

Lianhe Global: Yango Group Co., Ltd's Long-term Issuance Credit Rating Unaffected by the Proposed USD Notes Tap Issuance

HONG KONG, 26 April 2021 – Lianhe Ratings Global Limited (“Lianhe Global”), an international credit rating company, says Yango Group Co., Ltd’s (000671.SZ) (“Yango”; ‘BB’/Stable) proposed tap issuance of its USD 300 million 7.50% senior notes due 2024 will not affect the ‘BB’ rating on the notes.

The proposed tap issuance (by Yango’s a wholly-owned subsidiary Yango Justice International Limited, which is unconditionally and irrevocably guaranteed by Yango) will carry the same terms and conditions as the existing USD notes and is rated at the same level as Yango’s global scale Long-term Issuer Credit Rating of ‘BB’ because they constitute Yango’s unsecured and unsubordinated obligations.

Yango’s rating reflects the Yango’s overall improvement in both financial and operating profiles on top of its good track record of strategy execution. The rating also considers the management’s disciplined use of leverage, steady project delivery, and our assessment on Yango’s position in the credit polarization of the Chinese property development industry.

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Lianhe Global is an international credit rating company that provides credit ratings to corporations, banks, non-bank financial institutions, local government financing vehicles, and other asset classes around the globe. Lianhe Global also provides credit risk research and other services related to credit ratings.

Rating Methodology

The principal methodology used in this Yango’s rating is Lianhe Global’s General Corporate Rating Criteria published on 16 July 2018, which can be found at the website www.lhratingsglobal.com.

Note: The above Issuer/Issuance Credit Ratings are solicited at the request of the rated entity or a related third party.

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