

Asia Fixed Income Daily

12 April 2024

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Overnight Bond Markets

- **US RATES:** Treasuries bear steepened slightly with long end underperforming while equities mostly rebounded following a tamer PPI (Final Demand +0.2% mom versus +0.3% consensus, Core at +0.2% mom versus +0.2% consensus)

Priced Overnight

- **US:** Jefferies priced USD1.5B 10Y at 6.20% (99.839). Blue Owl priced USD750M 10Y at 6.25% (98.586)
- **EU:** RWE priced USD1B 10Y at 5.875% (99.619) and USD1B 30Y at 6.25% (99.852). Schroders priced GBP250M 10.25NC5.25 Sub at 6.346%
- **EM:** Engie Energia priced USD500M 10Y at 6.375% (98.947)
- **ASIA:** Huzhou Moganshan Hi Tech priced USD210M 3Y at 5.48%

Asia Credit Today

- **NEW ISSUES SO FAR:** In AUD, Baa2 Adelaide Airport 7Y at 5.79%
- **NEW MANDATE:** Hyundai Card USD 3y and/or 5Y

Credit/Rating News

- **Greenland HK** cut to C from Caa3 by Moody's, outlook negative reflecting weak liquidity with payment default, and Moody's expectation of weak recovery prospects for the company's creditors
- **Apartment Income REIT** Baa2 ratings on negative watch by Moody's
- **Poly Developments Baa2 and Hengli** Baa3 ratings withdrawn by Moody's for business reasons
- **Zhongyu Energy** Ba3 ratings withdrawn by Moody's for business reasons
- **Atos SE** cut to CCC- from CCC by S&P, outlook negative on likely distressed debt restructuring
- **Puma Energy** upgraded to BB from BB- by Fitch, outlook stable

Source: Bloomberg, unless otherwise stated.

| U.S. Treasury | Close | Chg (bp) | 31/12/2023 | YTD (bp) |
|---------------|--------|----------|------------|----------|
| 2Y UST | 4.96% | -1.2 | 4.25% | 71 |
| 5Y UST | 4.63% | 2.7 | 3.85% | 78 |
| 10Y UST | 4.59% | 4.4 | 3.88% | 71 |
| 30Y UST | 4.68% | 5.6 | 4.03% | 65 |
| 2-10 Curve | -37.56 | 5.5 | -37.29 | 0 |
| 2-30 Curve | -27.87 | 6.8 | -22.29 | -6 |
| 5-10 Curve | -4.59 | 1.6 | 3.02 | -8 |
| 10Y Tips | 2.19 | 4.9 | 1.71% | 48 |

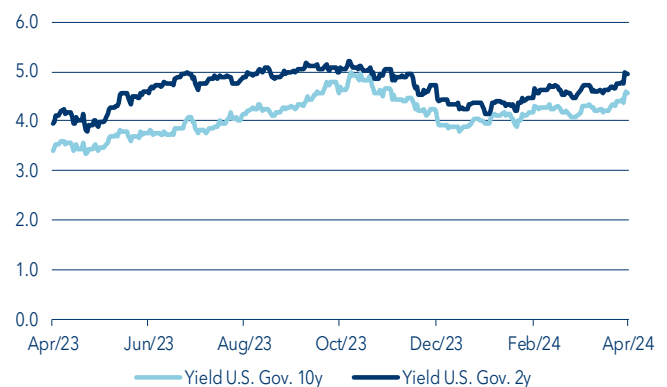
| European Government | Close | Chg (bp) | 31/12/2023 | YTD (bp) |
|---------------------|-------|----------|------------|----------|
| 10Y UK | 4.20% | 5.3 | 3.53% | 67 |
| 10Y France | 2.96% | 3.6 | 2.56% | 40 |
| 10Y Germany | 2.46% | 2.8 | 2.02% | 44 |
| 10Y Italy | 3.87% | 6.7 | 3.69% | 18 |
| 10Y Spain | 3.28% | 4.1 | 2.98% | 30 |
| 10Y Portugal | 3.13% | 3.9 | 2.63% | 51 |
| 10Y Switzerland | 0.72% | 4.4 | 0.65% | 7 |
| 10Y Greece | 3.52% | 7.9 | 3.05% | 47 |

| Asia Pacific Government | Last | Chg (bp) | 31/12/2023 | YTD (bp) |
|-------------------------|-------|----------|------------|----------|
| 10Y Japan | 0.85% | 0.0 | 0.61% | 24 |
| 10Y Australia | 4.29% | 3.2 | 3.96% | 33 |
| 10Y New Zealand | 4.81% | 4.4 | 4.32% | 49 |
| 10Y China | 2.29% | -0.2 | 2.56% | -27 |
| 10Y Singapore | 3.39% | 1.3 | 2.69% | 70 |

| Credit Indices (Spread) | Last | Change | 31/12/2023 | YTD |
|-----------------------------|------|--------|------------|------|
| Asia IG | 81 | 1.1 | 105 | -24 |
| Asia HY | 581 | 9.3 | 781 | -200 |
| US IG | 87 | 0.0 | 99 | -12 |
| US HY | 301 | 9.0 | 323 | -22 |
| EM | 253 | 5.0 | 297 | -44 |
| AT1 Coco | 338 | 6.9 | 398 | -61 |
| iTraxx Asia IG 5Y CDS | 107 | 0 | 91 | 16 |
| iTraxx EUR Main 5Y CDS | 56 | 1.4 | 58 | -2 |
| iTraxx EUR Crossover 5Y CDS | 317 | 10.3 | 310 | 7 |
| CDX US IG 5Y CDS | 53 | -0.2 | 57 | -4 |
| CDX US HY 5Y CDS | 349 | 2.1 | 356 | -7 |

Singapore Time: 09:23:49

Historical Yield U.S. Government Bonds





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