

CMBI Credit Commentary

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

- *The new MIZUHO Float 32 tightened 1bp from RO this morning, while MIZUHO 4.438 32/MIZUHO 5.05 37 were unchanged from ROs. The new CICCHK 28-29s tightened 1bp from ROs. Higher-yielding LGFVs compressed 10-30bps. AT1s were unchanged to 0.1pt weaker. NWDEV 10.131 Perp edged 0.5pt higher.*
- **GLPSP/GLPCHI:** *Downstream liquidity support through a parent-backed tender offer. GLPCHI 29/GLPSP 28/GLPSP Perps were 0.5-1.6pts lower this morning. See below.*
- **MEITUA:** *Meituan agreed to acquire China operations of fresh grocery retailer Dingdong for USD717mn in cash, subject to regulatory approval and other conditions. MEITUAs were 1-2bps wider this morning.*

❖ Trading desk comments 交易台市场观点

Yesterday, FRESHK 26-29 recovered to 4-8bps tighter. CNH FRESHK 28 closed unchanged. See our comments [yesterday](#). EHICAR 26 traded 0.6pt lower. In HK, FAEACO 12.814 Perp was down by 0.2pt, while MTRC 4.875 Perp was 0.2pt higher. The NWDEV/VDNWDL complex were 0.2pt lower to 0.1pt higher. In Chinese properties, FUTLAN/FTLNHD 26-27 edged 0.1-0.4pt higher. Media reported that Seazen is applying for offshore-debt quota up to USD300mn to refinance FTLNHD 26 of USD404mn. USD100mn of Seazen's quota will expire in Apr'26. LNGFOR 27-32 closed 0.4pt lower to 0.3pt higher. VNKRL 27-29 were down by 0.6-0.7pt. In SE Asian space, GLPSPs dropped 1.2-1.4pts, while GLPCHI 29 closed 1.1pts lower. See comments below. VLLPM 29 was 0.8pt lower. IHFLIN 27-30/VEDLN 28-33s closed 0.1-0.3pt lower. In the Middle East, long-end KSAs recovered to 0.2-0.6pt higher. SNBAB 6.15 Perp edged 0.1pt higher. ARAMCO 30-56s/SECO 29-36 tightened 2-6bps. Yankee AT1s were 0.4-0.5pt weaker amid heavy selling flows into London open. LGFV space remained solid as higher-yielding issues continued to grind tighter by 10-30bps, and several illiquid CNH issues gapped up this week.

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❖ Last Trading Day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
TENCNT 3.68 04/22/41	86.8	1.9	GLPSP 4 1/2 PERP	72.4	-1.4
CNOOC 7 1/2 07/30/39	130.7	1.2	GLPSP 4.6 PERP	68.7	-1.2
MTRC 5 1/4 04/01/55	101.1	1.2	GLPSP 9 3/4 05/20/28	101.4	-1.2
BEIENT 6 3/8 05/12/41	111.7	1.2	GLPCHI 7 3/4 04/30/29	96.1	-1.1
GZUIHG 7.7 02/24/26	101.3	1.2	VLLPM 9 3/8 07/29/29	46.7	-0.8

❖ Marco News Recap 宏观新闻回顾

Macro – S&P (-1.23%), Dow (-1.20%) and Nasdaq (-1.59%) were lower on Thursday. US latest initial jobless claims was +231k, higher than the market expectation of +212k. US Dec'25 JOLTS Job Openings was 6.542mn, lower than the market expectation of 7.2mn. UST yield was lower on Thursday. 2/5/10/30 year yield was at 3.47%/3.74%/4.21%/4.85%.

❖ Desk Analyst Comments 分析员市场观点

➤ GLPSP/GLPCHI: Downstream liquidity support through a parent-backed tender offer

Yesterday, GLP Pte tapped USD500mn of GLPSP 9.75 05/20/28 at 101.586 to yield 8.95%. Net proceeds will be used to fund the concurrent tender offer for all of the o/s USD495mn GLPCHI 2.95 03/29/26 at par. Offer expires on 19 Feb'26 5pm EST. Recalled that GLP China privately placed USD300mn GLPCHI 7.75 04/30/29 to redeem USD205mn GLPCHI 2.95 03/29/26 in Oct'25.

