

## **CCXAP assigns BBB<sub>g</sub>- to Baoying Development Investment Co., Ltd.'s proposed offshore bonds**

Hong Kong, 15 February 2023 – China Chengxin (Asia Pacific) Credit Ratings Company Limited (“CCXAP”) has assigned an expected senior unsecured debt rating of BBB<sub>g</sub>- to the proposed offshore bonds to be issued by Baoying Development Investment Co., Ltd. (“BDIC” or the “Company”) (BBB<sub>g</sub>-/stable).

The bonds to be issued will constitute direct, general, unsubordinated, unconditional, and unsecured obligations of BDIC, 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 the construction of certain projects and replenishment of working capital.

### **Rating Rationale**

BDIC’s senior unsecured debt rating is in line with its long-term credit rating. We believe that government support will flow through the Company given its key roles in local infrastructure construction in Baoying County and Baoying Economic and Technological Development Zone, 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/](http://www.ccxap.com/en/rating_services/category/6/)

This rating is solicited. Please refer to CCXAP’s Policy for designating and assigning Solicited and Unsolicited Credit Ratings available on its website at:

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The rating has been disclosed to the rated entity or its related party prior to publication, and issued with no amendment resulting from that disclosure.

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