

# Emerging Markets Daily

Monday May 3, 2010

## Emerging Markets Deal Volume

	Current Year	Previous Year
<b>Year to Date:</b>	\$103.209 billion in 142 deals	\$50.742 billion in 49 deals
<b>Quarter to Date:</b>	\$32.327 billion in 50 deals	\$22.796 billion in 23 deals
<b>Month to Date:</b>	\$32.327 billion in 50 deals	\$22.796 billion in 23 deals
<b>Week to Date:</b>	\$5.312 billion in 11 deals	

## DOLLAR DEALS SOLD IN U.S.

	Current Year	Previous Year
<b>Year to Date:</b>	\$70.419 billion in 96 deals	\$42.909 billion in 37 deals
<b>Quarter to Date:</b>	\$25.093 billion in 37 deals	\$20.470 billion in 17 deals
<b>Month to Date:</b>	\$25.093 billion in 37 deals	\$20.470 billion in 17 deals
<b>Week to Date:</b>	\$4.857 billion in 8 deals	

## EURO-DENOMINATED DEALS

	Current Year	Previous Year
<b>Year to Date:</b>	€13.985 billion in 15 deals	€4.995 billion in 4 deals
<b>Quarter to Date:</b>	€4.321 billion in 6 deals	€1.500 billion in 1 deal
<b>Month to Date:</b>	€4.321 billion in 6 deals	€1.500 billion in 1 deal
<b>Week to Date:</b>	€0.000 billion in 0 deals	

## Prospect News

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## Greece concerns linger; PT Bakrie, International Container, Pan American, Braskem price

By Christine Van Dusen

Atlanta, April 30 – Investors and issuers in emerging markets remained in wait-and-see mode on Friday while Greece and officials from the European Union and the International Monetary Fund continued to hash out a bailout plan for the debt-heavy sovereign, market sources said.

The deal was still being negotiated as of late afternoon in New York, leaving “lingering concerns related to the eventual bailout of Greece,” an emerging markets strategist said. “That’s not hugely impacting our markets but perhaps preventing a better recovery.”

Investors are “playing, more or less, a wait-and-see game,” he said.

On the primary side, pricing came from Indonesia’s **PT Bakrie Telecom Tbk.**, which sold \$250 million 11½% notes due 2015 at par to yield Treasuries plus 906 basis points.

Philippines’ **International Container Terminal Services Inc.** priced a \$200

million add-on of 7 3/8% notes due 2020 at 102.267 to yield 7%.

And Brazil’s **Braskem Finance Ltd.** priced \$400 million 10-year notes at par to yield 7%.

## Secondary focuses on LatAm

The day also saw the \$250 million 11½% notes from Brazil’s **Marfrig Overseas**, which recently priced at par to yield 11½%, trading “below issue price,” a Europe-based trader said.

And Brazil’s **Fibria Overseas**, which on Thursday priced \$750 million 7½% notes due 2020 at 99.137 to yield 7 5/8%, or Treasuries plus 389 bps, “went well yesterday and today,” he said.

He also pointed out another Latin American deal of interest: Argentina’s **Pan American Energy LLC, Argentina Branch**, which on Friday priced \$500 million 7 7/8% notes due 2021 at 98.204 to yield 8 1/8%.

Pan American Energy is majority-

*Continued on page 3*

## South Africa’s FirstRand to resume efforts to price benchmark-sized offering of five-year bonds

By Christine Van Dusen

Atlanta, April 30 – South Africa’s **FirstRand Ltd.** is expected to resume plans for a benchmark issue of five-year bonds and could price the deal as soon as the May 3 week, a market source said.

The deal had been delayed due to the volcanic ash from Iceland that snarled international air travel, as well as the instability caused by allegations that

Goldman Sachs Group Inc. misrepresented information about collateralized debt obligations connected to subprime mortgages.

JPMorgan, Mitsubishi UFJ Financial Group, Standard Chartered and UBS are the bookrunners for the bond offering.

FirstRand is a Johannesburg-based financial services company.

## Emerging Markets News

## What to Watch: Week Ahead

**May 3**

- 8:30 a.m. ET: Personal income and outlays, March (Bureau of Economic Analysis)
- 10 a.m. ET: Construction spending, March (Census Bureau)
- 10 a.m. ET: Institute for Supply Management manufacturing report
- Treasury to auction \$24 billion 13-week bills and \$25 billion 26-week bills
- Brazil: Merchandise trade, April
- Indonesia: Consumer price index, April
- Indonesia: Producer price index, March
- Korea: Consumer price index, April
- Moldova: Wages, March
- Morocco: Employment, Q1
- Morocco: Unemployment, Q1
- Peru: Consumer price index, April
- Peru: Producer price index, April
- Turkey: Consumer price index, April
- Turkey: Producer price index, April
- Grupo TMM Q1 earnings, conference call 11 a.m. ET

**May 4**

- 10 a.m. ET: Factory orders, March (Census Bureau)
- 10 a.m. ET: Pending home sales index (National Association of Realtors)
- Treasury to auction \$26 billion 52-week bills
- Treasury to auction four-week bills
- Brazil: Industrial production, March
- Costa Rica: Official reserves, April
- Kazakhstan: Consumer price index, April
- Kazakhstan: Producer price index, April
- Malaysia: Merchandise trade, March
- Malta: Employment, Q4
- Malta: Unemployment, Q4
- Malta: Wages, Q4
- Mexico: Official reserves, April
- Romania: Official reserves, April
- Thailand: Consumer price index, April
- Thailand: Producer price index, April
- Uruguay: Consumer price index, April
- Uruguay: Official reserves, April
- Teva Pharmaceutical Industries, Ltd. Q1 earnings, conference call 9 a.m. ET

**May 5**

- 10 a.m. ET: Institute for Supply Management non-manufacturing report
- Bulgaria: Official reserves, April
- Chile: Wages, March
- Costa Rica: Consumer price index, April
- Georgia: Consumer price index, April
- Latvia: Industrial production, March
- Philippines: Consumer price index, April
- Philippines: Producer price index, April
- Romania: Producer price index, March
- Uruguay: Employment, March
- Uruguay: Unemployment, March
- Central European Media Enterprises Ltd. Q1 earnings, conference call 9 a.m. ET
- Itaú Unibanco Holding SA Q1 earnings, conference call 9 a.m. ET
- After market close: Vale SA Q1 earnings
- After market close: GOL Linhas Aéreas Inteligentes SA Q1 earnings

**May 6**

- 8:30 a.m. ET: Initial claims (Department of Labor)
- 8:30 a.m. ET: Productivity, Q1 preliminary (Bureau of Labor Statistics)
- Brazil: Producer price index, April

- Colombia: Consumer price index, April
- Colombia: Producer price index, April
- Cyprus: Consumer price index, April
- Ecuador: Consumer price index, April
- Ecuador: Producer price index, April
- Egypt: Official reserves, April
- Hungary: Industrial production, March
- Indonesia: Official reserves, April
- Israel: Wages, February
- Israel: Official reserves, April
- Jordan: Official reserves, April
- Turkey: Official reserves, April
- 9 a.m. ET, 10:30 a.m. ET: GOL Linhas Aéreas Inteligentes SA conference call
- 10 a.m. ET: Vale SA conference call

**May 7**

- 8:30 a.m. ET: Employment situation/Non-farm payrolls, April (Bureau of Labor Statistics)
- Argentina: Official reserves, April
- Armenia: Official reserve assets, April
- Belarus: Official reserves, April
- Brazil: Consumer price index, April
- Brazil: Official reserves, April
- Chile: Consumer price index, April
- Chile: Producer price index, April
- Chile: Official reserves, April
- Chile: Merchandise trade, April
- Chile: External debt, March
- Colombia: Official reserves, April
- Costa Rica: Producer price index, April
- Croatia: Official reserves, April
- Cyprus: Official reserves, April
- Czech Republic: Industrial production, March
- Czech Republic: Employment, March
- Czech Republic: Wages, March
- Czech Republic: Official reserves, April
- Czech Republic: Merchandise trade, March
- Ecuador: Official reserves, April
- Ecuador: Merchandise trade Mar/10
- El Salvador: Consumer price index, April
- El Salvador: Official reserves, April
- Estonia: Consumer price index, April
- Estonia: Official reserves, April
- Georgia: Official reserves, April
- Hong Kong: Official reserves, April
- Hungary: Official reserves, April
- Korea: Official reserves, April
- Kyrgyz Republic: Official reserves, April
- Latvia: Official reserves, April
- Lithuania: Producer price index, April
- Lithuania: Official reserves, April
- Malaysia: Official reserves, April
- Malta: Official reserves, April
- Malta: Merchandise trade, March
- Mexico: Consumer price index, April
- Mexico: Producer price index, April
- Moldova: Official reserves, April
- Morocco: Official reserves, April
- Peru: Official reserves, April
- Peru: Merchandise trade, March
- Philippines: Official reserves, April
- Poland: Official reserves, April

## Emerging Markets News

*Greece concerns linger; PT Bakrie, International Container, Pan American, Braskem price*

*Continued from page 1*

owned by BP and, if a possible acquisition goes through, also owned by China's Cnooc Ltd. "So it is quite a nice yield for a paper with such powerful owners behind the back," the trader said. "The only risk is political issues in **Argentina**."

