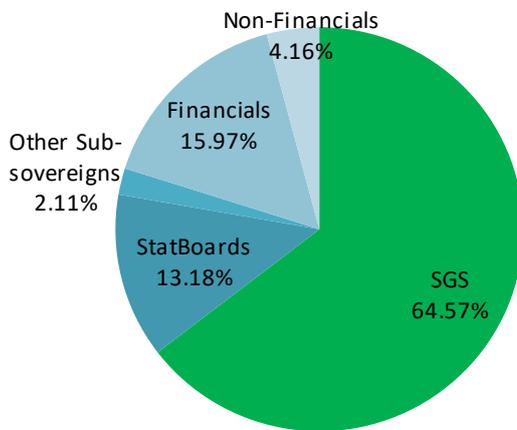


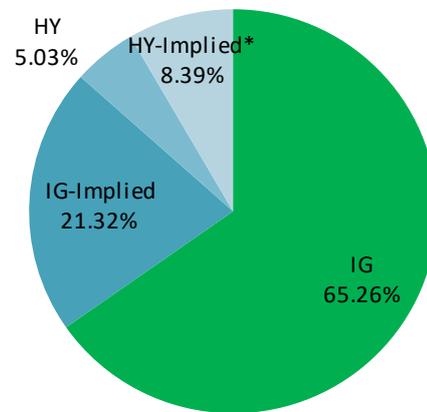
iBoxx SGD Monthly Commentary

March 2021 Rebalance

iBoxx SGD Overall Breakdown



iBoxx SGD Non-Sovereigns Breakdown



IBOXX SGD Overall – Mar 2021 Insertions

Issue	Rating	Notional (MM)
SRBJNG 2.48% 2031-02-10	A*	125

IBOXX SGD Overall – Mar 2021 Deletions

Issue	Rating	Notional (MM)
HDBSP 2.2325% 2022-02-21	AAA	900
KEPSP 3.145% 2022-02-14	BBB*	200
AREIT 4% 2022-02-03	A	200
ESRCAY 6.75% 2022-02-01	BB*	151.125
GUOLSP 4% 2022-01-31	BBB*	142.5
OHLSP 5.7% 2022-01-31	BB*	75

Rating changes

Issue	Feb 21	Mar 21
GUOLSP 3.4% 2025-08-10	BB*	BBB*
STRTR 3.75% 2025-10-29	BBB*	BB*

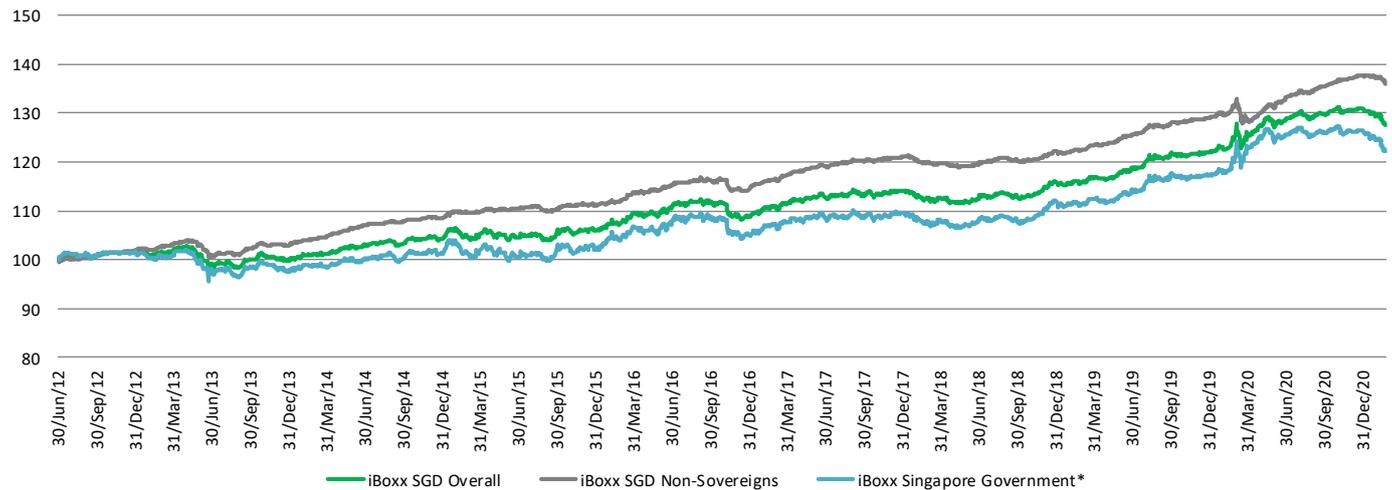
Only one new bond (from the Real Estate Investments and Services sector) entered the index at the March rebalance, inserting S\$62.5 million* of new notional at the 10 year part of the curve.

Six bonds (with expected remaining lives less than a year) were removed from the index. These removals deleted just over S\$1.3 billion of notional*. The removals included a S\$900 million Housing and Development Board bond as well as some Real Estate related Financials.

Please refer to the bottom left table for rating changes observed at the March rebalance.

*Implied rated bonds. The included notional for implied rated bonds in the iBoxx SGD index is half of the notional displayed in the table.

