

CCXAP assigns BBB_g- to Huzhou Wuxing Xinye Construction Investment Group Co., Ltd's proposed offshore bonds

Hong Kong, 4 January 2023 – China Chengxin (Asia Pacific) Credit Ratings Company Limited (“CCXAP”) has assigned an expected senior unsecured debt rating of BBB_g- to the proposed offshore bonds to be issued by Huzhou Wuxing Xinye Construction Investment Group Co., Ltd. (“WXCI” or the “Company”) (BBB_g-/Stable).

The bonds to be issued will constitute direct, senior, unconditional, unsubordinated, and unsecured obligations of WXCI, which shall at all times rank pari passu with all the Company’s other present and future unsecured and unsubordinated obligations. The Company intends to use the proceeds for project investment and to supplement the Company’s working capital.

Rating Rationale

WXCI’s senior unsecured debt rating is rated in line with its long-term credit rating. We believe that government support will flow through the Company its strategic role in local infrastructure construction and park development in Wuxing District, thereby mitigating any differences in an expected loss that could result from structural subordination.

Rating Methodology

The methodology used in this rating is the Rating Methodology for [China’s Local Infrastructure Investment and Financing Companies \(July 2022\)](#).

Regulatory Disclosures

CCXAP’s Rating Symbols and Definitions are available on its website at:

http://www.ccxap.com/en/rating_services/category/6/

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