

## **Lianhe Global has assigned ‘A-’ global scale Long-term Issuance Credit Rating to Chongqing Tongnan District Construction Engineering (Group) Co., Ltd.’s Proposed Guaranteed Bonds**

HONG KONG, 21 March 2024 – Lianhe Ratings Global Limited (“Lianhe Global”), an international credit rating company, has assigned ‘A-’ global scale Long-term Issuance Credit Rating to the Proposed Guaranteed Bonds (“the Bonds”) to be issued by Chongqing Tongnan District Construction Engineering (Group) Co., Ltd. (“CTDCE”; ‘BBB-’/Stable). The bonds will be unconditionally and irrevocably guaranteed by Chongqing Xingnong Financing Guarantee Group Co., Ltd (“CXFG”).

CTDCE intends to use the net proceeds from this offering for project construction and replenishment of working capital.

### **Key Rating Rationales**

The Issuance Credit Rating primarily reflects the unconditionally and irrevocably guarantee provided by CXFG and underpinned by the credit strength of CXFG. CXFG has unconditionally and irrevocably guaranteed the due and punctual payment of all sums expressed to be payable by CTDCE under the Trust Deed and the Bonds. CXFG was a key state-owned financing guarantee entity. We believe CXFG is likely to receive strong support from the People’s Government of Chongqing City if needed, considering its aggregate ownership of 100% stake of CXFG and CXFG’s strategic importance in Chongqing City.

### **Rating Sensitivities**

Any downgrade or upgrade in our internal credit assessment on CXFG would result in a similar rating action on the Bonds.

### **About Lianhe Global**

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

### **Rating Methodology**

Methodologies used in this CTDCE’s rating include Lianhe Global’s Non-Bank Financial Institutions Criteria published on 21 November 2023 and China Local Investment and Development Companies Criteria published on 5 December 2022, which can be found at the website [www.lhratingsglobal.com](http://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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