

## Global Markets Research

### Fixed Income

#### Fixed Income Daily Market Snapshot

##### US Treasuries

- US Treasuries were slightly lower in trading on Monday in the absence of any major economic data, as the market digested the withdrawal of President Biden from the November elections over the weekend. Equities were higher with earnings seasons to come, with the technology sector leading the move higher. Benchmark yields finished higher across the curve by between 1 to 2bps for the day. **The benchmark 2yr UST yield was 1bp higher for the session at 4.52%, while the benchmark 10yr UST yield closed the day also 1bp higher at 4.25%.** Tonight sees the release of US existing home sales numbers for June, and supply from the Treasury kicks off with the auction of USD69bn of 2yr USTs.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.52	1
5-yr UST	4.17	1
10-yr UST	4.25	1
30-yr UST	4.47	2

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.47	-1	3.41	0
5-yr	3.60	0	3.58	0
7-yr	3.76	-1	3.72	0
10-yr	3.80	1	3.84	0
15-yr	3.95	-2	3.96	-1
20-yr	4.07	7	4.10	-1
30-yr	4.18	-1	4.21	0

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.53	0
3-yr	3.49	1
5-yr	3.55	0
7-yr	3.66	0
10-yr	3.77	0

Source : Bloomberg

#### Upcoming Government Bond Tender

Nil

##### MGS/GII

- Local govies were mixed in trading in another light session on Monday, amidst a wait and see approach in the Asian markets after President Biden withdrew his candidacy in the November US elections towards the end of the weekend. Secondary market volume for the day rose by 19% to RM2.40bn compared to the RM2.02bn that traded on Friday. Benchmark yields closed mixed by between -2 and +1 bp for the day, with the exception of the 20yr MGS, which was correcting from an odd lot trade the previous session. **The benchmark 5Y MGS 8/29 saw its yield little changed for the day at 3.60% while the yield on the benchmark 10Y MGS 11/33 rose 1bp for the session to 3.80%.** Trading interest was led by the benchmark 10Y MGS, while keen interest was also seen in the benchmark 5Y GII and 15Y GII, as well as the off-the-run MGS 11/27, GII 9/41, MGS 10/42 and GII 5/52. Trading in GIIs as a proportion of total govvy trading climbed to 39% versus the 34% share seen on Friday. The next key release domestically is June's CPI data, which is scheduled for release on Wednesday.

