

CCXAP assigns BBB_g to Yizheng City State-owned Assets Investment Development (Group) Co., Ltd.'s proposed offshore bonds

Hong Kong, 28 July 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 Yizheng City State-owned Assets Investment Development (Group) Co., Ltd. (“YSAI” or the “Company”) (BBB_g/stable).

The bonds constitute unsubordinated, unconditional, and unsecured obligations of YSAI, 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 development and replenishment of working capital.

Rating Rationale

YSAI’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 crucial role in the economic and social development of Yizheng 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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