Under pressure Friday were **BES Investimento do Brasil SA**'s recent issue of \$500 million 5 5/8% bonds due 2015 – priced at 98.93 to yield 5 7/8% – and notes from "Brazilian **Santander**," he said. "That's due to the fears of government weakness in Portugal and Spain. Maybe this offers a buying opportunity for the bonds in **Brazil** who now trade cheap to Brazilian peers, although they have a strong support from investment-grade countries."

Also in the secondary, some of the higher beta credits were down at mid-afternoon in New York, the strategist said.

"**Venezuela** and Argentina are both down by about a point," he said.

He pointed out that Monday is a holiday in London, so "that's half the trading considered out," he said. "So there may be some profit-taking and risk positioning."

## Quiet Monday expected

He also believes Monday will be quiet for new issuance. "The investor base is so large in London," he said.

After Monday he expects to see **Albania**'s planned euro-denominated bonds come out via JPMorgan and Deutsche Bank. Also on tap for the week, he thinks, is Hong Kong-based **Fantasia Holdings Group Co. Ltd.**'s planned senior notes via Citigroup Global Markets and Merrill Lynch International.

Several other deals could come during the May 3 week. There's Kazakhstan-based **JSC National Atomic Co. (KazAtomProm)**'s planned issue of unsecured notes, South Africa-based **FirstRand Ltd.**'s resumed benchmark issue of five-year bonds, Kazakhstan-based **Zhaikmunai**'s planned issue of notes and Ukraine-based **Privat Bank**'s planned five-year dollar-denominated notes.

Another upcoming deal could be Macau's **MCE Finance Ltd.**, which plans to issue \$600 million senior notes in a Rule 144A and Regulation S offering.

## Inflows up again

Inflows into emerging markets bond funds totaled \$1.22 billion for the week ended April 28, the third-best week on record, according to data tracker EPFR Global.

For April, the funds received more than \$5 billion from investors.

"Downgrades to the credit ratings of Greece, Portugal and Spain, with Greece's being cut to junk status, roiled equity and bond markets around the world during the final days of April,"

according to a statement from EPFR. "Investors responded predictably by pulling money out of Europe ex-UK Regional Equity Funds and continued to funnel substantial amounts of fresh money into the bond funds."

Of the money committed to emerging markets bond funds, more than 75% went toward investing in local currency debt, "versus a year-to-date average of 54% as the spread between US Treasuries and JP Morgan's benchmark EMBI+ index rebounded past the 260 basis point level," EPFR said.

## Pan American Energy prices

Pan American Energy priced \$500 million 7 7/8% notes due May 7, 2021 (Ba2//BB-) at 98.204 to yield 8 1/8%, a market source said.

Credit Agricole CIB, HSBC and JPMorgan were the bookrunners for the Rule 144A and Regulation S offering, which was talked at 8 1/8%.

Pan American Energy is a company involved in exploration, development and production of oil and gas in Argentina.

## Marfrig prices at par

Brazil's Marfrig Overseas priced \$250 million 11½% notes due May 7, 2020 (/B+/) at par, according to an informed market source.

Credit Suisse was the bookrunner for the Rule 144A and Regulation S deal, which is non-callable for five years.

Marfrig Overseas is a beef producer based in Sao Paulo.

## Bakrie Telecom issues notes

Indonesia's PT Bakrie Telecom priced \$250 million 11½% notes due May 5, 2015 (/B/B) at par to yield Treasuries plus 906 bps, according to an informed market source.

Bank of America Merrill Lynch, Credit Suisse and Morgan Stanley were the joint bookrunners for the Rule 144A and Regulation S offering, which is non-callable for three years.

The deal was talked at 11½% to 11¾%.

Bakrie Telecom is a Jakarta-based telecommunications company.

## International Container prices add-on

Philippines' International Container Terminal Services priced a \$200 million add-on of 7 3/8% notes due March 17, 2020 at 102.267 to yield 7%, according to a company filing.

HSBC and UBS were the bookrunners for the notes, which will be consolidated to form a single series with the \$250 million senior notes issued in March.

Proceeds will be used for general corporate purposes and to refinance \$150 million of debt maturing in the next three years.

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## Emerging Markets News

## Deutsche Bank top emerging markets underwriter for year to date

- **Emerging markets issuance totals \$103.21 billion year to date**

New York, April 30 – Deutsche Bank notched another month as top underwriter of emerging market debt for the year to date after another busy month of new deals, according to data compiled by *Prospect News*.

The bank had also been first for the year through March and the year through February, after rising from second place in January.

Citigroup, January's leader and the top underwriter for 2009 as a whole, moved up to second place – and ranked first for dollar-denominated deals offered in the United States, dislodging Deutsche, which had held the number one slot in that sector for the first quarter.

Barclays remained in third position while JPMorgan slipped back to fourth from second.

Issuance remained strong, at \$32.33 billion for the month, just a little below March's \$33.12 billion but well up from \$12.97 billion in February and \$24.7 billion in January.

April's total was also nearly 50% above the \$22.80 billion in April 2009.

Year-to-date volume is now \$103.21 billion, double the \$50.74 billion at the same stage in 2009.

In the U.S. market, April's issuance was \$25.09 billion, bringing the year-to-date total to \$70.42 billion, well ahead of the comparable \$42.91 billion for the year-earlier period.

### Year to date, all major currencies

	Underwriter	Amount	No.	Share	2009 Comparables			
					Rank	Amount	No.	Share
1	Deutsche Bank	10.533	40	10.21%	5	4.634	12	9.13%
2	Citigroup	9.418	31	9.13%	2	5.432	17	10.71%
3	Barclays	8.538	27	8.27%	6	4.278	9	8.43%
4	JPMorgan	8.438	39	8.18%	3	5.311	11	10.47%
5	HSBC	8.170	33	7.92%	4	4.755	12	9.37%
6	Credit Suisse	7.113	23	6.89%	7	4.000	7	7.88%
7	Goldman Sachs	5.872	23	5.69%	1	5.942	16	11.71%
8	Morgan Stanley	4.980	20	4.83%	11	0.993	3	1.96%
9	Bank of America	4.703	24	4.56%	12	0.934	2	1.84%
10	UBS	3.647	12	3.53%	10	1.739	3	3.43%
	<b>Total</b>	<b>103.209</b>	<b>142</b>			<b>50.742</b>	<b>49</b>	
	<b>Average size:</b>	<b>0.727</b>				<b>1.036</b>		

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## Emerging Markets News

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## Year to date, U.S. market, dollar-denominated deals

	Underwriter	Amount	No.	Share	2009 Comparables			
					Rank	Amount	No.	Share
1	Citigroup	7.809	22	11.09%	3	4.864	15	11.34%
2	Deutsche Bank	7.617	28	10.82%	7	3.275	8	7.63%
3	JPMorgan	6.642	29	9.43%	2	4.869	10	11.35%
4	Credit Suisse	6.308	21	8.96%	5	4.000	7	9.32%
5	Barclays	6.138	19	8.72%	6	3.615	8	8.42%
6	Goldman Sachs	4.762	19	6.76%	1	5.803	15	13.52%
7	Bank of America	4.384	22	6.22%	12	0.934	2	2.18%
8	HSBC	3.891	15	5.53%	4	4.616	11	10.76%
9	Morgan Stanley	3.136	13	4.45%	11	0.993	3	2.31%
10	UBS	2.662	8	3.78%	9	1.739	3	4.05%
	<b>Total</b>	<b>70.419</b>	<b>96</b>			<b>42.909</b>	<b>37</b>	
	<b>Average size:</b>	<b>0.734</b>				<b>1.160</b>		

