24 Sep 2026

CMBI Credit Commentary

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

- *Overall, the tone was cautious this morning amid the rates backdrop. Asia IG spreads were unchanged to 2bps wider, with selling flows in 10yr benchmark paper. JP AT1 and insurance subs declined by 0.8-1.5pts, with two-way flows from RMs/AMs. The recent new SOCGEN 8 Perp fell 0.8-1.0pt. Selling pressure in ZHHFGR persisted from Chinese AMs, ZHHFGR Perp down 1.5pts.*

- ***SOFTBK:** Record USD funding costs reflect rising AI funding risk. The new SOFTBK '30s/'32s/'34s rose 1.5pts from RO at par this morning with two-way flows from RMs/PBs. See below.*

- ***MINAU**: Fitch upgraded Mineral Resources by one notch to BB from BB- on expanding operation and significant deleveraging; outlook stable. MINAUs were unchanged this morning.*

❖ **Trading desk comments 交易台市场观点**

Yesterday, quiet session overall in Asia IG space compared with earlier in the week. The new HWQCUS '29s priced generously wide at nearly +20bps to the existing bonds of similar structure, as well as comparable bank-guaranteed peers. Accounts covered by us received modest allocations, the bonds tightened by more than 10bps at the open. Comparable '29 papers were unchanged to 1bps wider, while the KOROIL curve moved 2bps wider amid continued flipping. In the 10yr space, the recent new NSINTW '42 tightened by 2bps, though we saw better selling in FUBON '35 in TW lifers space. Chinese TMT was unchanged to 1bps wider amid better selling on MEITUA '35s/TENCNT '36s. In JP FRNs, '32 papers were under better selling although levels were unchanged. This contrasted with strong front-end buying in T2 names BBLTB/DAHSIN/BNKEA/OCBCSP.

In higher-yielding space, AT1s and insurance subs traded largely steady despite flows turned modestly toward better selling into the London session as rates crept higher again. The new SOCGEN 8 Perp was 0.1pt higher, supported by PB top-up demand. SOFRBK curve dropped 0.1-0.3pt. Greater China high-beta credit and (semi-)SOE property names encountered another wave of selling in CPDEV/ZHHFGR, from HFs and Chinese AMs as many among the latter seeking to reduce exposure amid its onshore weakness, which was interpreted this as a potential shift in the onshore view toward ZHHFGR. We saw the heaviest selling in CNH ZHHFGR 6 Perp and declined 0.5pt despite its short remaining tenor to the call date. Selling subsequently extended to ZHHFGR Perps and '27. Chinese developers CHJMAO/GRNCH/LNGFOR were unchanged to 0.2pt higher. VNKRLEs were 0.4-1.0pt higher. The broader LGFV space was relatively slow as onshore clients prepared for the extended holiday. Higher-quality CNH paper remained generally sought after, while higher-yielding names further down the credit curve were better offered by tactical investors looking to recycle

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cash. USD LGFVs were also broadly better offered across the credit curve, reflecting the USD rates backdrop.

❖ Last Trading Day's Top Movers

Top Performers	Price	Change
VNKRLE 3.975 11/09/27	**52.7**	**1.0**
VNKRLE 3 1/2 11/12/29	**49.2**	**0.4**
GLPCHI 7 3/4 04/30/29	**87.7**	**0.3**
TSIVMG 1.6 12/17/39	**47.7**	**0.3**
GZFINH 4.05 04/15/29	**97.7**	**0.3**

Top Underperformers	Price	Change
VLLPM 7 1/4 07/20/27	**83.0**	**-2.7**
CWAHK 5 7/8 10/22/30	**90.7**	**-2.2**
ELDIKB 8 1/2 04/23/31	**97.1**	**-1.9**
CNPCCH 5.95 04/28/41	**103.1**	**-1.7**
BEIENT 6 3/8 05/12/41	**103.1**	**-1.6**

❖ Marco News Recap 宏观新闻回顾

Macro – S&P (-0.75%), Dow (-0.68%) and Nasdaq (-1.13%) were lower on Wednesday. US Sep'26 S&P Global Manufacturing/Services PMI was 57.0/58.7, respectively, higher than the market expectation of 53.6/55.8. UST yield was higher yesterday. 2/5/10/30 year UST yield was at 4.85%/4.99%/5.11%/5.40%.

❖ Desk Analyst Comments 分析员市场观点

➢ SOFTBK: Record USD funding costs reflect rising AI funding risk

SoftBank raised USD10bn across three USD bond tranches, comprising '30s at 8.625%, '32s at 9.25%, and '34s at 9.75%, as well as EUR1bn across new EUR '30s and '32s. Proceeds will be used primarily to fund the USD10bn payment for the third and final tranche of the USD30bn follow-on investments in OpenAI Group agreed in Feb'26 and expected to close on 1 Oct'26, with the remainder for general corporate purposes. SoftBank also expects to cancel the remaining USD10bn of undrawn capacity under the USD40bn Bridge Facility Agreement entered into in Mar'26.

The deal was priced at SoftBank's highest-ever USD bond coupons, while the '32s and '34s tranches (USD4.5bn each) were its largest-ever individual USD bond offering. The new bonds offer c30-130bps yield pick-up over the existing SOFTBK bonds of broadly comparable maturity. We view the concessions as broadly justified by SoftBank's rising risk profile, given the scale of its planned AI investments and the uncertainty over their funding requirements and returns. The sizeable deal also indicates that investors are seeking greater compensation for higher leverage, execution risk and a reduced buffer against further volatility in its concentrated portfolio in technology.

In JP HY space, we like Rakuten for its improving credit profile. We maintain buy on RAKUTN 8.125 Perp, in view of attractive yield pick-up and carry within the RAKUTN curve. The perp is trading at a YTC of 7.4% at 102.0, offering c90bps pick-up over RAKUTN '29 with 8 months longer in "tenor". We continue to see a good likelihood of Rakuten calling the perp at the first call date, supported by improving operating performance, diversified funding access, and a consistent call track record. We are neutral on RAKUTN 6.25 Perp, with a preference for shorter tenor given our expectation of higher rate volatility.

➢ Offshore Asia New Issues (Priced)

Issuer/Guarantor	Size (USD mn)	Tenor	Coupon	Priced	Issue Rating (M/S/F)
National Bank for Financing Infrastructure and Development	750	10yr	6.122%	T+105	-/BBB/BBB-
SoftBank Group	1000	3.5yr	8.625%	8.625%	-/BB+/BB+
	4500	5.5yr	9.25%	9.25%	
	4500	7.5yr	9.75%	9.75%	

➢ Offshore Asia New Issues (Pipeline)

Issuer/Guarantor	Currency	Size (USD mn)	Tenor	IPT/IPG	Issue Rating (M/S/F)
No Offshore Asia New Issues Pipeline Today					

➢ News and market color

- Regarding onshore primary issuances, there were 128 credit bonds issued yesterday with an amount of RMB87bn. As for month-to-date, 1,785 credit bonds were issued with a total amount of RMB1,798bn raised, representing a 9.5% yoy increase
- Media reported China may introduce nationwide mortgage interest subsidy on 30 Sep'26
- Indonesia kept key rate unchanged at 5.75%
- **[CSIPRO]** CSI Properties units signed HKD275mn 3-year TL facility agreement for refinancing
- **[FTLNHD/FUTLAN]** Seazen Holdings issued RMB400mn corporate bonds to repay debts
- **[GLPSP]** GLP Pte to host fixed-income investor update call on 2 Oct'26

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