Structurally, the transactions raise cash at the parent level and allocate it downstream to the subsidiary. This would materially ease GLP China's near-term refinancing pressure while lengthening GLP's maturity profile on a consolidated basis. GLP China's the total debt should decline, which could help to present a clearer capital structure and supportive if GLP pursues an IPO of its China business. The IPO, if successful goes ahead, will be credit positive to GLP and GLP China. Please see our [Asia Credit Outlook 2026](#) for comments on GLPSP/GLPCHI.

We view the non-call risk of the two GLPSP perps is broadly priced in at current levels, and we do not expect them to be called on the first call date given the lack of high coupon step-up feature. The near-to-midterm catalyst for GLPSPs/GLPCHIs remains a potential IPO of GLP's China business. We envisage parent-level deleveraging and potential tender offer for the two perps at current market prices could follow, while an IPO could also improve GLP China's liquidity and financial flexibility. That said, within Asia non-IG, we prefer WESCHI 28 and selected South East Asia names such as VEDLNs, given their improving credit story and strong cash flow generation.

➤ Offshore Asia New Issues (Priced)

Issuer/Guarantor	Size (USD mn)	Tenor	Coupon	Priced	Issue Rating (M/S/F)
CICC Hong Kong Finance	550/	2yr/	SOFR+48/	SOFR+48/	Baa1/-/-
GLP Pte (tap)	850 500	3yr 2yr	SOFR+53 8.95%	SOFR+53 8.95%	Unrated

Mizuho Financial Group Inc	600/ 500/ 700	6.25NC5.25/ 6.25NC5.25/ 11.25NC10.2	4.438%/ SOFR+93/ 5.05%	T+70/ SOFR+93/ T+85	Unrated
Neijiang Investment	50	3yr	3.9%	3.9%	Unrated
Republic of Korea	1000/ 2000	3yr/ 5yr	3.9%/ 3.875%	T+9/ T+12	Aa2/AA/AA-
Shengzhou Investment Holding	250	3yr	4.05%	4.05%	Unrated
Tianfeng Securities	340	2yr	5.2%	5.2%	-/-/BBB-
Yuexiu REIT	300	3yr	6.5%	6.5%	-/-/BBB-

➤ **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 152 credit bonds issued yesterday with an amount of RMB123bn. As for Month-to-date, 490 credit bonds were issued with a total amount of RMB415bn raised, compared to 1 credit bond was issued during 1-5 Feb'25 due to CNY holiday
- [ACPM]** Ayala Corp.'s property subsidiary Ayala Land is considering bidding for two Philippine assets valued at a total of PHP40.5bn (cUSD688mn)
- [DALWAN]** Dalian Wanda accepted USD309.927mn DALWAN 11 02/13/28 tendered in full in the tender offer, the amount remain outstanding will be redeemed at par on 25 Feb'26
- [FUTLAN/FTLNHD]** Seazen raised HKD473.2mn (cUSD61mn) via share placement for debt repayment, future development
- [HYUELE]** S&P upgraded SK Hynix by one notch to BBB+ from BBB, outlook positive
- [INDON]** Moody's changed Indonesia's outlook to negative from stable, Baa2 rating affirmed
- [INDYIJ]** Indika Energy and other major Indonesian coal miners were spared from cuts in production quotas, leaving smaller firms to bear much of the brunt
- [MEDCIJ]** Medco Energi Internasional obtained IDR8.8tn (cUSD525mn) of bank loans across two facilities
- [MGMCHI]** MGM China FY25 adjusted EBITDAR up 10.7% yoy to USD1.2bn
- [PERTIJ]** Pertamina has integrated operations of three subsidiaries, Pertamina Internasional Shipping (PIS), refinery unit Kilang Pertamina Internasional (KPI), and fuel retail arm Pertamina Patra Niaga (PPN), into a single downstream subholding as part of their merger, effective on 1 Feb'26

- **[RIOLN]** Merger talks between Glencore and Rio Tinto collapsed after the two companies failed to agree on a price, with Glencore demanding 40% of the combined company
- **[SKM]** SK Telecom 2025 sales fell 4.7% yoy to KRW17.1tn (cUSD11.7bn)
- **[SYNNVX]** Sinochem Holdings-owned Syngenta Group is considering raising up to USD10bn by listing in Hong Kong
- **[TAISEM]** TSMC will start manufacturing state-of-the-art 3-nanometer semiconductors in Japan

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