

## 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!

- *BABAs/TENCNTs were 1-2bps tighter this morning. SOBKCO 35 widened 5bps. TOPTBs widened 5bps. FAEACO Perp lowered 1.5pts. CKINF/CKPH Perps lowered 0.4-0.6pt. LASUDE 26 lowered 0.6pt.*
- **RCBPM:** Redeem RCBPM 6.5 Perp on the first call date in Aug'25. RCBPM 6.5 Perp was unchanged while RCBPM 29-30s were down 0.1pt this morning. See below.
- **HENLND:** Henderson Land issued HKD8bn (cUSD1.0bn) 0.5% CB due in 2030. The initial conversion price is HKD36 per share, i.e. a conversion premium of 27% over the last close. HENLNDs were unchanged this morning.

#### ❖ Trading desk comments 交易台市场观点

Yesterday, the new SHINFN 30/LOTCOR 28 widened 1-2bps from ROs. The recent new KORGAS 28-30s were unchanged to 1bp wider. Meanwhile in KR, HYNMTR/LGENSO 28-30s were 1-3bps tighter. In Chinese IGs, CNOOC 42-43s were 0.2-0.6pt higher (unchanged to 5bps tighter in spreads). ZHOSHK 28 tightened 6bps. In financials, BBLTB 34s widened 2bps amid mixed two way flows. HSBC/STANLN Float 31s closed 1-2bps tighter. In insurance, SHIKON/NSINTW 34-35s tightened another 2-5bps. MYLIFE/NIPLIF 53-55s and FUKOKU 6.8/SUMILF 5.875 Perps were down 0.1-0.3pt. In AT1s, SOCGEN 8.125/INTNED 7.5 Perps were up 0.2-0.3pt. In HK, REGH 6.5 Perp was up 0.3pt. HYSAN 4.1 Perp lowered 0.5pt. NWDEVL Perps/27-31s were unchanged to 0.3pt lower. Media reported that NWD is selling its K11 property in Shanghai's Huaihaizhong Road for RMB2.85bn (cUSD397mn). MTRC Perps were 0.1-0.3pt lower. In Chinese properties, ROADKG 28-30s were up 0.2-0.3pt. VNKRL 27-29s lowered 0.3-0.4pt. Outside properties, EHICAR 26-27s lowered 0.2-0.3pt. In SE Asia, RCBPM announced to fully redeem the USD300mn RCBPM 6.5 Perp at par on 27 Aug '25, the first call date. See comments below. VLLPM 27-29s were up 0.5pt amid media report that Vista Land & Lifescapes obtained PHP3.4bn (cUSD60.3mn) loan for refinancing.

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LGFVs remained sought after following media report of Southbound Bond Connect's potential expansion. See our comments on [8 Jul '25](#). The CNH LGFVs such as CDTFDG 7.3 27s/SDGAOC 6.9 27s/LUOYNG 7.5 26s were skewed to better buying despite some profit taking. The higher yielding USD LGFVs such as BADNHI 6.9 28s/SCJYFG 6.45 28s were also firm. In SOE perps, CHCOMU/CHSCOI Perps were up 0.1pt.

#### ❖ Last Trading Day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
CNOOC 5 05/02/42	97.9	0.6	HYSAN 4.1 PERP	98.7	-0.5
VLLPM 9 3/8 07/29/29	66.6	0.5	CCAMCL 5 02/08/48	86.9	-0.5
VLLPM 7 1/4 07/20/27	76.4	0.5	YANTZE 3.2 10/16/49	73.1	-0.4
SOCGEN 8 1/8 PERP	103.3	0.4	PLNIJ 7 7/8 06/29/37	118.4	-0.4
REGH 6 1/2 PERP	22.6	0.3	VNKRLE 3 1/2 11/12/29	72.1	-0.4

#### ❖ Marco News Recap 宏观新闻回顾

**Macro** – S&P (-0.07%), Dow (-0.37%) and Nasdaq (+0.03%) were mixed on Tuesday. Trump vows no tariff extension on his 1 Aug'25 deadline. Trump plans a 50% tariff on copper import and 200% tariff on drug import, while he said that levies on semiconductors and pharmaceuticals were coming soon. UST yield was higher on Tuesday, 2/5/10/30 yield at 3.90%/3.99%/4.42/4.94%.

#### ❖ Desk Analyst Comments 分析员市场观点

##### ➤ RCBPM: Redeem RCBPM 6.5 Perp on the first call date in Aug'25

Rizal Commercial Banking Corp. (RCBPM) announced the call of its only o/s USD AT1 capital securities, RCBPM 6.5 Perp, in full at par on the first call date (27 Aug'25). In Jun'25, RCBPM has received the approval from the Bangko Sentral ng Pilipinas (BSP) for the redemption. We understand that the bank must maintain the minimum capital adequacy ratio required by BSP before and after the redemption of the capital securities. As of Mar'25, RCBPM's CET1 ratio and CAR was 13.5%/16.0%, respectively, higher than the regulatory minimum requirement of 8.5%/12.5% (incl. capital conservation buffer of 2.5%) required by BSP on RCBPM.

