

CMBI Credit Commentary

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

- *Quiet Monday morning to start the week. We saw two-way trading on recent new issue HEFIND at 100/100.125.*
- **JIAYUA:** *As per management, the company cured missed coupon payment (USD12mn) on JIAYUA 12%'22 before the expiry of grace period on 30 May'22.*
- **CENCHI:** *posted on social media that company signed strategic cooperation agreement with Henan Cultural Tourism Investment Group and various banks in cultural tourism sector. It shows company's further development after framework agreement for stake sales to SOE last week. See more details in [CENCHI: Buy on CENCHIs](#).*

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❖ Trading desk comments 交易台市场观点

Last Thursday, Chinese IG space was quiet. AT1/Fin Perp names performed generally stable. CCAMCL Perp recovered back to 94 level, mainly driven by short covering. We also saw some two-way trading on ICBCAS/NANYAN. In TMT sector, MEITUA/BIDU curve continued recent tightening trend and saw some active trading. TENCENT saw some better buyer.

Chinese HY property space was mixed with negative sentiment. Among benchmark names, COGARD fell 5pts throughout past one week. SINOCE down 1pt. On Thursday morning, CENCHI was up 15-20pts at market open, then retreated by 5pts from the high. On the other hand, we saw CSCHCN/TPHL/ZHPRHK down 1-2pts. JIAYUA/KWGPRO down 1pt. AGILE/LOGPH down 1-2pts. In Industrial sector, EHICAR down 1pt. Macau gaming was recovering.

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➤ Last trading day's Top Movers

Top Performers	Price	Change	Top Underperformers	Price	Change
FTHDGR 10 7/8 01/09/23	11.9	2.6	AGILE 8 3/8 PERP	22.3	-2.2
FTHDGR 12 1/4 10/18/22	11.4	1.7	LOGPH 5 1/4 10/19/25	21.2	-1.4
MOLAND 11.95 03/04/24	19.6	1.6	SINHLD 8 1/2 01/24/22	2.6	-1.3
CENCHI 7.9 11/07/23	53.5	1.5	SHIMAO 4 3/4 07/03/22	20.3	-1.3
REDSUN 9.7 04/16/23	19.5	1.5	HRINTH 4 5/8 06/03/26	94.6	-1.3

➤ Macro News Recap 宏观新闻回顾

Macro – U.S. stocks dipped, Treasury yields held onto gains after US May employment data outperformed expectations. The S&P (-1.63%), Nasdaq (-2.47%), and Dow (-1.05%) closed lower. In Europe, the Inflation Rate of The European Union reached 7.4%, highest level in half a century. In the US, Data came out with an unexpected advance in US PMI as well as exceptionally high job openings. Treasury yields climbed up a bit, with the 2/5/10/30 yield reaching to 2.66/2.95/2.96/3.11% respectively.

❖ Desk analyst comments 分析员市场观点

➤ Offshore Asia New Issues (Priced)

Issuer/Guarantor	Size (mn)	Tenor	Coupon	Yield	Issue Rating (M/S/F)
No Offshore Asia New Issues Priced Today					

➤ Offshore Asia New Issues (Pipeline)

Issuer/Guarantor	Currency	Size (mn)	Tenor	FPG/IPG	Issue Rating (M/S/F)
Changchun Urban Development & Investment Holdings Group	USD	-	-	-	-/-/-
China Construction Bank Corporation Singapore Branch	SGD	-	2	3.05	-/-/-
Liyuan International (SBLC by Zheshang bank)	USD	-	3	3.9	-/-/-
Qingdao Jimo District Urban Tourism Development & Investment	USD	-	3	4.5	-/-/-

➤ **Market conditions and color**

- Regarding onshore primary issuances, there were 33 credit bonds issued yesterday with an amount of RMB30bn.
- **[GRNKEN]** Greenko Energy projectco allots USD48mn-equivalent secured INR bonds to JP Morgan Securities Asia
- **[KAISAG]** Kaisa unit to sell up to 5.27% stake in Pacific Shuanglin Bio-pharmacy (000403 CH)
- **[SHNSUN]** Shinsun Holdings (Group) signed an agreement to sell 50% of properties projects company in Jiaxing for RMB92.5mn

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