## April, all major currencies

	Underwriter	Amount	No.	Share	2009 Comparables			
					Rank	Amount	No.	Share
1	Credit Suisse	3.302	8	10.22%	3	2.907	4	12.75%
2	Citigroup	3.189	9	9.86%	5	2.132	8	9.35%
3	Deutsche Bank	2.704	11	8.37%	6	1.703	5	7.47%
4	Goldman Sachs	2.317	10	7.17%	1	3.723	9	16.33%
5	Barclays	2.152	7	6.66%	4	2.293	6	10.06%
6	HSBC	2.079	11	6.43%	8	0.881	3	3.86%
7	Morgan Stanley	1.999	11	6.18%	14	0.248	1	1.09%
8	JPMorgan	1.836	12	5.68%	2	3.232	5	14.18%
9	VTB	1.367	2	4.23%				
10	Bank of America	1.229	9	3.80%	9	0.745	1	3.27%
	<b>Total</b>	<b>32.327</b>	<b>50</b>			<b>22.796</b>	<b>23</b>	
	<b>Average size:</b>	<b>0.647</b>				<b>0.991</b>		

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## Emerging Markets News

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April, U.S. market, dollar-denominated deals								
	Underwriter	Amount	No.	Share	2009 Comparables			
					Rank	Amount	No.	Share
.	Citigroup	3.189	9	12.71%	4	2.132	8	10.42%
2	Credit Suisse	2.797	7	11.15%	3	2.907	4	14.20%
3	Barclays	2.152	7	8.58%	5	1.629	5	7.96%
4	Goldman Sachs	2.004	8	7.99%	1	3.723	9	18.19%
5	Deutsche Bank	1.611	8	6.42%	7	0.990	3	4.84%
6	Morgan Stanley	1.601	8	6.38%	13	0.248	1	1.21%
7	JPMorgan	1.464	9	5.83%	2	3.232	5	15.79%
8	VTB	1.367	2	5.45%				
9	HSBC	1.309	7	5.21%	8	0.881	3	4.30%
10	Bank of America	1.229	9	4.90%	9	0.745	1	3.64%
	<b>Total</b>	<b>25.093</b>	<b>37</b>			<b>20.470</b>	<b>17</b>	
	<b>Average size:</b>	<b>0.678</b>				<b>1.204</b>		

## Prospect News Emerging Markets Underwriter Rankings

## Criteria

- The tables include all underwritten offerings sold in the international bond markets reported to *Prospect News*.
- Offerings are included in the time period in which they price (or settle if pricing date not available).
- Amounts are based on the total sales price (face amount multiplied by the offering price). The full amount is credited to the bookrunner (or lead manager if no bookrunners). For multiple bookrunners (or lead managers), the total value is divided equally among all the firms.
- Each tranche is counted as a separate deal.
- Units made up of a bond and a warrant are included; other units are excluded.
- Best efforts and non-underwritten deals are excluded.
- Non-dollar deals are converted to dollars at the rate shown in Federal Reserve's H.10 release on day of pricing.
- Emerging markets are all countries except: United States, Canada, United Kingdom, Germany, France, Italy, Japan, Australia, New Zealand, Netherlands, Ireland, Sweden, Norway, Denmark, Spain, Portugal, Switzerland, Luxembourg, Austria, Belgium, Finland, Iceland and Greece.

## Emerging Markets News

### Macau's MCE Finance plans to price \$600 million of senior notes

By Christine Van Dusen

Atlanta, April 30 – Macau's **MCE Finance Ltd.** is planning to issue \$600 million senior notes in a Rule 144A and Regulation S offering, according to a

company press release.

The deal is subject to upsizing. Proceeds will be used to reduce debt under the company's City of Dreams project facility.

MCE Finance is a subsidiary of Melco Crown Entertainment Ltd., a developer and owner of casino gaming and entertainment resort facilities focused on the Macau market.

### *Greece concerns linger; PT Bakrie, International Container, Pan American, Braskem price*

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International Container Terminal Services is based in Manila and develops, manages and operates container ports and terminals.

#### **Braskem prices notes**

Brazil's Braskem Finance priced \$400 million 7% notes due 2020 (expected Ba1/BB+/BB+) at par, according to a market source.

Bradesco BBI, HSBC and Santander were the bookrunners for the deal, which was talked at 7%.

Braskem initially came with the intention of raising \$750 million, a source said.

Braskem Finance is a Cayman Islands-based subsidiary of Braskem, a petrochemical company based in Sao Paulo.

#### **Pan American Energy sets talk**

Pan American Energy set price talk for its planned dollar-denominated notes with an 11-year final maturity and a 10-year average life (Ba2//BB-) at 8 1/8%, according to a market source.

Credit Agricole CIB, HSBC and JPMorgan are the bookrunners for the Rule 144A and Regulation S deal, which had a roadshow from April 27 to April 29.

Pan American Energy is a company involved in exploration, development and production of oil and gas in Argentina.

#### **MCE Finance plans senior notes**

Macau's MCE Finance is planning to issue \$600 million senior notes in a Rule 144A and Regulation S offering, according to a company press release.

The deal is subject to upsizing.

Proceeds will be used to reduce debt under the company's City of Dreams project facility.

MCE Finance is a subsidiary of Melco Crown Entertainment, a developer and owner of casino gaming and entertainment resort

facilities focused on the Macau market.

#### **FirstRand bringing notes back**

South Africa's FirstRand is expected to resume plans for a benchmark issue of five-year bonds and could price the deal as soon as the May 3 week, a market source said.

The deal had been delayed due to the volcanic ash from Iceland that snarled international air travel, as well as the instability caused by allegations that Goldman Sachs misrepresented information about collateralized debt obligations connected to subprime mortgages.

JPMorgan, Mitsubishi UFJ Financial Group, Standard Chartered and UBS are the bookrunners for the deal.

FirstRand is a Johannesburg-based financial services company.

#### **KazAtomProm plans dollar notes**

Kazakhstan's JSC National Atomic Co. (KazAtomProm) is planning an issue of unsecured notes (expected rating Baa3) that could come to market as soon as the May 3 week, a market source said.

Proceeds will be used for general corporate purposes.

KazAtomProm is a government-owned nuclear holding company.

#### **Zhaikmunai to sell notes**

Kazakhstan's Zhaikmunai is planning an issue of notes that could come to market as soon as the May 3 week, according to a market source.

Citibank, JPMorgan and ING are the bookrunners for the deal, which is the company's first international bond offering.

Other details were not available Friday.

Zhaikmunai is an oil exploration, development and production company.

## Emerging Markets News

## Kazakhstan's KazAtomProm plans dollar-denominated note offering

By Christine Van Dusen

Atlanta, April 30 – Kazakhstan's **JSC National Atomic Co. (KazAtomProm)** is planning an issue of unsecured notes

(expected rating Baa3) that could come to market as soon as the May 3 week, a market source said.

Proceeds will be used for general

corporate purposes.

KazAtomProm is a government-owned nuclear holding company.

## Russia's Sberbank plans roadshow in May for new eurobond offering

By Christine Van Dusen

Atlanta, April 30 – Russia's **Sberbank** is looking to hold a roadshow for a

benchmark-sized eurobond issue in May and could price the deal that month, a London-based trader said.

No other details on the offering were immediately available.

Sberbank is a lender based in Moscow.

## Kazakhstan's Zhaikmunai plans to sell notes as soon as May 3 week

By Christine Van Dusen

Atlanta, April 30 – Kazakhstan's **Zhaikmunai** is planning an issue of notes that could come to market as soon as the

May 3 week, according to a market source.

Citibank, JPMorgan and ING are the bookrunners for the deal, which is the company's first international bond offering.

Other details were not available Friday.

Zhaikmunai is an oil exploration, development and production company.

## Ukraine's Privat Bank plans five-year dollar-denominated note issue

By Christine Van Dusen

Atlanta, April 30 – Ukraine's **Privat Bank** is looking to issue five-year dollar-

denominated notes, according to a market source.

The deal could price as soon as the

May 3 week, the source said.

Privat is a commercial bank based in Dnipropetrovsk, Ukraine.

## Prospect News records two new defaults for week, S&amp;P sees none

By Caroline Salls

Pittsburgh, April 30 – Prospect News reported two new defaults for the week ended April 29, including bankruptcy filings made by **U.S. Concrete Inc.** and **American Mortgage Acceptance Corp.**

Prospect News also reported expected missed May and June interest payments for **Northern Rock (Asset Management) plc.**

Meanwhile, Standard & Poor's reported no defaults for the week, leaving its year-to-date default tally at 31.

