

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- The US Treasuries market was shut on Monday in observance of Veteran's Day. European government bonds and UK Gilts were slightly firmer in trading, with the 10Y Bund and 10Y Gilt lower in yield by 4bps and 1bp respectively. **To recap, the benchmark 2Y UST note yield last settled at 4.25% on Friday while the benchmark 10Y UST bond yield closed at 4.30%.** Tonight sees the release of the latest Fed Senior Loan Officer Opinion Survey (SLOOS) which may shed more light on the state of credit conditions, while there is also quite a bit of Fed-speak scheduled with Waller, Barkin, Kashkari and Harker all due to speak.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.25	0
5-yr UST	4.19	0
10-yr UST	4.31	0
30-yr UST	4.47	0

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.47	-3	3.42	1
5-yr	3.59	-2	3.59	-2
7-yr	3.77	-4	3.80	-2
10-yr	3.85	-4	3.88	-1
15-yr	4.01	-2	3.99	-2
20-yr	4.09	-2	4.09	-3
30-yr	4.18	-3	4.18	-1

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.55	-2
3-yr	3.49	0
5-yr	3.54	1
7-yr	3.63	0
10-yr	3.72	0

Source : Bloomberg

Upcoming Government Bond Tender

Nil

MGS/GII

- Local govies were firmer in trading for a third consecutive trading session, amidst a well-received reopening auction of RM3bn of the benchmark 15Y MGS, which drew a strong BTC of 2.672x. Secondary market volume receded by 32% to RM3.75bn versus the RM5.51bn that traded on Friday. Overall benchmark yields closed mixed between -4 to +1 bps (prior: 0 to 8bps lower). **The benchmark 5Y MGS 8/29 yield fell by 2bps for the day to 3.59% while the yield on the benchmark 10Y MGS 7/34 also declined by 4bps to 3.85%.** GII trades accounted for 31% of overall volume transacted for the day, edging up slightly from the 26% share seen on Friday. Trading for the day was led by the newly reopening benchmark 15Y MGS, while interest was also seen in the off-the-run MGS 9/25 as well as in the benchmark 3Y MGS, 7Y MGS/GII, 10Y MGS, 20Y GII and 30Y GII. There are no economic data releases scheduled for the day ahead, with the next key release domestically being the final 3Q GDP numbers on Friday.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better offered on Monday amidst a busier trading session. Secondary market volume rose by 48% to RM560m from the RM378m that changed hands on Friday. Activity for the day was led by the GG universe, where trading was led by DANA 4/33, which settled at 3.95%, 12bps higher versus where it last traded. Strong interest was also seen in PTPTN 2/34, which closed at 3.99%, 16bps higher versus its last print. In the AAA universe, interest was seen in SEB 7/33 and SPETCHEM 7/37, which settled the day at 4.01% (+2bps from last print) and 4.13% (+8bps) respectively. In the AA-rated segment, activity was led by JPORT 10/29 and RHBI 5/34, which closed at 4.00% (+15bps) and 4.16% (+17bps) respectively. In the A-rated arena, interest was seen in the newly issued JCOCOA 11/27 and JCOCOA 11/29, which settled the day at 5.75% and 5.90% respectively in secondary market debuts.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.166	501	3.098	11/08/2024	7
MGS	09/25	3.303	81	3.269	11/08/2024	3
MGS	04/26	3.408	30	3.410	11/08/2024	0
MGS	11/26	3.430	31	3.471	11/08/2024	-4
MGS	05/27	3.465	135	3.493	11/08/2024	-3
MGS	11/27	3.521	5	3.546	11/08/2024	-2
MGS	06/28	3.580	3	3.592	11/08/2024	-1
MGS	08/29	3.594	20	3.614	11/08/2024	-2
MGS	04/31	3.773	317	3.809	11/08/2024	-4
MGS	06/31	3.818	23	3.842	11/08/2024	-2
MGS	07/32	3.839	10	3.878	11/08/2024	-4
MGS	11/33	3.891	96	3.910	11/08/2024	-2
MGS	07/34	3.846	151	3.884	11/08/2024	-4
MGS	05/35	3.955	11	3.954	11/08/2024	0
MGS	04/37	4.004	90	4.040	11/08/2024	-4
MGS	06/38	4.020	25	4.026	11/08/2024	-1
MGS	04/39	4.008	842	4.026	11/07/2024	-2
MGS	05/40	4.031	30	4.099	11/08/2024	-7
MGS	10/42	4.093	107	4.132	11/07/2024	-4
MGS	05/44	4.090	70	4.107	11/08/2024	-2
MGS	03/46	4.152	20	4.130	11/08/2024	2
MGS	03/53	4.180	5	4.214	11/08/2024	-3
GII	03/26	3.372	130	3.444	11/08/2024	-7
GII	09/26	3.420	60	3.407	11/08/2024	1
GII	07/27	3.439	5	3.459	11/08/2024	-2
GII	09/27	3.458	8	3.502	11/08/2024	-4
GII	07/29	3.591	60	3.612	11/08/2024	-2
GII	09/30	3.713	20	3.720	11/08/2024	-1
GII	10/31	3.795	170	3.812	11/08/2024	-2
GII	10/32	3.837	120	3.891	11/08/2024	-5
GII	11/34	3.877	46	3.883	11/08/2024	-1
GII	10/35	3.910	20	4.003	11/06/2024	-9
GII	03/38	4.019	90	4.014	11/08/2024	0
GII	09/39	3.987	10	4.003	11/08/2024	-2
GII	08/43	4.091	180	4.121	11/08/2024	-3
GII	11/49	4.246	2	4.215	11/08/2024	3
GII	05/52	4.193	97	4.234	11/08/2024	-4
GII	03/54	4.183	130	4.196	11/08/2024	-1
			3752			

