Weekly Briefing

READ LESS. KNOW MORE. CHINA CORPORATE BONDS POWER TRACKER

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3 minute read

THE YEAR OF CORPORATE BONDS IN CHINA

2021 will be the year of living dangerously; searching for investment returns. January started with the GameStop frenzy with Reddit users claiming victory on hedge funds. By the end of February, the frenzy died down. In March, it feels like this happened a long time ago, yet **those smart people, know where to look**. The reality is that no matter what they say, they always come back to the China corporate bonds market. No doubt, 2021 is the year for China Corporate Bonds.

US Debt Rout ignites hunt for New Havens that ends in China

Yahoo News NZ 14 March 2021

U.S. Debt Rout Ignites Hunt for New Havens That Ends in China ... who co-manages JPMorgan Asset Management's \$1.6 billion Global Bond Fund. "China government bonds are as good an asset as U.S. Treasuries when ... But since it's only very loosely correlated with other bond markets, it makes for ...

Asia recovery story shelters bond investors from sell-off

Nikkei Asia

Asian emerging market high yield bonds offer a 6.68% spread over ... More than half the \$420 billion in dollar bonds issued by companies and ... a part in Asian bond markets weathering a surge in U.S. benchmark 10-year yields, ...

 Dollar Index – What sets Chinese Bonds apart? Fintech Zoom
This yield pickup remains significant despite the recent sell off in U.S. rates this year while China bond yields have
remained steady ...

MORE THAN MEETS THE EYE

The ultimate objective for bonds (corporate or government) is to raise finance, but this is not its only function. Bonds can be circulated and provide an international platform for multinational currency conversion. With some companies being delisted in the US, this is another way to secure investment.

China trials greater flexibility for multinationals' currency conversion

Caixin Global

China Trials Greater Flexibility for Multinationals' Currency Conversion ... the purchase and sale of assets and liabilities such as stocks and bonds.

Asia recovery story shelters bond investors from sell-off

Nikkei Asia

Foreign investors bought a net \$41.5 billion of Chinese bonds since the ... when fixed income markets started to sag, data from China Bond showed.

Check out and leverage corporate bonds in 2021!