By region, S&P said the current year-to-date default tallies are 22 defaults in the United States, two in Europe, two in the emerging markets and five in the other developed region, which includes Australia, Canada, Japan and New Zealand.

So far this year, the ratings agency said that Chapter 11 filings and distressed exchanges account for 10 defaults each, missed interest or principal payments are responsible for six defaults,

regulatory directives and receiverships account for one issuer each, and the remaining three defaulted issuers were confidential.

Of the global corporate defaulters so far in 2010, S&P said:

- 38% of issues with available recovery ratings had recovery ratings of 6, indicating the agency's expectation for negligible recovery of 0% to 10%;
- 12% of the issues had recovery ratings of 5, for modest recovery prospects of 10% to 30%;
- 12% had recovery ratings of 4, for average recovery prospects of 30% to 50%;
- 19% had recovery ratings of 3, for meaningful recovery prospects of 50% to 70%;
- 15% of the issues had recovery ratings of 2, indicating substantial recovery prospects of 70% to 90%; and
- 4% of issues had recovery ratings of 1, or very high recovery prospects of 90% to 100%.

## Emerging Markets News

## New Issue:

## Brazil's Braskem Finance prices \$400 mln 7% notes due 2020 at par

By *Christine Van Dusen and Paul A. Harris*

Atlanta, April 30 – Brazil's **Braskem Finance Ltd.** priced \$400 million notes due 2020 (expected Ba1/BB+/BB+) at par to yield 7%, according to a market source.

Bradesco BBI, HSBC and Santander were the bookrunners for

the deal, which was talked at 7%.

Braskem initially came with the intention of raising \$750 million, a source said.

Braskem Finance is a Cayman Islands-based subsidiary of Braskem, a petrochemical company based in Sao Paulo.

Issuer:	Braskem Finance Ltd.	Yield:	7%
Amount:	\$400 million	Trade date:	April 30
Maturity:	2020	Expected ratings:	Moody's: Ba1
Securities:	Notes		Standard & Poor's: BB+
Bookrunners:	Bradesco BBI, HSBC, Santander		Fitch: BB+
Coupon:	7%	Price talk:	7%
Price:	Par		

## New Issue:

## Philippines' International Container sells \$200 million 7 3/8% notes due 2020 to yield 7%

By *Christine Van Dusen*

Atlanta, April 30 – Philippines' **International Container Terminal Services Inc.** priced a \$200 million add-on of 7 3/8% notes due March 17, 2020 at 102.267 to yield 7%, according to a company filing.

HSBC and UBS were the bookrunners for the notes, which will

be consolidated to form a single series with the \$250 million senior notes issued in March.

Proceeds will be used for general corporate purposes and to refinance \$150 million of debt maturing in the next three years.

International Container Terminal Services is based in Manila and develops, manages and operates container ports and terminals.

Issuer:	International Container Terminal Services Inc.	Coupon:	7 3/8%
Amount:	\$200 million	Price:	102.267
Maturity:	March 17, 2020	Yield:	7%
Securities:	Add-on to 7 3/8% notes	Trade date:	April 30
Bookrunners:	HSBC, UBS	Total amount:	\$450 million, including \$250 million priced March 11, 2010 at par

## Emerging Markets News

## New Issue:

## State Bank of India sells \$50 million 3¼% three-year bonds at par

By Devika Patel

Knoxville, Tenn., April 30 – **State Bank of India** informed the Bombay Stock Exchange that it sold \$50 million in senior fixed-

rate bonds.

The 3¼% three-year bonds were priced at par.

The issuer is a state-run Indian bank.

Issuer:	State Bank of India	Price:	Par
Issue:	Senior fixed-rate bonds	Yield:	3¼%
Amount:	\$50 million	Warrants:	No
Maturity:	Three years	Settlement date:	April 30
Coupon:	3¼%		

## New Issue:

## Argentina's Pan American Energy sells \$500 million 7 7/8% notes due 2021 to yield 8 1/8%

By Christine Van Dusen

Atlanta, April 30 – **Pan American Energy LLC, Argentina branch** priced \$500 million 7 7/8% notes due May 7, 2021 (Ba2//BB-) at 98.204 to yield 8 1/8%, a market source said.

Credit Agricole CIB, HSBC and JPMorgan were the bookrunners for the Rule 144A and Regulation S offering, which was talked at 8 1/8%.

Pan American Energy is a company involved in exploration, development and production of oil and gas in Argentina.

Issuer:	Pan American Energy LLC, Argentina branch	Price:	98.204
Amount:	\$500 million	Yield:	8 1/8%
Maturity:	May 7, 2021	Trade date:	April 30
Description:	Notes	Settlement date:	May 7
Bookrunners:	Credit Agricole CIB, HSBC, JPMorgan	Ratings:	Moody's: Ba2
Coupon:	7 7/8%	Fitch:	BB-
		Distribution:	Rule 144A/Regulation S
		Price talk:	8 1/8%

## Emerging Markets News

## New Issue:

## Brazil's Marfrig Overseas sells \$250 million 11½% 10-year notes at par

By Christine Van Dusen

Atlanta, April 30 – Brazil's **Marfrig Overseas** priced \$250 million 11½% notes due May 7, 2020 (/B+/) at par to yield 11½%, according to an informed market source.

Credit Suisse was the bookrunner for the Rule 144A and Regulation S deal.

The issue is non-callable for five years.

Marfrig Overseas is a beef producer based in Sao Paulo.

Issuer:	Marfrig Overseas	Yield:	11½%
Issue:	Notes	Call features:	Non-callable for five years
Amount:	\$250 million	Trade date:	April 29
Maturity:	May 7, 2020	Settlement date:	May 7
Bookrunner:	Credit Suisse	Rating:	Standard & Poor's: B+
Coupon:	11½%	Distribution:	Rule 144A and Regulation S
Price:	Par		

## New Issue:

## Indonesia's Bakrie Telecom sells \$250 million notes due 2015 at par to yield 11½%

By Christine Van Dusen

Atlanta, April 30 – Indonesia's **PT Bakrie Telecom Tbk.** priced \$250 million 11½% notes due May 5, 2015 (/B/B) at par to yield Treasuries plus 906

basis points, according to an informed market source.

Bank of America Merrill Lynch, Credit Suisse and Morgan Stanley were the joint bookrunners for the Rule 144A and

Regulation S offering, which is non-callable for three years.

The deal was talked at 11½% to 11¾%.

Bakrie Telecom is a Jakarta-based telecommunications company.

Issuer:	PT Bakrie Telecom Tbk.	Spread:	Treasuries plus 906 bps
Amount:	\$250 million	Call features:	Non-callable for three years
Maturity:	May 5, 2015	Trade date:	April 30
Description:	Notes	Settlement date:	May 7
Bookrunners:	Bank of America Merrill Lynch, Credit Suisse, Morgan Stanley	Ratings:	Standard & Poor's: B
Coupon:	11½%	Fitch:	B
Price:	Par	Distribution:	Rule 144A/Regulation S
Yield:	11½%	Price talk:	11½% to 11¾%

## Emerging Markets Calendar

## Emerging markets calendar

## MAY 3 WEEK

MOROCCO: Euro-denominated benchmark-sized issue of global bonds; Barclays, HSBC, Natixis; roadshow late April.

ALBANIA: Euro-denominated bonds; total could be €350 million; JPMorgan, Deutsche Bank.

FANTASIA HOLDINGS GROUP CO. LTD: Senior notes; Citigroup Global Markets, Merrill Lynch International, UBS AG; Rule 144A/Regulation S; proceeds for general corporate purposes and to fund property projects; roadshow in Asia, Europe, U.S. started April 29; property developer based in Hong Kong.

FINSPACE SA: \$460 million senior unsecured notes due 2015 (B1/B+/B+); Citigroup, Credit Suisse, Barclays Capital, Morgan Stanley; non-callable for three years; plate mill expansion, debt refinancing, acquisition and general corporate purposes; Bangkok-based manufacturer and fabricator of pipes and related components for use in the petrochemical sector; global roadshow started April 29.

FIRST RAND LTD: Planned benchmark-sized five-year bonds; JPMorgan, Mitsubishi UFJ Financial Group, Standard Chartered, UBS; Johannesburg, South Africa-based financial services company.

