

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries fell in trading on Monday, after a better than expected ISM Manufacturing reading for November and on a heavy slate of corporate issuance. Losses were pared after Fed Governor Waller said he was looking to support a cut at the Fed's December FOMC, resulting in futures pricing in a 76% chance of a cut, from the 66% chance priced the previous day. **The benchmark 2Y UST note yield closed the day 3bps higher at 4.18% while the benchmark 10Y UST bond yield advanced 2bps to 4.19%.** Tonight sees the release of the JOLTS Job Openings data for October, the first of the numerous labor market indicators before this Friday's much anticipated non-farm payrolls.

MGS/GII

- Local govies were better bid in trading on Monday to start the week, amidst the S&P Global PMI Manufacturing index for Malaysia coming in weaker in November compared to October's reading. Secondary market volume rose by 21% to RM4.02bn from the RM3.32bn that changed hands on Friday. Overall benchmark yields ended the day mixed by between -2 to +4bps across the curve (prior: -2 to +1bp). **The benchmark 5Y MGS 8/29 yield was 1bp lower for the day at 3.57% while the yield on the benchmark 10Y MGS 7/34 also declined by 1bp to 3.80%.** Trading activity for the day was led by the benchmark 7Y GII, while decent interest was also seen in the benchmark 5Y GII and 10Y MGS/GII, as well as in the off-the-run MGS 3/25, MGS 9/25, GII 9/27 and MGS 6/38. The share of GII trading for the day advanced to 55% of overall govies trading from the 36% seen on Friday. There are no domestic economic releases for the day ahead.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.18	3
5-yr UST	4.09	4
10-yr UST	4.19	2
30-yr UST	4.36	0

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.46	0	3.35	0
5-yr	3.57	-1	3.59	-2
7-yr	3.74	-2	3.74	-1
10-yr	3.80	-1	3.81	0
15-yr	3.95	1	3.96	0
20-yr	4.05	0	4.09	0
30-yr	4.22	4	4.18	0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.53	-3
3-yr	3.43	-3
5-yr	3.45	-3
7-yr	3.53	-4
10-yr	3.64	-3

