

CCXAP assigns BBB_g- to Ningyuan Caimao State-owned Assets Operation Co., Ltd.'s proposed offshore bonds.

Hong Kong, 22 September 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 Ningyuan Caimao State-owned Assets Operation Co., Ltd. (“NCSA” or the “Company”) (BBB_g-/stable).

The bonds constitute direct, unconditional, unsubordinated, and unsecured obligations of NCSA, 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 projects construction and replenishment of working capital.

Rating Rationale

NCSA’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 given its strategic role as its strong market position in infrastructure construction and utility services of Ningyuan County, 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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