We have buy recommendation on RCBPM 6.5 Perp. Please see Table 1 for our AT1 and T2 picks in the Asian universe. We believe the likelihood of calling these AT1 and T2 on their respective first call dates is high, considering their track records of call on the first call dates and their sufficient capital buffers above the regulatory minimum requirements.

**Table 1: Our Asian AT1 & T2 picks**

Security name	ISIN	Region	Type	Amt o/s (USDmn)	Px	YTC (%)	First call date	Mod duration	Issue rating (M/S/F)
<b>Asian DM</b>									
CHIYBK 8 Perp	XS2543377068	HK	AT1	200	101.4	7.3	26 Oct'27	2.0	NR
CHIYBK 5.75 04/07/32	XS2460522555	HK	T2	200	99.1	6.3	7 Apr'27	1.6	NR
NOMURA 7 Perp	US65535HCC16	JP	AT1	1,000	101.5	6.6	15 Jul'30	4.2	Ba3/-/BB
SHINFN 2.875 Perp	US824596AA84	KR	AT1	500	97.6	5.8	12 May'26	0.8	Baa3
<b>Asian EM</b>									
BBLTB 5 Perp	US06000BAA08	TH	AT1	750	99.9	5.3	23 Sep'25	0.2	Ba1
BBLTB 3.466 09/23/36	US059895AV49	TH	T2	1,000	88.3	5.7	23 Sep'31	5.4	Baa3

BBLTB 6.056 03/25/40	USY0616GAA14	TH	T2	1,000	99.1	6.2	25 Mar'35	7.1	Baa3
KBANK 5.275 Perp	XS2242131071	TH	AT1	500	99.9	5.8	14 Oct'25	0.3	Ba2
KBANK 4 Perp	XS2371174504	TH	AT1	350	96.7	6.2	10 Feb'27	1.5	Ba2
KBANK 3.343 10/02/31	XS2056558088	TH	T2	800	97.2	5.7	2 Oct'26	1.2	Ba1/-/BB+
RCBPM 6.5 Perp	XS2219370660	PH	AT1	300	100.1	5.8	27 Aug'25	0.1	B1

**Australia**

ANZ 6.75 Perp	US05254HAA23	AU	AT1	1,000	101.9	4.7	15 Jun'26	0.9	Baa2/BBB/BBB
MQGAU 6.125 Perp	US556079AB79	AU	AT1	750	100.8	5.6	8 Mar'27	1.5	Baa3/BBB/-
WSTP 5 Perp	US96122UAA25	AU	AT1	1,250	99.3	5.3	21 Sep'27	2.0	Baa2/BBB/BBB

Source: Bloomberg.

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

Issuer/Guarantor	Size (USD mn)	Tenor	Coupon	Priced	Issue Rating (M/S/F)
Mianyang Investment Holding	300	3yr	5.0%	5.0%	Unrated
Muangthai Capital Public Company	350	5yr	7.55%	7.55%	-/BB-/BB

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

Issuer/Guarantor	Currency	Size (USD mn)	Tenor	Pricing	Issue Rating (M/S/F)
CITIC Securities International	USD	-	3yr	SOFR+115	-/BBB+/-
Lunan (Zaozhuang) Economic Development Investment	USD	-	3yr	6.9%	Unrated
Zhenjiang Transportation Industry Group	USD	-	3yr	5.29%	Unrated

➤ **News and market color**

- Regarding onshore primary issuances, there were 139 credit bonds issued yesterday with an amount of RMB193bn. As for month-to-date, 453 credit bonds were issued with a total amount of RMB509bn raised, representing a 21% yoy increase
- China Jun'25 passenger car sales rise 18% yoy boosted by government trade-in subsidies
- **[COGREN]** Fitch affirmed Continuum RG2's COGREN 7.5 06/26/33 at BB+; outlook stable
- **[FIRPAC]** First Pacific's MGen to exceed 1,500MW renewables target 3 years ahead of timeline
- **[LENOVO]** Lenovo 2Q25 worldwide PC shipments climb 15% yoy to 17mn units
- **[MOLAND]** Modern Land (China) expects to publish delayed FY23, FY24 results by Sep'25
- **[NSANY]** Nissan Motor to upsize planned CB issuance to JPY200bn (cUSD1.4bn) from JPY150bn (cUSD1.0bn); Nissan scales back planned production of EV model due to China rare earth curbs

- [TPHL] Times China says scheme creditors approve USD2.9bn offshore debt restructuring

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