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*
DanaInfra Nasional Berhad	04/29	GG	3.689	20	3.637	17/10/2024	5	13
DanaInfra Nasional Berhad	08/29	GG	3.719	10	3.757	5/11/2024	-4	12
DanaInfra Nasional Berhad	11/29	GG	3.738	10	3.762	5/11/2024	-2	14
DanaInfra Nasional Berhad	04/33	GG	3.948	100	3.825	23/8/2024	12	12
Perbadanan Tabung Pendidikan Tinggi Nasional	02/34	GG	3.993	75	3.836	10/9/2024	16	14
Projek Lebuhraya Usahasama Berhad	01/26	AAA	3.700	10	3.672	10/10/2024	3	41
F&N Capital Sdn Berhad	10/27	AAA	3.806	20	3.806	21/6/2024	0	32
Inti Universal Holdings Sdn Berhad (fka Inti Univer	11/28	AAA	4.210	10	4.317	2/5/2024	-11	65
Sarawak Energy Berhad	11/28	AAA	3.892	20	3.787	8/10/2024	11	33
Petroleum Sarawak Exploration & Production Sdr	05/29	AAA	3.928	12	3.798	1/10/2024	13	33
Danum Capital Berhad	05/30	AAA	3.982	5	3.982	7/11/2024	0	27
Sarawak Energy Berhad	07/33	AAA	4.008	20	3.985	24/10/2024	2	16
Sarawak Petchem Sdn Berhad	07/33	AAA	4.039	10	3.929	9/10/2024	11	19
Sarawak Petchem Sdn Berhad	07/35	AAA	4.079	10	4.059	27/6/2024	2	23
Sarawak Petchem Sdn Berhad	07/37	AAA	4.129	20	4.049	13/9/2024	8	12
Malayan Banking Berhad	10/30	AA1	3.747	10	3.762	18/10/2024	-2	3
YTL Power International Berhad	10/39	AA1	4.267	15	4.269	8/11/2024	0	26
Press Metal Aluminium Holdings Berhad	08/25	AA2	3.723	12	3.699	23/10/2024	2	44
RHB Bank Berhad	11/30	AA2	3.716	10	3.712	1/8/2024	0	0
RHB Islamic Bank Berhad	05/34	AA2	4.156	30	3.982	13/9/2024	17	30
Pelabuhan Tanjung Pelepas Sdn Berhad	04/26	AA	3.710	10	3.692	15/10/2024	2	42
Pelabuhan Tanjung Pelepas Sdn Berhad	06/27	AA	3.822	10	3.769	17/10/2024	5	34
CIMB Group Holdings Berhad	11/30	AA	3.788	10	3.782	17/10/2024	1	7
Gamuda Berhad	06/30	AA3	4.010	20	3.969	5/11/2024	4	30
Johor Port Berhad	10/29	AA-	4.002	40	3.855	30/9/2024	15	40
Bank Islam Malaysia Berhad	10/33	A1	4.166	10	4.297	7/6/2024	-13	32
Hong Leong Bank Berhad	11/17	A1	4.018	1	3.822	16/10/2024	20	-8
CIMB Group Holdings Berhad	12/21	A1	4.221	10	4.196	12/7/2024	3	12
JB Cocoa Sdn Berhad	11/27	A+	5.750	10	n/a	n/a	575	227
JB Cocoa Sdn Berhad	11/29	A+	5.900	10	n/a	n/a	590	230
				560				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Zamarad Assets Berhad	Tranche 10 under RM2bn Sukuk Murabahah Programme: RM105m Class A Sukuk RM20m Class B Sukuk	AAA/Stable AA2/Stable	Assigned Final Ratings

Source: RAM, MARC

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