

CCXAP assigns A_g- to Tongxiang City Construction Investment Group Co., Ltd.'s proposed offshore bonds

Hong Kong, 21 June 2023 – China Chengxin (Asia Pacific) Credit Ratings Company Limited (“CCXAP”) has assigned an expected senior unsecured debt rating of A_g- to the proposed offshore bonds to be issued by Tongxiang City Construction Investment Group Co., Ltd. (“TCIG” or the “Company”) (A_g-/stable).

The bonds to be issued will constitute unconditional, unsubordinated, and unsecured obligations of TCIG, 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 construction and replenishment of working capital.

Rating Rationale

TCIG’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 important role in land development and infrastructure construction in Tongxiang City, 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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Regulatory disclosures contained here apply to press release, rating report, and if applicable, the related rating outlook or rating review.



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