Source : Bloomberg

Upcoming Government Bond Tender

Nil

Corp Bonds/Sukuk

- The corporate bond/sukuk market was slightly better bid in trading on Monday. Secondary market volume advanced by 22% to RM898m versus the RM733m that traded on Friday. Trading for the day was led by the GG segment of the market, where activity was led by LPPSA 8/34 and DANA 7/35, which settled the day at 3.94% (+10bps versus last print) and 3.95% (secondary market debut) respectively. Interest was also seen in PRASA 10/33, which closed at 3.90% in a secondary market debut for the bond. In the AAA space, decent interest was seen in ALR 10/35 and ALR 10/37, which settled at 4.20% (-2bps) and 4.39% (+6bps) respectively. In the AA-rated universe, trading was led by YTL 6/34 and YTL 9/35, which closed at 4.14% (-1bp) and 4.18% (unchanged) respectively. In the A-rated space, activity was seen in ABMB 10/35, which settled the day at 4.51%, little changed from where the bond last traded.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.197	315	3.114	11/29/2024	8
MGS	09/25	3.244	221	3.240	11/29/2024	0
MGS	04/26	3.365	5	3.346	11/29/2024	2
MGS	07/26	3.361	41	3.355	11/29/2024	1
MGS	11/26	3.382	91	3.374	11/29/2024	1
MGS	05/27	3.459	40	3.464	11/29/2024	0
MGS	11/27	3.486	8	3.485	11/29/2024	0
MGS	04/28	3.493	9	3.506	11/29/2024	-1
MGS	06/28	3.535	2	3.535	11/29/2024	0
MGS	04/29	3.566	13	3.588	11/29/2024	-2
MGS	08/29	3.569	108	3.581	11/29/2024	-1
MGS	04/30	3.628	34	3.629	11/29/2024	0
MGS	04/31	3.735	72	3.756	11/29/2024	-2
MGS	07/32	3.755	103	3.767	11/29/2024	-1
MGS	04/33	3.804	1	3.810	11/27/2024	-1
MGS	11/33	3.816	61	3.813	11/29/2024	0
MGS	07/34	3.799	209	3.805	11/29/2024	-1
MGS	05/35	3.844	2	3.845	11/29/2024	0
MGS	04/37	3.936	15	3.941	11/29/2024	0
MGS	06/38	3.968	300	3.965	11/29/2024	0
MGS	04/39	3.945	95	3.937	11/29/2024	1
MGS	05/40	3.979	31	3.981	11/29/2024	0
MGS	10/42	4.051	4	4.053	11/29/2024	0
MGS	09/43	4.064	1	4.077	11/29/2024	-1
MGS	05/44	4.051	5	4.053	11/29/2024	0
MGS	03/46	4.098	5	4.094	11/29/2024	0
MGS	06/50	4.170	4	4.143	11/29/2024	3
MGS	03/53	4.220	11	4.178	11/29/2024	4
GII	08/25	3.194	18	3.212	11/29/2024	-2
GII	03/26	3.306	28	3.307	11/29/2024	0
GII	07/27	3.435	2	3.424	11/29/2024	1
GII	09/27	3.430	223	3.440	11/29/2024	-1
GII	07/28	3.535	63	3.541	11/29/2024	-1
GII	10/28	3.547	9	3.548	11/29/2024	0
GII	07/29	3.585	423	3.606	11/29/2024	-2
GII	09/30	3.677	72	3.696	11/29/2024	-2
GII	10/30	3.682	4	3.685	11/29/2024	0
GII	10/31	3.744	618	3.758	11/29/2024	-1
GII	10/32	3.787	30	4.152	11/29/2024	-37
GII	08/33	3.815	100	3.822	11/28/2024	-1
GII	11/34	3.808	232	3.810	11/29/2024	0
GII	07/36	3.936	100	3.927	11/29/2024	1
GII	09/39	3.961	118	3.962	11/29/2024	0
GII	09/41	4.044	10	4.044	11/29/2024	0
GII	08/43	4.085	155	4.083	11/29/2024	0
GII	05/47	4.128	10	4.163	11/22/2024	-4
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Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)	Spread Against MGS*
Pengurusan Air SPV Berhad	06/26	GG	3.468	30	3.447	26/11/2024	2	9
Prasarana Malaysia Berhad	12/27	GG	3.627	20	3.645	20/11/2024	-2	17
DanaInfra Nasional Berhad	10/28	GG	3.676	10	3.670	19/11/2024	1	14
DanaInfra Nasional Berhad	11/28	GG	3.692	10	3.675	22/11/2024	2	16
Prasarana Malaysia Berhad	12/32	GG	3.888	10	3.785	30/9/2024	10	11
Lembaga Pembiayaan Perumahan Sektor Awam	07/33	GG	3.899	40	3.897	29/11/2024	0	9
Prasarana Malaysia Berhad	10/33	GG	3.901	80	n/a	n/a	390	10
