

Daily Credit Snapshot · Market Commentary

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Follow our podcasts by searching ' OCBC Research Insights ' on Telegram! 1 By Global Markets | 3 September 2026 Daily Credit Snapshot Market Commentary • Risk sentiment showed some signs of stabilisation overnight, with US equities ending in positive territory (S&P: +0.46%; Dow: +0.56%; Nasdaq: +0.45%), the DXY index lower, and USTs trading sideways. President Trump said overnight that renewed attacks on Iran would likely be short-lived, following a second round of US military strikes within three days. Iran retaliated against US allies in Jordan, Kuwait and Bahrain overnight. Brent and WTI prices, however, edged lower, settling at USD95.6/barrel and USD91.0/barrel, respectively. US Energy Secretary Chris Wright noted that 17mn barrels of oil transited the Strait of Hormuz on Monday, the highest volume since the conflict began. He added that current oil transit volumes remain close to 8mn bps. The softer-than-expected ADP employment change of 38k, versus expectations of 48k, remains broadly consistent with the "low-hire, low-fire" dynamic in the US labour market. The official release noted that while manufacturing, professional services and information shed jobs, education and health care, construction, and leisure and hospitality all recorded solid hiring. The August Beige Book release, by contrast, noted that employment rose very slightly, with three Districts reporting modest gains, four reporting slight gains and five reporting no change. Demand remained healthy in manufacturing and construction but weakened in retail and hospitality. Skilled trades continued to be difficult to fill, reports on AI's impact on labour demand were mixed, and wage growth remained modest to moderate across most Districts. On prices, the Beige Book noted that prices rose moderately in eight Districts. Fed funds futures modestly reduced rate hike expectations to 37.8bps of tightening for this year, compared with 40bps earlier in the week. Other incoming data, including factory orders (0.9% m/m sa in July, versus -0.2% in June) and durable goods orders (1.1% in the final July reading), pointed to resilience in the manufacturing sector. Howard Lutnick told CNBC that the Trump administration is preparing broader tariffs on semiconductor imports, although companies manufacturing chips in the US could receive some relief. The Bank of Canada left its policy rate unchanged, as widely expected. • The SGD SORA OIS curve traded flat to higher yesterday with the shorter tenors trading flat to 0-2bps higher, belly tenors trading 2-3bps higher, and the 10Y tenor trading 3bps higher . • There were no notable flows. • US Investment Grade traded widened by 1bps to 80bps, and US High Yield spreads tightened by 1bps to 264bps respectively. Bloomberg Global Contingent Capital spreads widened by 2bps to 205bps . • Bloomberg Asia USD Investment Grade spread widened by 1bps to 57bps, and the Asia USD High Yield spreads widened by 7bps to 325bps. (Bloomberg, OCBC) Andrew Wong Credit Research Analyst Ezien Hoo Credit Research Analyst Wong Hong Wei Credit Research Analyst Chin Meng Tee Credit Research Analyst Aleen Lee Li Fei Credit Research Analyst Yao Liu Credit Research Analyst Eshita Suvarna Credit Research Analyst

Follow our podcasts by searching ' OCBC Research Insights ' on Telegram! 2 By Global Markets | 3 September 2026 Credit Summary: Company Ticker Description BP p.l.c BPLN • BPLN announced Mr Ian Tyler as Chairperson of the board of directors. He would assume the role immediately, bringing about some stability at the board. Mr Tyler joined the board as non-executive director in April 2025 and was appointed Interim Chairperson on 26 May 2026. • Mr Tyler was appointed as Interim Chairperson after BPLN removed Mr Albert Manifold as Chairperson of the board after only eight months citing governance and conduct, with these allegations contested. • BPLN has seen a series of changes at its

board and senior management in recent years. That said, we are maintaining our credit profile on the company given the company's refocus on the oil and gas business and prioritisation to strengthen its balance sheet. • Separately, Shell PLC ("RDSALN") will be buying a 50% -stake in the Tupinambá exploration block in the Santos Basin, offshore Brazil, in addition to a 30% stake in five leases containing the Conifer exploration prospect in the deepwater Gulf of America Paleogene. BPLN will retain the remaining 50%-interest in Tupinambá and 70% in Conifer. The value of the transaction, which is subject to regulatory approvals was not provided but is consistent with its strategy of becoming a simpler company and more disciplined approach to capital allocation. (Company, Bloomberg, AFR, Reuters) Latest report: Credit Update – 07 April 2026 Landmark REIT LMRTSP • LMRTSP announced the consent solicitation exercise to replace the benchmark reset rate from SOR to SORA for the two existing SGD perpetuals has been duly passed. • The distribution rate of LMRTSP 6.4751%-PERP will be reset on 27 September 2026 with a formula of SORA 5Y + 524.5bps + 31.12bps adjustment spreads. • The distribution rate of LMRTSP 8.096%-PERP SORA will be reset on 19 December 2027 a formula of SORA 5Y + 475.5bps + 31.12bps adjustment spreads. Latest report: Credit Update – 30 July 2026 Swire Pacific Limited SWIRE • SWIRE accelerated redemption of HKD4.7bn SWIRE 0% '27s, which is an exchange bond that allows holders converting to shares of Cathay Pacific Airways Limited ("CATHAY"). • The redemption will be funded by SWIRE via a share placement by selling 362.62mn CATHAY shares at HKD13.20 per share. • Following the transaction, SWIRE's stake in CATHAY will fall by 5.96ppts to 39.15%. • We view the transaction as a credit neutral event. (Company, Bloomberg, OCBC) Latest report: Credit Update – 31 October 2025

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