Total Return Levels



*iBoxx Singapore Government level is rebased to 100 on 30 Jun 2012 to reconcile with iBoxx SGD Overall and iBoxx SGD Non-Sovereigns levels. Data as of 28 Feb 2021.

February 2021 Performance

Whilst global stocks, in general, rallied over February (given vaccine distribution efforts and stimulus package expectations), it was not a good month for bonds.

As fixed income markets priced in higher growth and higher inflation expectations, most bond indices declined during the month. Yields rose and curves bear steepened over the period. In the US, for example, 10yr CMT yields rose over 40 basis points whilst the 2s10s CMT curve steepened 30 basis points.

In the SGD bond market, average yields also rose (approx. 30 bps) with the overall iBoxx SGD index registering a loss of -1.92% for the month. Government and sovereign related SGD bonds performed the worst, particularly at the long-end of the curve. Shorter-end BBB bonds made some gains that were offset by losses at the intermediate maturity segment.

Within IG, all 10+ year buckets registered losses apart from the BBB bucket that is composed of a single Keppel Corp 20-year bond (it was in fact the 5th best performing bond in the overall index this month). The HY index landed in positive return territory but only by a whisker.

The iBoxx SGD overall index ended the month offering a yield of 1.69% with a duration of 6.74 years.

iBoxx SGD Rating & Maturity Index Performance (Month-to-Date)

	Overall	1-3Yrs	3-5Yrs	5-7Yrs	7-10Yrs	10+Yrs
iBoxx SGD Investment Grade	-2.02%	-0.10%	-0.59%	-1.26%	-2.40%	-5.22%
iBoxx SGD AAA	-2.31%	-0.17%	-0.73%	-1.44%	-2.48%	-5.48%
iBoxx SGD AA	-3.33%	-0.22%	-1.19%	-2.71%	-4.37%	-3.55%
iBoxx SGD A	-0.64%	0.06%	-0.42%	-1.38%	-0.98%	-1.82%
iBoxx SGD BBB	0.02%	0.17%	0.06%	-0.10%	-1.03%	1.38%
iBoxx SGD High Yield	0.02%	-	-	-	-	-

As of 28 Feb 2021

Top Performers Feb 2021	Yield	Return	Bottom Performers Feb 2021	Yield	Return
BACR 3.75% 2030-05-23	2.63	3.11%	HKLSP 3.95% 2038-11-28	3.79	-5.18%
ESRCAY 5.1% 2025-02-26	4.23	2.88%	SIGB 1.875% 2050-03-01	1.82	-4.26%
OHLSP 5.7% 2022-01-31	14.42	1.67%	HDBSP 1.3% 2035-12-03	2.15	-4.20%
METRO 4.3% 2024-04-02	3.62	1.43%	SIGB 2.75% 2046-03-01	1.82	-4.08%
KEPSP 4% 2042-09-07	3.55	1.38%	HDBSP 2.315% 2034-09-18	2.09	-3.92%

As of 28 Feb 2021

Key Analytics

iBoxx SGD Overall

	Feb-21	Jan-21	Dec-20	Feb-18	Δ MTD	Δ YTD	Δ 3Y
Index Level	127.56	130.05	130.95	112.34	-1.92%	-2.59%	13.55%
MV (Bn.)	206.77	210.33	211.15	160.18	-3.56	-4.38	46.59
Yield	1.69	1.39	1.27	2.64	0.30	0.42	-0.96
Duration	6.74	6.95	7.10	5.70	-0.22	-0.36	1.03
Nominal (Bn.)	190.55	189.69	188.56	155.95	0.86	1.99	34.60
No. of Bonds	249	246	242	227	-	-	-

iBoxx SGD Government

	Feb-21	Jan-21	Dec-20	Feb-18	Δ MTD	Δ YTD	Δ 3Y
Index Level	158.60	162.42	164.11	139.43	-2.36%	-3.36%	13.74%
MV (Bn.)	131.45	134.79	136.47	95.94	-3.34	-5.02	35.51
Yield	1.41	1.10	0.96	2.45	0.31	0.45	-1.04
Duration	7.54	7.77	7.97	6.53	-0.24	-0.43	1.01
Nominal (Bn.)	119.20	119.20	119.20	93.00	0.00	0.00	26.20
No. of Bonds	19	19	19	19	-	-	-

iBoxx SGD Non-Sovereigns

	Feb-21	Jan-21	Dec-20	Feb-18	Δ MTD	Δ YTD	Δ 3Y
Index Level	136.08	137.65	137.74	119.71	-1.14%	-1.20%	13.68%
MV (Bn.)	75.32	75.54	74.68	64.24	-0.21	0.64	11.08
Yield	2.36	2.12	2.08	3.06	0.24	0.28	-0.70
Duration	5.34	5.49	5.52	4.47	-0.15	-0.18	0.87
Nominal (Bn.)	71.35	70.49	69.36	62.95	0.86	1.99	8.40
No. of Bonds	230	227	223	208	-	-	-

Data as of month-end.

MV refers to Market Value in billions. Yield refers to Semi-Annual Yield in percent. Duration refers to Semi-Annual Modified Duration.

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