

# Asia Fixed Income Daily

08 May 2024

Note: The contents of this publication were derived, sourced or reproduced from Bloomberg.com. Any views and opinions expressed herein may not be representative of VP Bank's own views on a particular subject. Please read the section "Important legal notes" at the end of this publication.

## Overnight Bond Markets

- **US RATES:** Treasuries bull flattened on long end buying. The USD58B 3Y printed at 4.605% and received 2.63x bid to cover versus 2.57x recent average

## Priced Overnight

- **US:** Mastercard priced USD1B 10Y at 4.875% (98.94). Caterpillar priced USD400M 3Y at SOFR+52bp and USD850M 3Y at 5.0% (99.89). Ingersoll Rand priced USD700M 3Y at 5.197% (99.992), USD750M 5Y at 5.176% (99.993), USD500M 7Y at 5.314% (99.992), USD750M 10Y at 5.45% (99.938) and USD600M 30Y at 5.70% (99.591). Las Vegas Sands priced USD750M 3Y at 5.90% (99.87), USD500M 5Y at 6.0% (99.853) and USD500M 10Y at 6.2% (99.869). Coca priced EUR500M 20Y at 3.50% (99.096). Citi priced EUR750M 4NC3 at EUR+60bp and EUR1.5B 8NC7 at 3.75% (99.794)
- **EU:** SCB priced USD500M 4NC3 at SOFR+117bp, USD1B 4NC3 at 5.688% and USD1.5B 11NC10 at 5.905%. DB priced USD1B 5Y at 5.414%. Mercedes priced EUR850M 3Y at 3.25% (99.834) and EUR1.15B 11/30 at 3.25% (99.61). Aeroports Paris priced EUR500M 7Y at 3.375% (99.908). Lloyds priced EUR1B 8NC7 at 3.875% (99.813). ING priced EUR1.25B 10NC5 Sub at 4.375% (99.678). Santander priced EUR1.5B AT1 Coco PerpNC5 at 7.0%. Erste priced EUR750M AT1 Coco PerpNC7 at 7.0%
- **ASIA:** Korea Expressway priced USD500M 3Y at 5.0% (99.396). BOC Aviation priced USD500M 01/30 at 5.25% (99.632). China Everbright priced USD550M 3Y at SOFR+52bp and CNH1.5B 2Y at 3.00%. ROP priced USD1B 10Y at 5.25% (99.90) and USD1B 25Y at 5.60%. Muthoot priced USD650M 3.75Y at 7.125% (99.95)

## Asia Credit Today

- **NEW ISSUES SO FAR:** A+ (Fitch) Westpac 2Y Fixed/FRN at T+60bp, 5Y Fixed/FRN at T+85bp. Baa1 Thai EXIM 5Y at T+120bp. Baa2 China Ping An 10Y at T+210bp. Baa2 Security Bank 5Y at T+140bp. BB- (S&P) Manuppuram Finance 4Y at 7.75%. B3 Golomt Bank 3Y at 12.25%. In AUD, Aa2 KEXIM 3Y at 3MBBSW+65bp, 3Y Fixed at 4.75% and 7Y Fixed at 5.20%. A- (S&P) Bendigo & Adelaide Bank 3Y at 3MBBSW+105bp and 3Y Fixed at 5.15%. Baa1 Ausnet Services 10Y at 6.05%
- **NEW MANDATE:** Islamic Development Bank USD 5Y

## Credit/Rating News

- **Delhi Airport** upgraded to BB- from B+ and GMR Hyderabad upgraded to BB from BB- by S&P
- **Bank Mandiri** upgraded to BBB from BBB- by Fitch

Source: Bloomberg, unless otherwise stated.

U.S. Treasury	Close	Chg (bp)	31/12/2023	YTD (bp)
2Y UST	4.83%	-0.1	4.25%	58
5Y UST	4.47%	-1.6	3.85%	62
10Y UST	4.46%	-3.0	3.88%	58
30Y UST	4.60%	-3.7	4.03%	57
2-10 Curve	-36.94	-2.8	-37.29	0
2-30 Curve	-22.70	-3.5	-22.29	0
5-10 Curve	-1.14	-1.4	3.02	-4
10Y Tips	2.14	0.3	1.71%	44

European Government	Close	Chg (bp)	31/12/2023	YTD (bp)
10Y UK	4.12%	-9.8	3.53%	59
10Y France	2.90%	-5.3	2.56%	34
10Y Germany	2.42%	-4.9	2.02%	40
10Y Italy	3.76%	-3.6	3.69%	7
10Y Spain	3.20%	-4.7	2.98%	22
10Y Portugal	3.06%	-4.2	2.63%	44
10Y Switzerland	0.67%	-2.6	0.65%	2
10Y Greece	3.42%	-2.8	3.05%	37

