Lianhe Ratings Global

Press Release

14 October 2025

Lianhe Global has upgraded the global scale Long-term Issuer Credit Rating of Chongqing Fengdu Culture Tourism Group Co., Ltd. to ‘BBB’ from ‘BBB-’; Issuer Rating Outlook Stable

HONG KONG, 14 October 2025 – Lianhe Ratings Global Limited (“Lianhe Global”), an international credit rating company, has upgraded the global scale Long-term Issuer Credit Rating of Chongqing Fengdu Culture Tourism Group Co., Ltd. (“CFCT” or “the company”) to ‘BBB’ from ‘BBB-’. The Outlook is stable.

Key Rating Rationales

The Issuer Credit Rating upgrade reflects CFCT’s enhanced strategic importance in Chongqing’s Fengdu County (“Fengdu”). As the sole local investment and development company responsible for tourism sector’s development in Fengdu, CFCT continues to invest in and operate local major tourist attractions, including the Fengdu Ming Mountain Scenic Area and the Nantian Lake National Tourist Resort, while further developing hotels, docks, ecological restoration projects, theme parks, and other cultural tourism facilities. Its tourism revenue has been steadily increasing in the past three years. CFCT plays an increasingly important role in promoting the development of Fengdu’s tourism industry, which is a key pillar of the local economy and a top priority for the Pepple’s Government of Fengdu County (“the Fengdu government”).

Considering the Fengdu government’s full ownership, management oversight, strategic alignment and ongoing operational and financial support for CFCT, we believe it is highly likely that the Fengdu government would provide very strong support to CFCT if needed. In addition, the Fengdu government may face significant negative impact on its reputation and financing activities if CFCT encounters any operational and financial difficulties.

Fengdu is county under the jurisdiction of Chongqing with abundant tourism resources. In 2024, Fengdu’s GDP grew steadily by 6.6% to RMB42.8 billion, while its direct tourism revenue reached RMB10.2 billion. Its budgetary revenue also continued to grow strongly by 9.7% to RMB3.0 billion.

The Stable Outlook reflects our expectation that CFCT’s strategic importance would remain intact while the Fengdu government will continue to support CFCT’s stable operation.

Rating Sensitivities

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

We would consider upgrading CFCT's rating if there is an upgrade in our internal credit assessment on the Fengdu government.

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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