

Asia Fixed Income Daily

07 February 2023

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Overnight Bond Markets

- **US RATES:** Treasuries continued its bear flattening Monday NY post strong NFP last Friday. USD40B 3Y auction this evening

Priced Overnight

- **US:** T-Mobile priced USD1B 5Y at 4.95% (99.791) and USD1.25B 10.5Y at 5.05% (99.827). Micron Tech priced USD750M 10Y at 5.875% (99.933). Ford Motor Credit priced EUR1B 08/27 at 4.867% (99.997)
- **EUROPE:** DB priced USD1.5B 11Y Sub at 7.079%. RWE AG priced EUR500M 6Y at 3.625% (99.709) and EUR500M 12Y at 4.125% (99.786). British Tel priced EUR800M 05/31 at 3.75% (99.922) and GBP350M 18Y at 5.75% (99.341). Becton Dickinson priced EUR800M 09/29 at 3.553% (99.997). Danske Bank priced GBP750M 04/27 at 4.625% (99.686). Bankinter SA priced EUR300M AT1 Coco PerpNC08/28 at 7.375%
- **ASIA:** Dalian Wanda priced USD300M 3Y at 11.0% (96.639). ANZ priced AUD1B 15NC10 Sub at 6.736%

Asia Credit Today

- **NEW ISSUES SO FAR:** Nil
- **NEW MANDATES:** Greensaid Pipelines Bidco S.A.R.L. USD multi tranche amortizing bond and sukuk bond. Julius Baer EUR AT1 Coco PerpNC7

Credit/Rating News (3 Feb to 6 Feb)

- **Lippo Karawaci Tbk PT B3** ratings affirmed by Moody's, outlook stable
- **Intel Corp** cut to A2 from A1 by Moody's, outlook negative
- **Europcar Mobility Group** outlook upgraded to positive by Moody's
- **Adani Electricity Mumbai and Adani Ports & SEZ** outlook cut to negative by S&P. S&P said there is a risk that investor concerns about the group's governance and disclosures are larger than they have currently factored into their ratings
- **Republic of Bosnia and Herzegovina** outlook upgraded to positive by S&P
- **SK Hynix** outlook cut to negative by S&P
- **American Airlines** upgraded to positive by Fitch
- **Singtel and Singtel Optus** outlook upgraded to positive by Fitch
- **Vnet Group** cut to B- from B by Fitch, outlook stable reflecting the view that VNET's liquidity is relatively weak and that it does not have the funds to meet its likely obligations over the next 12 months.

Source: Bloomberg, unless otherwise stated.

U.S. Treasury	Close	Chg (bp)	31/12/2022	YTD (bp)
2Y UST	4.48%	18.5	4.43%	5
5Y UST	3.83%	16.9	4.00%	-18
10Y UST	3.64%	11.6	3.88%	-23
30Y UST	3.68%	6.0	3.97%	-29
2-10 Curve	-80.96	-6.9	-55.72	-25
2-30 Curve	-76.41	-12.6	-46.81	-30
5-10 Curve	-17.72	-5.4	-12.91	-5
10Y Tips	1.38	8.3	1.58%	-20

European Government	Close	Chg (bp)	31/12/2022	YTD (bp)
10Y UK	3.24%	18.9	3.66%	-42
10Y France	2.75%	10.7	3.11%	-36
10Y Germany	2.29%	10.3	2.56%	-27
10Y Italy	4.15%	13.3	4.70%	-54
10Y Spain	3.22%	11.0	3.65%	-43
10Y Portugal	3.13%	10.2	3.58%	-45
10Y Switzerland	1.28%	9.8	1.58%	-30
10Y Greece	4.11%	11.4	4.56%	-46

Asia Pacific Government	Last	Chg (bp)	31/12/2022	YTD (bp)
10Y Japan	0.50%	0.2	0.41%	8
10Y Australia	3.54%	7.5	4.05%	-51
10Y New Zealand	4.09%	17.7	4.47%	-38
10Y China	2.89%	-1.2	2.83%	6
10Y Singapore	3.03%	2.7	3.08%	-5

Credit Indices (Spread)	Last	Change	31/12/2022	YTD
Asia IG	124	-2.3	140	-17
Asia HY	807	-3.0	1047	-240
US IG	115	0.0	130	-15
US HY	390	5.0	469	-79
EM	314	0.0	339	-25
AT1 Coco	374	-2.5	456	-82
iTraxx Asia IG 5Y CDS	107	4	132	-25
iTraxx EUR Main 5Y CDS	75	3.0	91	-15
iTraxx EUR Crossover 5Y CDS	395	15.9	474	-79
CDX US IG 5Y CDS	70	1.1	82	-12
CDX US HY 5Y CDS	426	7.1	484	-58

Singapore Time: 10:0105

Historical Yield U.S. Government Bonds





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