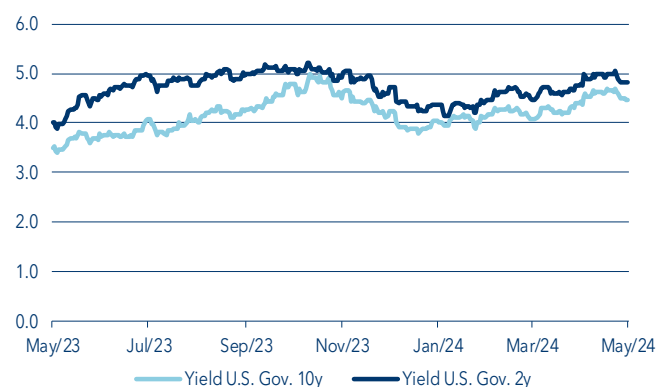
Asia Pacific Government	Last	Chg (bp)	31/12/2023	YTD (bp)
10Y Japan	0.86%	0.0	0.61%	25
10Y Australia	4.25%	-5.3	3.96%	30
10Y New Zealand	4.65%	-6.8	4.32%	33
10Y China	2.29%	0.3	2.56%	-27
10Y Singapore	3.25%	0.5	2.69%	56

Credit Indices (Spread)	Last	Change	31/12/2023	YTD
Asia IG	81	-2.1	105	-24
Asia HY	566	-10.0	781	-215
US IG	86	1.0	99	-13
US HY	292	3.0	323	-31
EM	257	-3.0	297	-40
AT1 Coco	331	-1.8	398	-67
iTraxx Asia IG 5Y CDS	101	0	91	10
iTraxx EUR Main 5Y CDS	52	-1.1	58	-6
iTraxx EUR Crossover 5Y CDS	300	-5.9	310	-11
CDX US IG 5Y CDS	50	0.0	57	-6
CDX US HY 5Y CDS	335	-0.1	356	-21

Singapore Time:

09:34:47

## Historical Yield U.S. Government Bonds





# Asia Fixed Income Daily

08 May 2024

## Contact

VP Bank Ltd  
Singapore Branch

128 Beach Road · #13-01 Guoco Midtown  
Singapore 189773 · Singapore  
T +65 6305 0050 · info.sg@vpbank.com · www.vpbank.com

## Content responsibility

Thomas Rupf, Chief Investment Officer Asia & Head Trading  
Jeanette Choo, Senior Fixed Income Advisor

## Important legal notes

### General:

**This publication was prepared by a member or members of the Investment Advisory and Treasury Asia Department of VP Bank Ltd Singapore Branch (hereinafter referred to as VP Bank) who are not research analysts. As such, the information, views and opinions expressed herein are not intended to be, and should not be taken as, constituting the results of any "research" done by such member or members of the said team.**

This publication was prepared using sources that are believed to be reliable, which may include national and international media, information services (e.g. Bloomberg), publicly accessible databases, corporate information that is publicly available, publications of rating agencies, and information from companies (including issuers, lead managers, co-managers, guarantors and sellers of financial instruments) with which VP Bank may have business relationships. Whilst care has been taken by VP Bank in the preparation of this publication, VP Bank does not make any warranty as to the completeness, reliability, accuracy or up-to-dateness of the contents herein. In particular, the information in this document may not include all relevant information regarding financial instruments or their issuers. Further, the views and opinions in this document are the views and opinions of the sources for the information, and may not be representative of VP Bank's own views on a particular subject. VP Bank and its related companies and affiliates expressly exclude any liability for any claim, damage, detriment or loss (direct or indirect) arising from the use or reliance on this publication by any party. It is possible that VP Bank or its related companies and affiliates may have published in the past or will publish in the future, other documents that contain information and opinions that may not align with those herein. In such instances, VP Bank or its related companies and affiliates are not obliged to provide you with such other publications. All examples provided in this publication are for illustration purposes only. Actual requirements and outcomes may differ depending on the investment solution you have chosen.

If this publication has been distributed by electronic transmission, such as e-mail, then such transmission cannot be guaranteed to be secure or error-free as information could be intercepted, corrupted, lost, destroyed, arrive late or incomplete, or contain viruses. VP Bank therefore does not accept liability (to the extent permitted by law) for any error or omissions in the contents of this publication which may arise as a result of electronic transmission.

**No Offer, Recommendation or Advice:** This publication is provided for information purposes only and does not constitute a recommendation, offer, invitation to offer or solicitation to buy, hold or sell the financial instruments described herein or to enter into any financial transaction. In particular, the financial instruments discussed in this document may not be suitable for an investor on the basis of his/her investment objective, investment time horizons, risk-tolerance, financial situation or other personal circumstances. In this regard, VP Bank does not accept any fiduciary responsibility or duty to any party. The information, opinions and views herein moreover do not constitute legal, financial, investment, tax or other forms of advice, and is not a substitute for individual advice by a specialist qualified in the matters referred to. This publication is furthermore not a substitute for your perusal of any other publications relating to the financial instruments including without limitation any prospectuses, information or offer memorandums, term sheets, confirmations, or any other publications issued by VP Bank or by issuers or sellers of the financial instruments.

