

CMBI Credit Commentary

Fixed Income Daily Market Update 固定收益部市场日报

- *The new HYUELE 4.25 28/4.375 30 widened 1-2bps this morning. TW lifers CATLIFs/FUBON/NSINTW/SHIKON were 1-2bps wider. ZHOSHK 28 widened 5bps after S&P changed Zhongsheng's outlook to negative from stable. Asia Perps were 0.3-0.5pt higher and we saw better buying from institutions. LGFVs were stable.*
- **LNGFOR:** *Passed through the repayment hump. LNGFOR 28 was 0.1pt lower this morning while LNGFOR 27/29/32 were unchanged. See below.*
- **SHUION:** *Shui On is looking to issue USD bonds this month to refinance USD400mn SHUION 5.5 06/29/26. SHUION 26 was 0.4pt higher this morning.*

❖ Trading desk comments 交易台市场观点

Last Friday, the new HYUELE 28-30s tightened 2-3bps as flippers took profit to sell to onshore Korean buyers. TW lifers were active. SHIKON 35 tightened another 10bps (20bps in two days), CATLIFs/NSINTW 34 tightened 4-8bps, and the new FUBON 35 was 5bps tighter. See our comment on [4 Sep'25](#). Japan space was stabilized after the recent heavy supply of new issues. The new KYUSEL 35/NOMURA 35/MITCO 28-35s/NORBK 30-35s/SUMIBK were 3-5bps tighter. The recent MUFG 6.35 PERP/SUMILF 5.875 55/FUKOKU 5.75 55 increased by 0.3pt, and ACAFP 7.125 PERP/INTNED 7 PERP/NDAPH 6.75 PERP/ALVGR 6.55 PERP rose 0.5pt. The rest of Yankee and Japanese AT1s and insurance hybrid notes were 0.3pt higher. We saw buying from Asia PBs and AMs. In China space, MEITUA curve was still under pressure after Fitch revised outlook on Meituan from positive to stable. The rest of China IG space was largely unchanged. We saw buying for FOSUNI 28-29s. The new FOSUNI 29s inched 0.1pt firmer. See our comment on [3 Sep'25](#). In Macau gaming, SJMHOL 26-28s/MGMCHI 27-31s/MPEL 26-32s/SANLTD 26-31s/STCITY 28-29s/WYNMAC 26-34s were 0.1pt lower to 0.3pt higher. See our commentary on [5 Sep'25](#). MTRC PERPs were 0.3pt higher, while LIHHK 4.8 06/18/26 was down 0.8pt. In Chinese properties, LNGFOR 27-32s climbed 0.5-0.9pt. See our comments below. In Southeast Asia, BBLTB subs were 3-5bps tighter. For the Renew Energy complex, RPVIN 28/RNW 26/INCLEN 27 were 0.1-0.2pt higher. Renew Energy is exploring refinance plans for its USD400mn RNW 7.95 07/28/26 through onshore and offshore debts, with the offshore portion potentially in the form of a USD bond. RILIN 45-62s rose 1.6pts, while VLLPM 9 3/8 07/29/29 dropped 1.9pts. The rest of the space and LGFVs were overall stable in an afloat tone amid moderate two-way flows.

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❖ Last Trading Day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
CHGDNU 4.8 09/11/48	91.5	1.9	VLLPM 9 3/8 07/29/29	62.6	-1.9
TAISEM 3 1/4 10/25/51	76.6	1.7	LIHHK 4.8 06/18/26	93.6	-0.8
RILIN 4 7/8 02/10/45	92.9	1.6	CFAMCI 4.95 11/07/47	89.4	-0.6
RILIN 3 3/4 01/12/62	72.3	1.6	CENCHI 7.65 08/27/23	3.2	-0.5
YANTZE 3.2 10/16/49	76.2	1.5	CFAMCI 5 1/2 04/27/47	96.2	-0.5

❖ Marco News Recap 宏观新闻回顾

Macro – S&P (-0.32%), Dow (-0.48%) and Nasdaq (-0.03%) were lower on last Friday. US Aug'25 nonfarm payrolls was +22k, lower than the market expectation of +75k. US Aug'25 unemployment rate was 4.3%, same as the market expectation. UST yield was lower on last Friday. 2/5/10/30 yield was at 3.51%/3.59%/4.10%/4.78%.

❖ Desk Analyst Comments 分析员市场观点

➤ LNGFOR: Passed through the repayment hump

Maintain buy on LNGFORs

Longfor has demonstrated its ability to manage its debt maturities well and continue to reduce debts despite the weak 1H25 results. We take additional comfort with the growing contribution from investment properties and property management which partly offset the impact of weak property sales and margin pressure. We maintain our view that Longfor is a survivor of the sector and the current valuation of LNGFORs offer good carry plays. Hence, we maintain buy on LNGFORs.

Table 1: Bond Profiles

Security Name	O/S (USD mn)	Maturity	Coupon	Offer price	YTM (%)
LNGFOR 3 3/8 04/13/27	250.0	4/13/2027	3.38%	94.2	7.28%
LNGFOR 4 1/2 01/16/28	500.0	1/16/2028	4.50%	93.2	7.73%
LNGFOR 3.95 09/16/29	850.0	9/16/2029	3.95%	85.4	8.29%
LNGFOR 3.85 01/13/32	400.0	1/13/2032	3.85%	77.5	8.51%

Source: Bloomberg.

Click [here](#) for the full report.

➤ 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)
Petron Corp	USD	-	PerpNC3	7.35%	Unrated
Shaoxing Shangyu State-owned Capital Investment and Operation	USD	-	3yr	4.8%	Unrated
Westpac	USD	-	5yr	T+85	A1/AA-/A+

➤ News and market color

- Regarding onshore primary issuances, there were 83 credit bonds issued yesterday with an amount of RMB54bn. As for Month-to-date, 278 credit bonds were issued with a total amount of RMB207bn raised, representing a 17.2% yoy decrease
- Shenzhen eased home purchasing rules to prop up real estate sales, following in the footsteps of Shanghai and Beijing
- **[AVIILC]** Moody's withdrew the Baa2 rating of AVIC Industry-Finance
- **[BABA]** Alibaba reduced its stake in Singapore Post, cashing out SGD65mn (cUSD50.4mn)
- **[CCAMCL]** Central Huijin becomes China Cinda's largest shareholder with 58% stake
- **[DALWAN]** Wanda Group to raise up to USD200mn in private debt from Deutsche Bank
- **[EMPINT]** Emperor International to sell Macau properties for HKD90mn (cUSD11.5mn)
- **[LGELEC]** LG Electronics looks to double European sales in five years
- **[MEITUA]** Fitch revised outlook on Meituan to stable from positive, affirms BBB+ rating
- **[NSANY]** Nissan mulls sale-and-leaseback deal for global Yokohama headquarters
- **[ZHOSHK]** S&P revised Zhongsheng's outlook to negative from stable on declining profitability; affirmed BBB rating

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