JSC NATIONAL ATOMIC CO. (KAZATOMPROM): Planned issue of unsecured notes (expected rating Baa3); proceeds for general corporate purposes; Kazakhstan government-owned nuclear holding company.

ZHAIKMUNAI: Planned issue of notes; Citibank, JPMorgan, ING; oil exploration, development and production company based in Kazakhstan.

PRIVAT BANK: Planned five-year dollar-denominated notes; commercial bank based in Dnipropetrovsk, Ukraine.

## MAY

CHINA ORIENTAL GROUP CO. LTD.: Planned dollar-denominated issue of senior notes; Deutsche Bank, ING; Rule 144A/Regulation S; proceeds to fund working capital, capital expenditures and general corporate purposes, including possible acquisition; roadshow started May 3; integrated iron and steel manufacturer.

ESSAR STEEL HOLDINGS LTD. and GALLOP HOLDINGS

LLC: Benchmark dollar-denominated senior unsecured notes due 2017 (B2/B); UBS Investment Bank, Bank of America Merrill Lynch, Deutsche Bank Securities, Standard Chartered Bank (joint); Rule 144A/Regulation S for life; non-callable for four years; to refinance existing debt, to fund capital expenditures and acquisitions and for general corporate purposes; vertically integrated global steel producer based in Mumbai, India; roadshow April 12-22.

VNESHECONOMBANK (VEB): Dollar bonds due 2011; Renaissance Capital, Raiffeisenbank; talked at six-month Libor plus 100 bps; Moscow-based Bank for Development and Foreign Economic Affairs.

RENHE COMMERCIAL HOLDINGS CO LTD: Planned senior notes; Bank of America Merrill Lynch, BOC International, JPMorgan, UBS; Rule 144A/Regulation S; proceeds to finance existing projects, acquire and develop new projects and for working capital; roadshow started April 30; Harbin, China-based developer and operator of underground shopping centers.

SBERBANK: Planned benchmark-sized eurobond; roadshow set for May via DZ Bank, JPMorgan, RBS; Moscow-based lender.

## ON THE HORIZON

ARGENTINA: Planned \$1 billion global bonds due 2017; part of debt-swap plan; Barclays Capital, Citigroup Global Markets, Deutsche Bank Securities.

SLOVAK REPUBLIC (A1/A+/A+): Euro-denominated benchmark-sized issue of 10-year notes; Barclays Capital, Deutsche Bank, Slovenska Sporitelna, ING; subject to market conditions.

MCE FINANCE LTD.: Planned \$600 million senior notes; subject to upsizing; Rule 144A/Regulation S; proceeds will be used to reduce debt under the company's City of Dreams project facility; subsidiary of Melco Crown Entertainment Ltd., a developer and owner of casino gaming and entertainment resort facilities focused on the Macau market.

UKREXIMBANK: Planned five-year bond; state-run import-export bank based in Kiev, Ukraine.

INDEPENDENCIA ALIMENTOS SA: \$150 million senior secured notes due 2015; beef producer based in Sao Paulo.

REPUBLIC OF HUNGARY (Baa1/BBB-/BBB): Benchmark global notes due 2020; Citigroup, Deutsche Bank; SEC registered.

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## Emerging Markets Calendar

*Continued from page 12*

**MEXICO:** Planned 4% inflation-linked bonds due Nov. 15, 2040; Banamex, HSBC, ING, Bank of America Merrill Lynch.

**GULF INVESTMENT BANK:** Expected dollar-denominated bonds or sukuk offering; Barclays Capital, GIB Financial, HSBC, UBS; timing and structure to be determined.

**LATVIA:** Planned euro-denominated offering of notes; Citigroup, Credit Suisse

**VNESHECONOMBANK (VEB):** Eurobonds; Barclays, Citigroup, HSBC, Societe Generale, ING, Troika Dialog and VTB Capital; Moscow-based Bank for Development and Foreign Economic Affairs.

### ROADSHOWS

April 12-22: **ESSAR STEEL HOLDINGS LTD.** and **GALLOP HOLDINGS LLC:** Benchmark dollar-denominated senior unsecured notes due 2017; UBS Investment Bank, Bank of America Merrill Lynch, Deutsche Bank Securities, Standard Chartered Bank.

April 15-23: **KOREA WATER RESOURCES CORP (A2/A/):** Non-deal roadshow; Standard Chartered Bank, BNP Paribas, Daewoo Securities, Deutsche Bank, Goldman Sachs, Morgan Stanley.

Late April: **MOROCCO:** Planned euro-denominated benchmark-sized issue of global bonds; Barclays, HSBC, Natixis.

Late April: **ALBANIA:** Planned euro-denominated bonds; total could be €350 million; JPMorgan, Deutsche Bank.

Started April 29: **FANTASIA HOLDINGS GROUP CO. LTD:** Planned senior notes; Citigroup Global Markets, Merrill Lynch International, UBS AG.

April 30: **RENHE COMMERCIAL HOLDINGS CO LTD:** Planned senior notes; Bank of America Merrill Lynch, BOC International, JPMorgan, UBS.

Started April 29: **FINSPACE SA:** \$460 million senior unsecured notes due 2015; Citigroup, Credit Suisse, Barclays Capital, Morgan Stanley.

May: **SBERBANK:** Planned benchmark-sized eurobond; DZ Bank, JPMorgan, RBS.

Started May 3: **CHINA ORIENTAL GROUP CO. LTD.:** Planned dollar-denominated issue of senior notes; Deutsche Bank, ING.

## Tenders and Redemptions

### Tenders calendar

#### May 3

5 p.m. ET: Agile Property Holdings Ltd. consent deadline  
PT Lippo Karawaci Tbk. consent deadline

#### May 10

5 p.m. ET: MHP SA tender deadline

#### May 12

5 p.m. ET: Argentina early tender deadline

#### May 19

5 p.m. ET: Titan Petrochemicals Group Ltd. tender deadline

#### June 7

5 p.m. ET: Argentina tender deadline

## Indonesia's Lippo Karawaci gets tenders for \$183.75 million 8 7/8% notes in exchange offer

By Jennifer Chiou

New York, April 30 – **PT Lippo Karawaci Tbk.** announced that subsidiary Sigma Capital Pte. Ltd. received tenders for \$183,754,000 of notes in its exchange offer for the \$250 million of 8 7/8% senior notes due 2011 issued by Lippo Karawaci Finance BV.

At the same time, the company received consents from holders of \$45,575,000 of notes. The combined \$229,329,000 of notes makes up 91.73% of the total amount.

Lippo Karawaci previously said that holders cannot participate in both the exchange offer and the simultaneous consent solicitation.

The exchange deadline fell on April 29, while the consent deadline is slated for May 10.

The company will hold a meeting for noteholders on May 3 in Hong

Kong.

Sigma Capital previously fixed the minimum yield to maturity at 9% for the new dollar-denominated senior notes due 2015 that will be issued in the exchange.

As already reported, the company offered to issue new senior notes due 2015 in exchange for the 8 7/8% notes in order to extend its consolidated debt maturity profile.

The transactions were announced on April 9.

Lippo Karawaci is soliciting consents from holders of the 8 7/8% notes to permit, among other things, the incurrence of additional debt.

The Indonesian property developer said that it will pay a consent fee as an incentive to holders.

Citibank NA, London Branch was the exchange agent (44 20 7508-3867).

## Brazil's Banco Itau calls \$500,000 of medium-term notes in full

By Marisa Wong

Milwaukee, April 30 – **Banco Itau** said it will redeem in full \$500,000 of its medium-term notes (ISIN

XS0476256887).

The Sao Paulo-based bank will redeem the notes at par on May 4.

## Tenders and Redemptions

### Argentina's Mastellone Hermanos gets regulatory approval for exchange

By Caroline Salls

Pittsburgh, April 30 – **Mastellone Hermanos SA** has received the final regulatory approvals for an issuance of notes necessary to complete its December exchange offer and consent solicitation, according to a company news release.

The proposed date for closure of the exchange offer is May

7.

As previously reported, the company will exchange its variable-rate debt due 2011, notes due 2012 and fixed-rate debt due 2013 for a combination of cash and new debt.

Mastellone Hermanos is a Buenos Aires food company.

### Egidaco repurchases €9.8 million of eurobonds under buyback program

By Jennifer Chiou

New York, April 30 – **Egidaco Investments plc** said it repurchased €9,803,136 of eurobonds from an investor after its subsidiary, Tinkoff Credit Systems Bank, accepted a counter offer for the transaction.