**Notes on risk:** Any financial instrument mentioned in this publication may involve risks including without limitation issuer, market, credit, liquidity, interest rate, currency, economic and political risks. The price and value of the financial instruments mentioned in this document and the returns achieved on these investments may rise or fall, and investments in emerging markets and complex financial instruments may involve a high degree of risk. No assurance can be given to investors that they will recover the amounts that they invest. Further, past performance of an investment is not a reliable indicator of future performance, and no assurance can be given by VP Bank that the investor will recover any of the amounts invested. This publication does not purport to provide an exhaustive list or explanation of risks that you may face with respect to the financial instrument, nor should it be relied upon by an investor as a substitute for independent judgement. Any investor should therefore determine for itself and conduct its own independent investigation and analysis, as well as consult its own professional adviser, regarding any investments or any particular financial instrument.

**Other information:** To the extent permitted by law, VP Bank and/or its related companies and affiliates may participate in other financial transactions with the issuers of assets mentioned in this document. They may invest in these issuers or render services to them, acquire orders from them, hold positions in their assets or in options on those assets, carry out transactions in these positions, or have another substantial interests relating to the issuers of assets mentioned in this publication. Such actions or situations may already have occurred in the past. Employees of VP Bank who are involved in the production of this document are free to buy, hold or sell the assets discussed herein.

**Notes on the distribution of this document:** This document may be distributed only in countries in which its distribution is permitted by law. The contents of this document are not intended for persons subject to a jurisdiction that prohibits the dissemination of, access to or use of this document or makes such dissemination, access or use subject to authorization, whether on the basis of the nationality or residence of the person concerned or for other reasons. Persons who come into possession of this document or gain knowledge of its contents must therefore acquaint themselves with local laws and restrictions and abide by them.

**British Virgin Islands:** This information is distributed by VP Bank (BVI) Ltd, VP Bank House, Main Street, P.O. Box 2341, Road Town, Tortola VG1110, British Virgin Islands. VP Bank (BVI) Ltd is subject to authorization and regulation by the British Virgin Islands Financial Services Commission.

**Hong Kong:** This information is distributed by VP Wealth Management (Hong Kong) Ltd, 8/F, New World Tower Two, 16-18 Queen's Road Central, Central, Hong Kong, to professional investors (as defined in the Hong Kong Securities and Futures Ordinance (Cap. 571) and its subsidiary legislation). VP Wealth Management (Hong Kong) Ltd is a licensed corporation under the Securities and Futures Ordinance (Cap. 571) and regulated by the Securities and Futures Commission (SFC).

**Liechtenstein:** This document is distributed by VP Bank Ltd, Aeulectrasse 6, 9490 LI. VP Bank is authorized and regulated by the Financial Services Authority Liechtenstein (FMA).

\* Numbers shown in the content can vary from the table on page 1 due to the time the information was collected.

Important: Please take note of the legal information on the last page of this documentation.

**Luxembourg:** This document is produced by VP Bank Ltd Singapore Branch and is distributed by VP Bank (Luxembourg) S.A., 2, rue Edward Steichen, LU-2540 Luxembourg. VP Bank (Luxembourg) SA is subject to authorization and regulation by the Luxembourg Commission de Surveillance du Secteur Financier (CSSF). VP Bank Ltd Singapore Branch is licensed as a wholesale bank by the Monetary Authority of Singapore.

**Singapore:** This document has been created and is distributed by VP Bank Ltd Singapore Branch, 128 Beach Road, #13-01 Guoco Midtown, Singapore 189773, for distribution to institutional investors and accredited investors (as defined under the Singapore Securities and Futures Act (Cap. 289) and its subsidiary legislation). VP Bank Ltd Singapore Branch is licensed as a wholesale bank by the Monetary Authority of Singapore. It is exempt from certain requirements under the Financial Advisers Act 2001 ("FAA") and the Financial Advisers Regulations ("FAR"), pursuant to Regulations 33, 34 and 35 of the FAR. In particular, VP Bank Ltd Singapore Branch is exempt from complying with Section 34 (Obligation to disclose product information to clients), Section 36 (Recommendations by licenced financial advisers) and Section 45 (Licensed financial adviser to disclose certain interests in specified products) of the FAA and its attendant notices (including FAA-N16 (Notice on Recommendations on Investment Products) and FAA-N03 (Notice on Information to Clients and Product Information Disclosure)).

**Switzerland:** This document is produced by VP Bank Ltd Singapore Branch, and is distributed by VP Bank (Schweiz) AG, Talstrasse 59, 8001 Zurich. VP Bank Ltd Singapore Branch is licensed as a wholesale bank by the Monetary Authority of Singapore. VP Bank (Schweiz) AG is subject to authorization and regulation by the Swiss Financial Market Supervisory Authority (FINMA).

**US/UK/Canada:** This document or copies thereof may not be delivered to persons who are resident in the US, UK or Canada or who are citizens of one or more of these countries.

The contents of this publication are protected by copyright, and any utilisation, reproduction or dissemination in whole or in part requires the prior written consent of VP Bank.