Chinese accounts busily buying front-end 23s-25s papers across LGFVs/SOE Perps in attempt to lock short term yield in an anticipation of peaking funding rates. While we saw selling out of international and repo-sensitive accounts to raise cash or take profit, flows remained overall under better buying. In AT1 space, HSBC 8 Perp grinded back to around 97 with

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steady PB demand. Chinese big 5 banks AT1s climbed 0.25-0.5pt. ICBCAS perps edged up 0.25-0.375pt and BOCOM/BCHINA perps were traded 0.5-0.625pt higher. Elsewhere, HK Perps were better bid. GEELY Perp was indicated 0.5pt higher post the company reported its revenue in FY22 gained 45.6% yoy. CHJMAO and SOFTBK Perps were under better selling.

#### ❖ Last Trading Day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
GRNLGR 6 1/8 04/22/25	51.0	4.1	ROADKG 5 1/8 07/26/26	66.7	-4.0
GRNLGR 6 3/4 03/03/26	42.0	1.9	VEDLN 6 1/8 08/09/24	62.9	-3.7
PRUFIN 4 7/8 PERP	84.7	1.4	ADANEM 3.949 02/12/30	70.2	-3.4
ZHHFGR 4 1/4 PERP	91.8	1.4	VEDLN 13 7/8 01/21/24	81.5	-2.9
HRINTH 4.95 11/07/47	58.2	1.1	ADSEZ 4.2 08/04/27	78.4	-2.7

#### ❖ Marco News Recap 宏观新闻回顾

**Macro** – U.S. stock markets rebounded yesterday, S&P (+0.30%), Dow (+0.23%) and Nasdaq (+1.01%) rallied as U.S. Treasury Secretary reiterated that she prepares to take further actions to ensure the safety of Americans' bank deposits. The U.S. treasury yields overall down yesterday, the 2/5/10/30 yields reached 3.76%/3.39%/3.38%/3.66%, 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 139 credit bonds issued yesterday with an amount of RMB126bn. As for Month-to-date, 1,888 credit bonds were issued with a total amount of RMB1,752bn raised, representing a 25.7% yoy increase
- [ADSEZ]** Fitch affirmed Adani Ports at BBB- and stable outlook
- [CRHZCH]** China Resources Land obtains RMB3bn term-loan which due in three years since first drawdown
- [DALWAN]** Dalian Wanda Commercial Management issues RMB1.5bn (cUSD220mn) three-year MTNs to repay debts

- **[GCLNE]** GCL New Energy settles purchase offer for 10% senior notes due 2024; USD248.1mn remain outstanding following offer
- **[SHUION]** Shui On Land revenue drop 11% to USD2.3bn and gross profit down 7% to USD966mn for FY22
- **[SUELIN]** Suzlon Energy intends to redeem outstanding amount (USD35.9mn) of 4% due-2032 CBs on 2 May
- **[SUNAC]** Sunac China expects loss of up to RMB28bn for FY22
- **[VEDLN]** Vedanta Resources denied the 10% stake-sale in Vedanta Ltd. which denied that its owner considers selling less than 5% of its stake

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