On Aug. 26, 2009, the company announced the launch of an up

to € million program to purchase its eurobonds, and it accepted € million of bonds on Aug. 31, 2009.

Egidaco is the Stockholm-based parent company of Tinkoff, a Russian monoline bank specializing in the issuing and servicing of credit cards.

## Emerging Markets Ratings

### Fitch downgrades Suzano

Fitch Ratings said it downgraded **Suzano Papel e Celulose SA's** national scale rating and its third local debentures due in 2014 and 2019 to A+(bra) from AA-(bra).

The outlook is stable.

The agency said the downgrade is due to weaker-than-projected debt reduction by Suzano since the completion of the Mucuri project during 2007. As a consequence, the net debt-to-EBITDA ratio is projected by Fitch to exceed 3.5 times during 2012 and 2013 as the company expands its market pulp capacity.

Suzano's credit ratings continue to be supported by the company's leading position in Brazil's printing and writing paper and paperboard markets, strong position in the bleached eucalyptus kraft market pulp industry, large forestry base and comfortable liquidity position, Fitch said.

During 2009, the total debt-to-EBITDA ratio was 6.6 times.

### Fitch: AmBev view positive

Fitch Ratings said it affirmed **Companhia de Bebidas das Americas SA's** (AmBev) foreign-currency long-term issuer default rating at BBB, local-currency long-term issuer default rating at BBB and unsecured notes due 2011, 2013 and 2017 at BBB.

The outlook was revised to positive from negative.

The agency also said it affirmed its national scale ratings at AAA(bra) and local senior unsecured notes at AAA(bra) and revised the company's national scale outlook to stable from negative.

The outlook revision to positive reflects AmBev's strong linkage with Anheuser-Busch InBev's credit quality, Fitch said.

It takes into consideration the company's successful execution of its deleveraging plan, which was the result of more than \$7 billion of asset sales and the generation of more than \$6 billion of free cash flow, the agency said.

### Moody's: Deposit runs to blame for many CIS bank defaults

Moody's Investors Service said it examined bank defaults in the Commonwealth of Independent States during the global financial crisis, and it found deposit runs to be the key contributory factor to more than half of the defaults among Moody's-rated banks in the period between September 2008 and December 2009.

The agency also identified heavy reliance on market funding, risky lending strategies and market risk exposures as major contributors to default.

Moody's said that according to publicly available information from regulators, the global financial crisis led to the failure of nearly 60 rated and unrated banks in Russia, Ukraine and Kazakhstan. A total of 23 CIS-based financial institutions rated by Moody's have defaulted since the beginning of the crisis.

"Deposit run is the key single factor, and it contributed to more than half of the bank defaults in the CIS. The affected banks lost around a third of their customer funds, and the factors that triggered the run on deposits were beyond the control of these institutions," Maxim Bogdashkin, a Moscow-based Moody's analyst and author of the report, said in an agency statement.

### Fitch: Fuel costs hit China power producers

Fitch Ratings said that Chinese independent power producers' operational cash flows in 2010 could be negatively affected by increasing fuel costs.

Although Fitch said it expects Chinese power producers revenues to grow in 2010 due to robust growth in electricity demand and an increase in utilization hours, these cash flow benefits are likely to be offset by higher coal costs, Fitch said.

The agency said it expects average coal spot prices in 2010 to be higher than 2009 and that prices will be volatile due to supply restrictions from the ongoing consolidation of small mines and extended

safety inspections.

### Moody's rates Russia bonds Baa1

Moody's Eastern Europe said it assigned a Baa1 rating with a stable outlook to the **Russian Federation's** two new dollar-denominated eurobonds, which totaled \$5.5 billion.

The bonds are Russia's first sovereign eurobond issuance in more than a decade, the agency noted.

Moody's said the revival of the global economy is having a positive impact on the Russian economy, which shrank by nearly 8% in 2009.

"Evidence suggests that the corner has now been turned," Dietmar Hornung, vice president-senior credit officer in Moody's Sovereign Risk Group, said in an agency statement. "The impact of higher oil prices has returned the balance of payments to surplus, causing the exchange rate to appreciate and helping combat still-high inflation."

### Fitch rates Dominican Republic bonds B

Fitch Ratings said it assigned a B rating to the **Dominican Republic's** \$750 million 7½% global bonds due May 2021. The rating is in line with the republic's B long-term foreign-currency issuer default rating.

The proceeds will go toward financing infrastructure and providing support to other sectors of the Dominican economy.

The agency said that high per capita income, as well as stronger social, governance and business environment indicators relative to B-range peers, continue to support the sovereign's ratings.

However, Fitch said the republic's weak liquidity position relative to B-range peers highlighted the country's vulnerability to external shocks in an environment of lower global growth and tighter international liquidity conditions, as growth decelerated to 1.4% in the first half of 2009 compared with 7.7% in the first half of

*Continued on page 17*

## Emerging Markets Ratings

Continued from page 16

2008.

### Fitch rates Far Eastern bonds A-(twn)

Fitch Ratings said it assigned an A-(twn) national long-term rating to **Far Eastern International Bank's** proposed seven-year NT\$2 billion subordinated bonds. The bank's subordinated bonds carry a fixed 2.98% coupon rate and will mature on May 18, 2017.

The issue is notched below the bank's national long-term rating of A(twn) with a negative outlook, Fitch said, and is in compliance with the agency's rating criteria on subordinated bond instruments of financial institutions.

### Moody's rates MCE bonds B1

Moody's Investors Service said it assigned a Ba3 corporate family rating to **MCE Finance Ltd.** and a provisional B1 rating to its proposed dollar-denominated bond issuance. The Ba3 secured debt rating of Melco Crown Gaming (Macau) Ltd. was affirmed. MCE Finance owns 100% of the economic interests in Melco Crown Gaming.

The outlook is negative.

The bond proceeds will be used to pay down the secured bank loans at Melco Crown Gaming.

The agency said the Ba3 corporate family rating captures the group's exposure to the risk surrounding the rapid evolution of Macau's gaming market and the operating uncertainty associated with the expected ramp-up in the operations of the City of Dreams complex. In addition, Moody's expects the group's financial profile to remain modest for the near term.

The Ba3 corporate family rating is uplifted from the standalone profile of MCE to reflect implied support from Crown Ltd. (Baa2/Stable), although the agency said it expects support from Crown will decline over time as Crown continues to dilute its equity interest in the group and the financial support required by the group falls after

City of Dreams has successfully ramped up its operation.

### Moody's rates Kazatomprom notes Baa3

Moody's Investors Service said it assigned a provisional Baa3 rating to the senior unsecured notes to be issued by **JSC National Atomic Co.** (Kazatomprom).

The outlook is stable.

The notes will be denominated in dollars, and the proceeds will be used for general corporate purposes.

The company is 100% owned by the Government of Kazakhstan via NWF Samruk-Kazyna. The agency said the rating is uplifted by the credit quality of the state, as the sole shareholder, and Moody's assessment of high likelihood of support from Kazatomprom's ultimate shareholder in the event of financial distress, as well as medium default dependence between the company and the state.

Moody's said that while the company had a solid year in 2009 with reasonably strong credit metrics, the size of the planned issue reflects rather ambitious plans, particularly in relation with the current scope of the company's operations and turnover.

### Moody's rates Pemex debt Baa1

Moody's de México said it assigned Baa1 global local-currency bond and Aaa.mx national scale ratings to **Petroleos Mexicanos SAB de CV's** proposed issuances of up to Ps. 20 billion of senior unsecured certificados bursatiles.

The outlook is stable.

The agency said Pemex's ratings reflect its position as Mexico's largest corporation and its monopoly status as the country's sole producer of crude oil, natural gas and refined products. Although Pemex's debt is not guaranteed by the Mexican government, Moody's ratings reflect implicit government support given the company's strategic importance.

Moody's said Pemex faces numerous

operational and financial challenges: it has not fully replaced production for many years, crude oil reserves have declined steadily in tandem with the sharp decline of the giant Cantarell oil field, and despite its ample pre-tax cash flow, the company's capital retention and re-investment have been stymied by a heavy tax burden, resulting in a high debt burden.

### Fitch cuts AES El Salvador

Fitch Ratings said it downgraded **AES El Salvador Trust's** foreign- and local-currency issuer default ratings to BB from BB+. The action applies to \$300 million of political risk-protected (PRP) bonds due Feb. 1, 2016.

