

CCXAP assigns BBB_g+ to Hunan Jinxia Development Group Co., Ltd.'s proposed offshore bonds.

Hong Kong, 12 July 2024 – 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 Changsha Jinxia New District City Development Co., Ltd., a subsidiary wholly owned by Hunan Jinxia Development Group Co., Ltd. (“HJDG” or the “Company”) (BBB_g+ / stable), and to be unconditionally and irrevocably guaranteed by HJDG.

The bonds constitute direct, unconditional, unsubordinated, and unsecured obligations of HJDG, 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 repayment of offshore debts maturing within one year.

Rating Rationale

We did not notch HJDG’s senior unsecured debts rating for structural subordination. We believe that government support will flow through the Company given its strong market position in infrastructure construction and land consolidation of Changsha Jinxia Economic Development Zone in Kaifu 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

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