

**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

- *Chinese IG benchmarks were unchanged to 2bps tighter this morning. GLPSP Perps were another 0.7-0.8pt lower. VLLPM 29 declined 1.0pt. The CNH LGFVs remained better bid.*
- *Macau gaming: GGR growth accelerated in May'25. See below.*
- *TOPTB: Thai Oil repurchased and cancelled USD27.23mn TOPTB 4.875 01/23/43, USD46.5mn TOPTB 5.375 11/20/48, and USD66.5mn TOPTB 3.5 10/17/49, totaled USD140.2mn. TOPTB 48-49s down 0.2-0.3pt this morning.*

**❖ Trading desk comments 交易台市场观点**

Yesterday, in HK, NWDEVL Perps/27-31s were down 0.1-2.2pts and closed 4.5-27.0pts lower from last Thu closes. NWSZF 28-29s rebounded 0.4-0.8pt, closed 1.6-2.1pts lower from last Thu closes. HYSAN 7.2 Perp lowered 0.9pt despite some opportunistic buying from PBs. HYSAN 4.85/NANFUND 5 FFL Perps were better sold by PBs and closed 0.3-0.4pt lower. In HK bank papers, DAHSIN/NANYAN 31-34s were 1-2bps wider. BNKEA 32-34s closed unchanged in spread, BNKEA 5.825/NANYAN 6.5 Perp were 0.1-0.2pt higher. Meanwhile HKINTL priced a 5yr bond at T+12 (IPT at T+50). CKHH 27-34s were unchanged to 2bps tighter following media report that Blackrock and MSC held talks with China's authorities for market regulation on CK Hutchison's port deal. In KR, HYNMTR 28-35s were 1-3bps tighter, HYUELE/LGENSO 27-35s were 1-3bps wider. In Chinese IG corps, MEITUA/LENOVO/BABA/XIAOMI 27-31s widened 1-3bps. In financials, the front end of CCAMCL/ORIEAS 26-30s closed unchanged to 2bps wider. KBANK 31s tightened 5bps. BBLTB 34-40s were 2-5bps tighter despite profit taking from PBs/AMs. In JP, MIZUHO 31-35s/SUMITR 35s and SMBCAC 26-33s were better sold by PBs/Chinese accounts and closed unchanged to 3bps wider. In Chinese properties, DALWAN 26s were up 0.4pt. LNGFOR 27-32s were down 0.3pt. GRNCH 28s were 0.2pt lower. Outside properties, FOSUNI 25-28s/HONGQI 28s were unchanged to 0.2pt lower on the back of selling from AMs/HFs. In SE Asia, Adani complex bonds were down 0.4-0.8pt despite Adani Enterprises denied any breach of US sanctions on Iran. See our comments on [3 Jun '25](#). GLPSP Perps were 0.7-1.1pts lower.

The sentiment in LGFVs was firm as onshore China returned from long weekend. The CNH LGFVs such as CDHXIG 7.7 26s/TZXHIG 6.9 28s continued to compress thanks to robust demands from both cross-border and offshore Chinese accounts. There were also two way interests on USD LGFVs such as CDTFDG 7 27s/CHDOHU 7.6 28s. In SOE perps, CHCSOI Perp was up 0.1pt, CHCOMU Perp was down 0.1pt.

#### ❖ Last Trading Day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
NWSZF 4 1/4 06/27/29	82.5	0.8	NWDEVL 6.15 PERP	31.7	-2.2
FWDGHD 8.6245 PERP	99.3	0.4	NWDEVL 4 1/2 05/19/30	46.6	-1.8
DALWAN 11 02/13/26	97.1	0.4	NWDEVL 5 7/8 06/16/27	63.9	-1.8
NWSZF 6 3/8 08/22/28	92.8	0.4	NWDEVL 4 1/8 07/18/29	47.7	-1.8
MITHCC 5.658 02/28/33	101.1	0.3	NWDEVL 3 3/4 01/14/31	46.1	-1.5

#### ❖ Marco News Recap 宏观新闻回顾

**Macro** – S&P (+0.58%), Dow (+0.51%) and Nasdaq (+0.81%) were higher on Tuesday. US Apr'25 JOLTS job openings was 7.391mn, higher than the market expectation of 7.110mn. Short-term UST yield was higher on Monday, 2/5/10/30 yield at 3.96%/4.04%/4.46%/4.98%.

#### ❖ Desk Analyst Comments 分析员市场观点

##### ➤ Macau gaming: Cumulative GGR growth accelerated in May'25

**Table 1: Macau monthly GGR**

MOP mn	2023	2024	2025	Cumulative GGR 2025	Cumulative GGR 2025 growth rate	% of 2019 GGR
Jan	11,580	19,337	18,254	18,254	-5.6%	73.2%
Feb	10,324	18,486	19,744	37,998	0.5%	75.5%
Mar	12,738	19,503	19,659	57,657	0.6%	75.7%
Apr	14,722	18,545	18,858	76,515	0.8%	76.7%
May	15,565	20,188	21,193	97,708	1.7%	77.7%

Source: Macau DSEC.

In May'25, the gross gaming revenue (GGR) in Macau rose 5.0% yoy to MOP21.2bn, compared with the 1.7% yoy growth in GGR in Apr'25. The increase was driven by 40.5% yoy increase in visitors during the Labor Day Holiday during May'25 compared to May'24. The 5M25 cumulative GGR increased by 1.7% yoy to MOP97.7bn, represented c78% of pre-pandemic level in 2019. The GGR growth YTD has been understandably moderating after the 334% and 24% rebound in 2023 and 2024, respectively. Yesterday, the Macau government lowered the estimate of GGR in 2025, that the GGR to increase by 0.5% to MOP228bn (cUSD28bn) from the previous estimate of 5.8% (MOP240bn, or cUSD30bn) made in Nov'24. While the long holidays in May and Oct are the keys to assess if the growth target is achievable, we view the revised target factored in the slower than expected growth in 5M25 despite the long holiday in May.