Fitch also said it downgraded Compania de Alumbrado Electrico de San Salvador, SA de CV's national scale rating to A+(slv) to AA-(slv) and Empresa Electrica del Oriente, SA de CV's A+(slv) from AA-(slv).

The outlook is stable.

The downgrade reflects AES El Salvador's weak credit metrics for the category, Fitch said, as well as continued sovereign risk exposure through subsidies and intervention.

The ratings also reflect the weakening macroeconomic conditions in El Salvador, the agency said.

### Moody's rates Pacific International Lines B1

Moody's Investors Service said it assigned a B1 corporate family rating to **Pacific International Lines Pte. Ltd.**

The outlook is stable.

The agency said Pacific International Lines' rating reflects its long track record of operating through various cycles in the liner industry; its competitive profile and strong niche market position in the fast-growing economies of China, the Middle East and Africa; its young and flexible fleet; and its prudent liquidity management and dynamic operating strategy.

At the same time, the company is

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## Emerging Markets Ratings

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exposed to the volatile liner markets and has suffered declining profitability under the current challenging conditions, Moody's added. At the end of 2009, the adjusted debt-to-EBITDA ratio was approximately 13 times.

### Fitch rates Bhoruka Park BBB+(ind)

Fitch Ratings said it assigned **Bhoruka Park Pvt. Ltd.** a national long-term rating of BBB+(ind), along with BBB+(ind) ratings on its fit-out rental term loans of Rs. 387.5 million and building rental term loans of Rs. 500 million.

The outlook is stable.

The ratings are underpinned by the strength of the company's promoters, the Bhoruka group, full occupancy of the commercial property by ABB Global Industries & Services Ltd. with two years' track record of rent receipts and the routing of the rentals through an escrow account maintained with the bankers, Fitch said.

The ratings also reflect concerns such as potential deviations in revenues from what was agreed as per the lease deeds and higher debt service obligations arising from any increase in interest, the agency said.

### Fitch rates TMB Bank program F1(tha)

Fitch Ratings said it assigned a national short-term rating of F1(tha) to **TMB Bank PCL's** short-term unsecured unsubordinated debentures program of up to 50 billion Thai baht with a maturity of no more than 270 days. The issue is being released in tranches from October 2008 to October 2011.

The ratings reflect the improvement in its capital after a recapitalization by ING Bank NV in December 2007, Fitch said.

The outlook for the bank should improve in 2010 on the back of a recovery in economic growth and the bank's refocus on business growth as it completes its integration with ING, the agency said.

However, Fitch noted that downside

risks persist due to economic growth being impacted by political instability, which could result in renewed asset quality pressures.

### Fitch rates Akwa Ibom B+

Fitch Ratings said it assigned the **Nigerian State of Akwa Ibom** long-term foreign- and local-currency ratings of B+ and a national long-term rating of AA-(nga).

The outlook is stable.

The ratings reflect a strong operating performance supported by a high level of oil-related revenue and moderate debt, Fitch said.

The ratings also consider the state's weak socioeconomic indicators, revenue concentration and volatility, the agency said, as well as developing financial management.

### Moody's affirms Metrobank

Moody's Investors Service said it affirmed **Metropolitan Bank & Trust Co.'s** D bank financial strength rating, Ba1/Not-Prime local-currency deposit ratings, Ba3/Not-Prime foreign-currency deposit ratings, Ba2 local-currency subordinated debt rating and B2 foreign-currency hybrid tier 1 capital rating.

The outlook is stable.

The affirmation follows the company's announced PHP billion private placement of new shares and reflects Moody's view that the fresh capital will underpin Metrobank's capital adequacy and financial flexibility against a backdrop of potentially stricter capital requirements.

The agency said the affirmation also recognizes that the improving, but still uneven, recovery of the global economy could test banks' performances and asset quality.

### Fitch affirms Phorotech Surfin

Fitch Ratings said it affirmed **Phorotech Surfin (India) Pvt. Ltd.'s** national long-term rating, long-term bank

loans of Rs. 92 million and fund-based cash credit limits of Rs. 25 million at BB+(ind).

The outlook remains stable.

The affirmations reflect the company's strong business position in the South Indian auto market, which has ensured high EBITDA margins of about 25%, Fitch said.

The ratings are constrained by its small size of operations and limited bargaining power during the downturn, the agency said.

### Fitch affirms CMQ

Fitch Ratings said it affirmed **Cervceria y Malteria Quilmes Saica y G's (CMQ)** foreign- and local-currency issuer default ratings at BB- and the senior unsecured notes due in 2012 issued by Argentine Beverages Financial Trust (Gain Bebidas Argentinas) at BB-.

The outlook is stable.

The agency said CMQ is the largest brewer in Argentina with an estimated 78% market share. It is a wholly owned subsidiary of Quinsa, which in turn is 99.9% owned by Companhia de Bebidas das Americas SA. AmBev does not guarantee the debt of CMQ, but Fitch believes it is likely that AmBev would help CMQ pay its debt in the event of the imposition of transfer and convertibility restrictions by the Argentine government to avoid the negative externality on the cost of AmBev's debt that would result if one of its key subsidiaries defaults.

The net debt-to-EBITDA ratio was 0.2 times at the end of December.

### Fitch rates Credit Bank of Moscow bonds B

Fitch Ratings said it assigned **Credit Bank of Moscow's** series 8 RUB 3 billion issue of 9.7% senior unsecured bonds due April 2015 a final long-term local-currency rating of B and a national long-term rating of BBB-(rus).

Both ratings have been placed on Rating Watch evolving, and a recovery rating of RR4 has been assigned to the

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## High Yield and Investment Grade Reviews

### Susser, Aspect price to complete busy week; Gulf oil rig disaster hurts junk energy names

By Paul Deckelman and Paul A. Harris

New York, April 30 – The high yield market saw another rousing week in the primary arena – as well as a very busy month – come to a close on Friday with the pricing of new deals from **Susser Holdings LLC/Susser Finance Corp.**, and from **Aspect Software Inc.** The latter company, a Chelmsford, Mass.-based software and information technology services firm, had been expected to price its \$300 million offering of seven-year notes early in the upcoming week, but the timing was moved up. Susser, a Houston-based independent convenience store operator and motor fuels distributor in the U.S. Southwest, sold \$425 million of six-year notes at a discount to par, while Aspect priced at par.

Susser's new bonds were heard by traders to have done quite well, rising 2 points or more in the aftermarket, while Aspect's paper was up more modestly.

The deals were the culmination of a busy week which saw a \$1 billion offering from Reynolds Group Issuer LLC, as well as smaller deals from such familiar junk issuers **Levi Strauss & Co.**, **AK Steel Corp.**, **Amkor Technology Inc.** and **Pinnacle Entertainment, Inc.** Traders saw most of the week's new issues that were moving around in the market as having pretty much held their own.

Away from the issues which priced, syndicate sources heard price talk on **Americold Warehouse Investment Portfolio LLC**, whose offering of 10-year secured notes is expected to price early in the upcoming week.

Away from the new-deal arena, traders noted a fall in some high yield energy names in the wake of worsening news about the Gulf of Mexico oil rig disaster, including **Mariner Energy Inc.** and **ATP Oil & Gas Corp.**

### Fidelity National prices, moderate volume seen for week ahead; Goldman wider on Justice probe

By Andrea Heisinger and Cristal Cody

New York, April 30 – A new deal was priced by **Fidelity National Financial Inc.** to end the week and month of April on Friday.

The insurance holding company sold \$300 million of seven-year notes after the deal went overnight from Thursday.

This ended a low-volume week in terms of the number of deals that were priced. There was more than \$11 billion in deals priced, not including emerging markets.

In secondary trading, **Goldman Sachs Group Inc.**'s bonds moved out after news hit that the Justice Department had launched a criminal investigation over how it arranged subprime mortgage securities deals. The Securities and Exchange Commission filed fraud charges against Goldman on April 16 in regards to

transactions brought in 2006 and 2007.

Other than the Goldman news, Friday marked a slower day in the secondary, sources said.

"It was thin trading," one trader said. "People are just not wanting to get really long before the weekend outside of Treasuries with the Greece situation."

Treasuries were stronger on Friday.

The yield on the 10-year benchmark Treasury note firmed 7 bps to 3.66%, and the yield on the 30-year Treasury bond also was 7 bps tighter at 4.52%.

For investment-grade corporates, overall Trace volume was down 10% to about \$11.5 billion, according to a market source.

