

CMBI Credit Commentary

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

- *This morning, TW lifers/PETMKs tightened 1-3bps. LGFVs and European AT1s/insurance bonds were unchanged to 0.3pt higher amid better-buying flows. VLLPM 29/DALWAN 26 were 0.5-1.3pts higher. CKINF 4.2 Perp was down by 0.5pt.*
- **SHUION:** *Plan to issue 3-year USD bond to refinance SHUION 5.5 06/29/26, which was unchanged this morning. See below.*
- **HACLSP:** *Halcyon Agri to fully redeem USD200mn HACLSP 3.8 Perp on 18 Nov'25, which was 0.1pt higher this morning.*

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❖ Trading desk comments 交易台市场观点

Last Friday, Asia IG space was 3-7bps wider against a weaker macro backdrop. TW lifers FUBON/CATLIFs/NSINTWs/SHIKON widened 4-7bps. China TMTs were 3-5bps wider amid selling flows on belly-to-front-end bonds of BABAs/TENCNTs. We saw selling on AIA long-end bonds and CKHH 5-10yr tenor papers. LIHHK 4.8 06/18/26 lowered 1.1pts. On the other hand, NWDEVs continued to perform and rose another 0.6-1.7pts. FAEACO 12.814 Perp/MTRC Perps were 0.3pt higher. The coupon for FAEACO 12.814 Perp, due on 18 Oct'25, should be paid today. We have a buy recommendation on FAEACO 12.814 Perp. See our comments on [13 Oct'25](#). In Chinese properties, GRNLGR 28-31s dropped 1-3.4pts. LNGFOR 27-32s were 0.2-0.4pt lower. VNKRL 27-29s were up by 0.1-0.7pt. We saw clients trimming HY risks by selling on-the-run issues such as CWAHK 30/PTTGCs. CWAHK 30 was 0.5pt lower from Thursday, and 0.7pt lower than RO at 98.9. Korea/Japan/SEA/AU IG names were 3-5bps wider with better selling on bank T2s OCBCSP/NAB/MIZUHO/NOMURA. Yankee and Japanese AT1s were down by 0.3-0.6pt after London opened. We saw better selling on the long-end bonds of UBS/MUFG/ACAF from RMs and FMs, whereas demand in the front end by asset managers from Greater China in attempt to buy at the dip. Insurance hybrids were 0.3pt lower amid better-selling flows from RMs out of Asia. PETMK curve was 3-5bps wider overall, but there were two-way flows on PETMK 35s. VEDLN 28-33s were 0.2-1.1pts lower. VLLPM 27-29 were up by 0.6-1.2pts. SMCGL Perps were 0.1-0.2pt higher. The LGFV space remained largely stable and unaffected by macro volatilities amid moderate two-way flows across higher-yielding names. LGFV IG USD issues continued to be sought after by cross-border RMs.

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❖ Last Trading Day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
NWDEVL 6 1/4 PERP	42.7	1.7	GRNLGR 7 1/4 01/22/31	15.5	-3.4
NWDEVL 4.8 PERP	40.8	1.4	LIHHK 4.8 06/18/26	92.3	-1.1
NWDEVL 4 1/8 PERP	43.7	1.3	VEDLN 9 1/8 10/15/32	96.8	-1.1
NWDEVL 4 1/8 07/18/29	72.8	1.2	GRNLGR 5 7/8 07/03/30	17.9	-1.1
VLLPM 9 3/8 07/29/29	54.2	1.2	GRNLGR 6 3/4 06/25/28	17.9	-1.1

❖ Marco News Recap 宏观新闻回顾

Macro – S&P (+0.53%), Dow (+0.52%) and Nasdaq (+0.52%) were higher on last Friday. UST yield was higher on last Friday. 2/5/10/30 yield was at 3.46%/3.59%/4.02%/4.60%.

❖ Desk Analyst Comments 分析员市场观点

➤ SHUION: Plan to issue 3-year USD bond to refinance SHUION 5.5 06/29/26

Media reported that Shui On Land (Shui On) is gauging investor appetite for a potential 3-year USD bond issuance targeting an 8% yield, to refinance its sole outstanding USD bond, the USD400mn SHUION 5.5 06/29/26, due in Jun'26. Amid broader industry headwinds, Shui On is one of the few property developers honoring its debt obligations, supported by onshore funding access and asset disposals. Since Aug'24, Shui On has redeemed two USD bonds totaled USD990mn, financed by onshore bank borrowings and proceeds from asset sales. The potential issuance will help strengthen Shui On's financial flexibility, although the company has alternative funding channels that could also enable the bond redemption.

Meanwhile, Shui On established a fund with subsidiaries of Dajia Insurance and AIA Life Insurance in Jul'25, in which Shui On will ultimately hold a 57.63% stake. Shui On will sell two projects totaled RMB3.5bn to this fund, including Lingnan Xintiandi, NOVA (a shipping center), and Lingnan Tiandi Commercial Plaza (an office building) in Foshan. The transaction is expected to generate net cash proceeds of RMB683mn (cUSD95mn) to Shui On. At 99.5, SHUION 5.5 06/29/26 is trading at 6.3% YTM. We are neutral on SHUION 5.5 06/29/26 on valuation. In Chinese properties space, we like CHJMAO, DALWAN, FUTLAN/FTLNHD, GRNCH, LNGFOR and VNKRL.

➤ 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)
No Offshore Asia New Issues Pipeline Today					

➤ **News and market color**

- Regarding onshore primary issuances, there were 123 credit bonds issued last Friday with an amount of RMB83bn. As for month-to-date, 663 credit bonds were issued with a total amount of RMB664bn raised, representing a 32.3% yoy increase
- Danantara will infuse the Indonesian capital market with IDR16tn (cUSD964.6mn) in the near term
- **[BABA/JD]** JD.com and Alibaba-backed Ant Group are among the companies halting stablecoin plans due to government concerns
- **[BCLMHK]** BOCOM Leasing CNY Yulan bonds IPT at 2.5%
- **[BIOLIN]** Biocon Biologics explores IPO, merger with parent, for True North, Tata Capital exit
- **[JSTLIN]** JSW Steel 1HFY26 consolidated EBITDA rises 34.2% yoy to INR146.9bn (cUSD1.7bn)
- **[KOEWPW]** Korea East-West Power mandates Reg S USD bond offering
- **[NIO]** NIO says suit filed by Singapore's GIC is groundless, stems from false accusations
- **[PLNIJ]** PLN will invest IDR3.4tn (cUSD202mn) to build a 120MW dual-cycle power plant in Batam
- **[SUNHUN]** Sun Hung Kai & Co announces USD3bn guaranteed MTN programme
- **[SWIRE]** Swire Pacific to launch program to issue up to USD5bn in medium-term bonds
- **[VEDLN]** Vedanta unit Hindustan Zinc's 1HFY26 EBITDA rises 3% yoy to INR83.3bn (cUSD947.4mn)

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