Lembaga Pembiayaan Perumahan Sektor Awam	08/34	GG	3.941	100	3.841	11/9/2024	10	14
DanaInfra Nasional Berhad	11/34	GG	3.935	10	3.883	17/7/2024	5	13
DanaInfra Nasional Berhad	07/35	GG	3.949	100	n/a	n/a	395	15
Prasarana Malaysia Berhad	02/36	GG	3.969	60	4.028	14/11/2024	-6	17
Prasarana Malaysia Berhad	08/36	GG	3.982	40	4.040	5/11/2024	-6	18
Lembaga Pembiayaan Perumahan Sektor Awam	04/39	GG	4.040	10	4.018	16/10/2024	2	11
DanaInfra Nasional Berhad	11/50	GG	4.225	40	4.570	25/11/2021	-35	17
Danum Capital Berhad	05/25	AAA	3.503	10	3.533	27/11/2024	-3	23
Toyota Capital Malaysia Sdn Berhad	08/28	AAA	3.950	10	3.943	27/11/2024	1	41
Pengurusan Air SPV Berhad	10/29	AAA	3.888	20	3.922	14/11/2024	-3	30
Toyota Capital Malaysia Sdn Berhad	01/31	AAA	4.019	20	4.049	29/11/2024	-3	34
Bank Pembangunan Malaysia Berhad	03/32	AAA	3.999	10	3.900	17/10/2024	10	25
Sarawak Energy Berhad	07/33	AAA	3.959	5	3.999	28/11/2024	-4	15
Amanat Lebuhraya Rakyat Berhad	10/35	AAA	4.196	20	4.220	6/11/2024	-2	39
Infracap Resources Sdn Berhad	04/36	AAA	4.099	10	4.098	29/11/2024	0	30
Amanat Lebuhraya Rakyat Berhad	10/37	AAA	4.388	20	4.330	16/10/2024	6	45
Northern Gateway Infrastructure Sdn Berhad	08/25	AA1	3.758	5	3.767	4/9/2024	-1	49
Kuala Lumpur Kepong Berhad	09/29	AA1	3.892	10	4.000	27/11/2024	-11	31
YTL Corporation Berhad	06/34	AA1	4.143	40	4.149	27/11/2024	-1	34
Kuala Lumpur Kepong Berhad	09/34	AA1	4.039	10	4.048	29/11/2024	-1	23
YTL Corporation Berhad	09/35	AA1	4.177	40	4.179	28/11/2024	0	37
PONSB Capital Berhad	06/27	AA2	3.830	10	4.171	28/10/2024	-34	37
PONSB Capital Berhad	05/29	AA2	3.973	5	3.978	19/11/2024	-1	44
PONSB Capital Berhad	06/29	AA2	3.969	5	3.878	10/10/2024	9	38
Pelabuhan Tanjung Pelepas Sdn Berhad	06/27	AA	3.845	10	3.822	11/11/2024	2	39
Pelabuhan Tanjung Pelepas Sdn Berhad	08/27	AA	3.856	20	3.791	5/11/2024	6	40
Edra Energy Sdn Berhad	07/25	AA3	3.750	5	3.709	23/10/2024	4	48
Gamuda Land (T12) Sdn Berhad	08/25	AA3	3.708	10	3.726	5/9/2024	-2	44
IJM Treasury Management Sdn Berhad	03/39	AA3	4.230	10	4.239	25/11/2024	-1	30
MMC Corporation Berhad	11/25	AA-	3.742	10	3.765	16/10/2024	-2	47
UEM Edgenta Berhad	04/26	AA-	3.829	5	3.824	5/11/2024	1	56
Eco World Capital Berhad	10/27	AA-	3.947	10	4.774	19/11/2024	-83	49
DRB-Hicom Berhad	08/28	AA-	4.008	1	4.398	13/9/2024	-39	47
Malaysian Resources Corporation Berhad	10/28	AA-	4.307	4	4.306	21/11/2024	0	77
SUNREIT Perpetual Bond Berhad	04/19	A1	4.400	1	4.667	29/11/2024	-27	34
Alliance Bank Malaysia Berhad	10/35	A2	4.507	3	4.505	18/11/2024	0	70
Tropicana Corporation Berhad	11/28	A	6.762	1	6.177	27/11/2024	59	323
				898				

* The spread against nearest indicative tenured MGS (Source: BPAM)

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Singer (Malaysia) Sdn Bhd	RM300m Medium-Term Notes (MTN) Programme	A/Stable	Affirmed
SIBS Sdn Bhd	Islamic Medium-Term Notes (IMTN) Programme of up to RM3bn and Islamic Commercial Papers (ICP) Programme of up to RM500m, with a combined aggregate limit of up to RM3bn	AA-/Stable/MARC-1	Assigned Final Ratings
Toyota Capital Malaysia Sdn Bhd	Proposed RM2.5bn Conventional and Islamic Medium-Term Notes (MTN) Programme RM2.5bn Conventional and Islamic MTN Programme (2016/2031)	AAA/Stable	Assigned
		AAA/Stable	Affirmed
Bank Kerjasama Rakyat Malaysia Berhad	Financial Institution Ratings	AA2/Stable/P1	Affirmed

Source: RAM, MARC

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