Also in trading, the CDX Series 14 North American high-grade index moved out 3 bps to a mid bid-asked spread level of 92 bps, according to a source.

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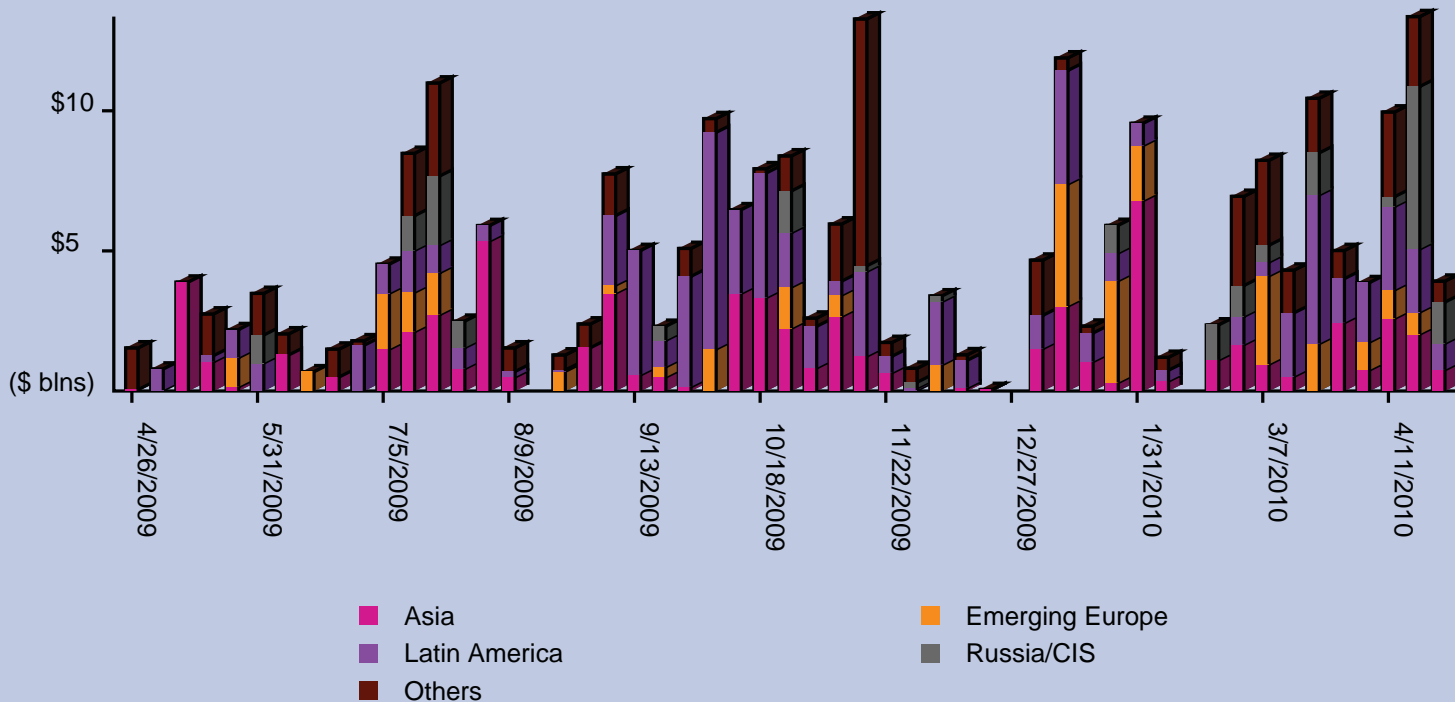
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Priced	Issuer	Bookrunner	Amount	Coupon	Price	Yield	Spread	Maturity	Ratings
4/30/2010	International Container Terminal Services Inc.	HSBC, UBS	\$200	7.375%	102.267	7.000%	---	3/17/2020	-/-
4/30/2010	State Bank of India	---	\$50	3.250%	100	3.250%	---	2013	-/-
4/29/2010	Dominican Republic	Barclays, Citigroup	\$750	7.500%	100	7.500%	376.8	2021	B1/B/B
4/29/2010	Fibria Overseas Finance Ltd.	Bank of America, Santander	\$750	7.500%	99.136	7.625%	389	2020	Ba1/BB/BB
4/28/2010	KMG Finance (KazMunaiGas)	Citigroup, Credit Suisse, RBS	\$1500	7.000%	98.243	7.250%	347.7	5/5/2020	Baa2/BB+/BBB-
4/26/2010	Banco Safra	Banco Safra	\$200	3.500%	100	3.500%	---	2013	-/-
4/26/2010	Hana Bank	Bank of America, Citigroup, JPMorgan, RBS, Hana	\$500	4.500%	99.836	4.534%	197	10/30/2015	A1/A-/A-
4/22/2010	Asian Development Bank	Commonwealth Bank, RBS, TD	A\$400	6.250%	99.104	6.373%	---	3/5/2020	Aaa/AAA/AAA
4/22/2010	Yanlord Land Group Ltd.	HSBC, RBS, Standard Chartered	\$300	9.500%	100	9.500%	---	5/4/2017	Ba2/BB
4/22/2010	Egypt	HSBC, Morgan Stanley	\$1000	---	100	5.750%	199.7	4/29/2020	Ba1/BB+/BB+
4/22/2010	Egypt	HSBC, Morgan Stanley	\$500	---	100	6.950%	232.8	4/30/2040	Ba1/BB+/BB+
4/22/2010	MHP SA	Morgan Stanley, UBS, ING	\$330	10.250%	101.452	9.880%	734	4/29/2015	B3/-/B-
4/22/2010	Banco do Brasil	Deutsche Bank, JPMorgan, BB Securities, Votorantim	\$450	4.500%	100.684	---	180	1/22/2015	Baa2/BBB-/BBB-
4/22/2010	Russian Federation	Barclays, Citigroup, Credit Suisse, VTB	\$2000	3.625%	99.475	---	125	4/29/2015	Baa1/BBB/BBB
4/22/2010	Russian Federation	Barclays, Citigroup, Credit Suisse, VTB	\$3500	5.000%	99.363	---	135	4/29/2020	Baa1/BBB/BBB
4/22/2010	Axiata SPV 1 (Labuan) Ltd. (Axiata Group Bhd.)	Goldman Sachs, Morgan Stanley, CIMB	\$300	5.375%	99.939	---	163	4/28/2020	Baa2/BBB-
4/21/2010	AngloGold Ashanti Holdings plc (AngloGold Ashanti Ltd.)	Barclays, Goldman Sachs, RBC, Standard Chartered	\$700	5.375%	99.85	5.375%	165	4/15/2020	-/BBB-
4/21/2010	AngloGold Ashanti Holdings plc (AngloGold Ashanti Ltd.)	Barclays, Goldman Sachs, RBC, Standard Chartered	\$300	6.500%	98.435	6.500%	200	4/15/2040	-/BBB-
4/21/2010	Kaisa Group Holdings Ltd.	Citigroup, Credit Suisse, UBS	\$350	13.500%	100	13.500%	---	4/28/2015	B2/B+
4/21/2010	Votorantim Participacoes SA	Deutsche Bank, HSBC, SG	E750	5.250%	99.605	---	Mid-swaps plus 250	4/28/2017	Baa3/BBB/BBB-

## Emerging Markets Data

## Emerging Markets New Issue Volume by Week



## Emerging Markets Ratings

Continued from page 18

long-term local-currency rating, Fitch said.

### Fitch affirms Banco de Chile

Fitch Ratings said it affirmed **Banco de Chile SA** and subsidiaries' foreign- and local-currency long-term issuer default ratings at A, foreign- and local-currency short-term ratings at F1, long-term national rating at AAA(cl), short-term national rating at N1+(cl), individual rating at B/C, support rating at 2 and support rating floor at BBB-.

Also affirmed were the AAA(cl) national long-term ratings on the bank's senior unsecured bonds totaling CLF 63 million and CLP 84 million, the BBB+ long-term rating on its \$200 million subordinated bonds due 2016, the AA(cl) national long-term rating on its subordinated bonds totaling CLF 43 million and the national rating of its equities at Primera Clase nivel 1(cl).

The outlook is stable.

The agency said the ratings reflect

the bank's importance to the system, strong franchise in Chile, good overall performance and resilient profitability, adequate capital base and conservative risk profile. The ratings also take into account the benefits and synergies arising from its strategic alliance with Citigroup.

On the other hand, its main shareholders' large subordinated debt with the Central Bank of Chile was also considered, Fitch said.

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