From a credit perspective, we are not too concerned on the moderating GGR growth and expect that the performance of Macau gaming bonds will continue to be supported by positive adj EBITDA and contained capex. We also expect Macau gaming operators to be candidates for early redemptions of their bonds given the improved financial conditions and resumption of access to funding channels. Furthermore, we consider Macau gaming bonds as domestic consumption plays which should demonstrate more defensiveness under the backdrop of trade war.

Within the Macau gaming sector, our top picks are MPELs and STCITYs/STDCTY. We also consider SJMHOLs good carry play. Meanwhile, we consider MGMCHIs and WYNMAC'27 yield pick-up plays, trading at 56-119bps and 77bps pick-up over bonds of their US parents, respectively. We are neutral on SANLTDs on valuation. Please also read our comment on the 1Q25 results of [MPEL/STCITY/STDCTY](#), [SJM HOL](#), [MGMCHI](#) and [WYNMAC](#).

**Table 2: Macau gaming USD bond profile**

	Ask YTM (%)	Mod Duration	Ask price
MGMCHI	5.1-6.7	0.1-3.4	98.3-102.3
<b>MPEL</b>	<b>5.6-7.8</b>	<b>0.1-5.2</b>	<b>92.3-100.0</b>
SANLTD	5.0-5.8	0.1-5.4	86.8-100.1
<b>SJM HOL</b>	<b>5.6-6.5</b>	<b>0.6-2.4</b>	<b>96.0-99.3</b>
<b>STCITY/STDCTY</b>	<b>4.9-8.1</b>	<b>0.1-3.1</b>	<b>90.6-100.1</b>
WYNMAC	4.5-6.8	0.6-3.9	93.8-99.9

Source: Bloomberg.

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

Issuer/Guarantor	Size (USD mn)	Tenor	Coupon	Priced	Issue Rating (M/S/F)
National Australia Bank	750/	3yr/	4.308%/	T+40/	Aa2/AA-/-
	750/	3yr/	SOFR+65/	SOFR+65/	
	750	5yr	4.534%	T+52	
Shanghai Pudong Development Bank London Branch	400	3yr	SOFR+53	SOFR+53	-/BBB/-
Taixing Jinjiang Investment	34	3yr	5.5%	5.5%	Unrated
The Government of HKSAR	1000	5yr	4.125%	T+12	-/AA+/AA-

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

Issuer/Guarantor	Currency	Size (USD mn)	Tenor	Pricing	Issue Rating (M/S/F)
Dujiangyan Minjiang Water Group	USD	-	3yr	5.3%	Unrated
Macquarie Bank	USD	-	3yr/	T+75/	Aa2/A+/A+
			3yr	SOFR Equiv	

➤ **News and market color**

- Regarding onshore primary issuances, there were 55 credit bonds issued yesterday with an amount of RMB40bn. As for Month-to-date, 55 credit bonds were issued with a total amount of RMB40bn raised, representing a 65.3% yoy decrease
- Chinese authorities warned automakers about a self-defeating price war that squeezes profit margins
- [CIFIHG]** CIFI offshore debt restructuring plan approved by creditors, HK Court sanction hearing scheduled for 26 Jun'25

- **[CKHGTH]** CK Hutchison starts cash tender offers for CKHGTH 2 10/17/27 of GBP500mn and CKHGTH 2.625 10/17/34 of GBP300mn, expiration deadline 10 Jun'25
- **[GWTH]** Creditors approve Golden Wheel Tiandi offshore debt restructuring scheme at meeting, Court approval and sanction hearing scheduled for 24 Jun'25
- **[HYUELE]** SK Hynix overtakes Samsung to become top global seller of DRAM chips in 1Q25
- **[IDASAL]** MIND ID accepted USD8.367mn of IDASAL 6.53 11/15/28 and USD13.104mn IDASAL 6.757 11/15/48 in the tender offers
- **[MEDCIJ]** Medco Energi accepted USD150.595mn of MEDCIJ 7.375 05/14/26 and USD310.934mn of MEDCIJ 6.375 01/30/27 as of expiration deadline, expected settlement date is 9 Jun'25
- **[NWDEVL]** Media reported NWD plans to utilize 15-25% of a HKD15.6bn (cUSD2bn) 3-year facility, arranged by Deutsche Bank and backed by Victoria Dockside, to repay HKD87.5bn loans; NWD's 11 Skies mall near Hong Kong's airport has only leased around 40% so far
- **[PINGRP]** Ping An Insurance proposes to issue HKD11.8bn (cUSD1.5bn) zero-coupon CB due on 11 Jun'30, initial conversion price is HKD55.02 per H share, represents 18.45% premium over the last close price of HKD46.45
- **[SUMIBK/YESIN]** Yes Bank clarifies on report about SMBC plan to acquire controlling stake
- **[TOPTB]** Thai Oil repurchased and cancelled USD27.23mn TOPTB 4.875 01/23/43, USD46.5mn TOPTB 5.375 11/20/48, and USD66.5mn TOPTB 3.5 10/17/49, totaled USD140.2mn
- **[VEDLN]** Vedanta Limited looks to raise up to INR50bn (cUSD585.6mn) via three tranches of NCDs on 4 Jun'25

*Fixed Income Department*

*Tel: 852 3657 6235/ 852 3900 0801*

[fis@cmbi.com.hk](mailto: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.