

Lianhe Global has affirmed ‘BBB+’ global scale Long-term Issuer and Issuance Credit Rating of Hing Yip Holdings Limited; Issuer Rating Outlook Stable

HONG KONG, 10 September 2025 – Lianhe Ratings Global Limited (“Lianhe Global”), an international credit rating company, has affirmed ‘BBB+’ global scale Long-term Issuer Credit Rating of Hing Yip Holdings Limited (“HYH” or “the company”). The Outlook remains Stable.

Lianhe Global has also affirmed ‘BBB+’ global scale Long-term Issuance Credit Rating of the senior unsecured USD bonds issued by HYH at the same time. A full list of affirmed issuance rating is included in this press release.

Key Rating Rationales

The Issuer Credit Rating reflects a high possibility that the People’s Government of Nanhai District, Foshan City (“Nanhai government”) would provide strong support to HYH if needed, in light of its indirect majority ownership of HYH, HYH’s strategic position as an key local investment and development company (“LIDC”) that is responsible for wellness elderly care, civil explosives, technology and financial leasing in Nanhai District, Foshan City (“Nanhai”), and the linkage between the Nanhai government and HYH, including supervision of the senior management, strategic alignment, major investment and financing plan decisions and ongoing operational and financial support. In addition, the Nanhai government may face significant negative impact on its reputation and financing activities if HYH encounters any operational and financial difficulties.

Nanhai is a municipal district of Foshan City, Guangdong Province with a well-developed economy. In 2024, Nanhai District’s GDP grew by 1.8% to RMB400.3 billion. Its budgetary revenue decreased to RMB21.3 billion in 2024 from RMB22.7 billion in 2023.

The Stable Outlook reflects our expectation that HYH’s strategic importance would remain intact while the Nanhai government will continue to ensure HYH’s stable operation.

Rating Sensitivities

We would consider downgrading HYH’s rating if (1) there is perceived weakening in support from the local government, particularly due to its reduced strategic importance with diminished government functions, or (2) there is a significant reduction of the local government’s ownership of HYH, or (3) there is a downgrade in our internal credit assessment on the Nanhai government.

We would consider upgrading HYH’s rating if (1) there is strengthened support from the local government, or (2) there is an upgrade in our internal credit assessment on the Nanhai government.

Any rating action on HYH's rating would result in a similar rating action on its USD bonds.

Full List of Issuance Rating

- USD570 million 7.0% senior unsecured bonds due 2027 affirmed at 'BBB+'

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.

Principal Methodology Applied

China Local Investment and Development Companies Criteria (published on 31 July 2025)
The methodology 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. None of the aforementioned entities nor its related parties participate in the rating process aside from providing information requested by Lianhe Global.

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