##### Corp Bonds/Sukuk

- The Corporate Bonds/Sukuk market was better bid in trading on Monday in an active session, with secondary market volume surging by 107% to RM711m versus the RM343m seen changing hands on Friday. Trading interest was led by the AAA-rated segment of the market. In the GG universe, activity was led by LPPSA 10/38 which closed the day at 4.02%, 4bps lower versus its last print. Over in the AAA space, PASB 1/30 topped the volume charts, with the bond settling at 3.91%, 3bps lower versus where it last traded. Meanwhile in the AA territory, interest was seen in EDRA 1/26 and PONSB 6/29, which closed at 3.80% (9bps lower versus last print) and 3.89% (unchanged) respectively. In the A-rated space, ABMB 10/32 changed hands at 4.33%, some 43bps points higher versus where it last traded.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/24	3.153	18	3.165	07/19/2024	-1
MGS	03/25	3.251	5	3.278	07/19/2024	-3
MGS	04/26	3.356	2	3.356	07/19/2024	0
MGS	07/26	3.403	30	3.380	07/19/2024	2
MGS	11/26	3.399	3	3.383	07/18/2024	2
MGS	05/27	3.469	58	3.475	07/19/2024	-1
MGS	11/27	3.479	91	3.481	07/19/2024	0
MGS	04/28	3.561	68	3.570	07/18/2024	-1
MGS	06/28	3.572	2	3.594	07/19/2024	-2
MGS	08/29	3.601	71	3.601	07/19/2024	0
MGS	04/30	3.728	1	3.711	07/19/2024	2
MGS	04/31	3.758	32	3.768	07/19/2024	-1
MGS	07/32	3.809	4	3.818	07/19/2024	-1
MGS	11/33	3.804	685	3.798	07/19/2024	1
MGS	07/34	3.808	1	3.816	07/19/2024	-1
MGS	04/37	3.927	40	3.931	07/18/2024	0
MGS	06/38	3.972	2	3.972	07/19/2024	0
MGS	04/39	3.945	47	3.963	07/19/2024	-2
MGS	05/40	4.023	11	4.023	07/19/2024	0
MGS	10/42	4.073	104	4.081	07/18/2024	-1
MGS	09/43	4.080	20	3.999	07/19/2024	8
MGS	05/44	4.070	60	4.003	07/19/2024	7
MGS	03/46	4.144	30	4.147	07/19/2024	0
MGS	06/50	4.170	9	4.173	07/19/2024	0
MGS	03/53	4.175	70	4.189	07/19/2024	-1
GII	07/28	3.580	150	3.580	07/19/2024	0
GII	10/31	3.766	40	3.752	07/18/2024	1
GII	09/26	3.405	40	3.404	07/19/2024	0
GII	07/29	3.612	50	3.617	07/19/2024	0
GII	10/30	3.724	3	3.718	07/18/2024	1
GII	09/30	3.724	50	3.723	07/19/2024	0
GII	06/33	3.828	10	3.834	07/18/2024	-1
GII	07/36	3.889	10	3.894	07/17/2024	-1
GII	03/38	3.974	4	3.940	07/19/2024	3
GII	08/33	3.838	40	3.834	07/19/2024	0
GII	10/35	3.880	26	3.870	07/19/2024	1
GII	08/37	3.925	60	3.932	07/19/2024	-1
GII	09/39	3.964	212	3.971	07/19/2024	-1
GII	09/41	4.043	90	4.044	07/19/2024	0
GII	08/43	4.095	30	4.101	07/19/2024	-1
GII	11/49	4.204	20	4.104	07/19/2024	10
GII	05/52	4.231	90	4.234	07/19/2024	0
GII	03/54	4.206	10	4.206	07/19/2024	0
			2399			

## Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing	Vol	Previous	Previous	Chg	Spread
			YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)		
Lembaga Pembiayaan Perumahan Sektor Awam	10/38	GG	4.018	30	4.054	11/6/2024	-4	5
Lembaga Pembiayaan Perumahan Sektor Awam	04/39	GG	4.018	10	4.005	18/7/2024	1	5
DanaInfra Nasional Berhad	04/40	GG	4.055	10	4.049	19/7/2024	1	9
Putrajaya Bina Sdn Berhad	09/24	AAA	3.486	10	3.627	1/3/2024	-14	21
Amanat Lebuhraya Rakyat Berhad	10/24	AAA	3.385	10	3.457	16/7/2024	-7	11
Bank Simpanan Nasional Berhad	10/24	AAA	3.515	10	3.633	15/5/2024	-12	24
Projek Lebuhraya Usahasama Berhad	01/25	AAA	3.539	10	3.588	17/7/2024	-5	27
Cagamas Berhad	01/25	AAA	3.514	10	3.551	11/7/2024	-4	24
Cagamas Berhad	04/25	AAA	3.553	20	3.590	11/7/2024	-4	28
Putrajaya Holdings Sdn Berhad	05/25	AAA	3.604	10	3.649	29/3/2024	-4	33
Cagamas Berhad	10/25	AAA	3.627	20	n/a	n/a	363	35
Cagamas Berhad	11/25	AAA	3.632	13	3.700	10/7/2024	-7	36
Cagamas Berhad	04/26	AAA	3.664	7	3.677	7/6/2024	-1	29
Infracap Resources Sdn Berhad	04/26	AAA	3.694	20	3.667	15/4/2024	3	32
Westports Malaysia Sdn Berhad	04/26	AAA	3.633	10	3.948	19/10/2023	-32	26
CIMB Bank Berhad	05/27	AAA	3.788	10	3.995	15/11/2023	-21	32
Cagamas Berhad	07/27	AAA	3.761	4	3.783	14/6/2024	-2	29
TM Technology Services Sdn Berhad (fka Webe Di	09/27	AAA	3.869	2	3.765	18/7/2024	10	40
Danga Capital Berhad	09/27	AAA	3.727	10	3.753	17/4/2024	-3	26
Pengurusan Air SPV Berhad	09/27	AAA	3.857	10	3.913	11/6/2024	-6	39
Westports Malaysia Sdn Berhad	10/27	AAA	3.746	10	3.895	13/9/2023	-15	28
Cagamas Berhad	12/27	AAA	3.792	12	3.781	30/5/2024	1	32
Public Islamic Bank Berhad	12/27	AAA	3.789	12	4.499	30/4/2024	-71	32
Cagamas Berhad	12/27	AAA	3.792	16	3.737	6/6/2024	5	32
Toyota Capital Malaysia Sdn Berhad	01/28	AAA	3.829	10	3.924	20/2/2024	-9	36
Pengurusan Air SPV Berhad	06/28	AAA	3.878	16	3.917	12/7/2024	-4	32
Cagamas Berhad	08/28	AAA	3.857	4	3.844	21/2/2024	1	30
Tenaga Nasional Berhad	11/28	AAA	3.806	20	3.818	19/6/2024	-1	25
Pengurusan Air SPV Berhad	06/29	AAA	3.894	30	4.048	1/6/2023	-15	30
Pengurusan Air SPV Berhad	10/29	AAA	3.893	5	3.949	12/7/2024	-6	30
Danga Capital Berhad	01/30	AAA	3.838	10	3.865	10/6/2024	-3	15
Pengurusan Air SPV Berhad	01/30	AAA	3.908	100	3.938	15/7/2024	-3	22
Petroleum Sarawak Exploration & Production Sdr	03/31	AAA	3.898	20	3.898	19/7/2024	0	14
CIMB Islamic Bank Berhad	03/31	AAA	3.929	10	4.008	15/5/2024	-8	18
Infracap Resources Sdn Berhad	04/31	AAA	3.908	25	3.953	2/7/2024	-4	15
Tenaga Nasional Berhad	06/32	AAA	3.966	10	3.919	16/7/2024	5	19
Sarawak Energy Berhad	07/33	AAA	3.965	10	3.979	5/7/2024	-1	17
Kuala Lumpur Kepong Berhad	09/29	AA1	3.863	10	3.865	19/7/2024	0	27
Public Islamic Bank Berhad	07/32	AA1	3.841	4	4.381	29/5/2024	-54	6
Imtiaz Sukuk II Berhad	10/25	AA2	3.776	8	3.798	26/2/2024	-2	50
AmBank (M) Berhad	11/26	AA2	3.854	10	3.880	26/6/2024	-3	48
Imtiaz Sukuk II Berhad	10/27	AA2	3.879	4	3.906	20/6/2024	-3	41
PONSB Capital Berhad	06/29	AA2	3.893	20	3.889	10/7/2024	0	30
Press Metal Aluminium Holdings Berhad	09/30	AA2	3.993	10	4.018	24/5/2024	-2	30
CIMB Group Holdings Berhad	09/32	AA2	3.883	10	4.216	30/5/2024	-33	10
OSK Rated Bond Sdn Berhad	09/30	AA	3.978	6	4.017	18/6/2024	-4	29
IJM Corporation Berhad	10/24	AA3	3.564	10	3.653	12/6/2024	-9	29
BGSM Management Sdn Berhad	08/25	AA3	3.820	20	3.844	19/4/2024	-2	55
Edra Energy Sdn Berhad	01/26	AA3	3.801	20	3.891	17/5/2024	-9	53
AmBank (M) Berhad	10/32	AA3	4.506	1	4.791	18/7/2024	-29	73
Malaysian Reinsurance Berhad	10/32	AA3	3.960	1	4.616	15/7/2024	-66	18
UEM Sunrise Berhad	03/26	AA-	3.850	10	4.017	29/4/2024	-17	47
Alliance Bank Malaysia Berhad	10/32	A2	4.328	10	3.903	11/7/2024	43	55
Affin Bank Berhad	06/18	A3	4.710	2	4.493	17/7/2024	22	63
				711				

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

## Rating Action

Issuer	PDS Description	Rating/Outlook	Action
Sarawak Petchem Sdn Bhd	RM6bn Islamic Medium-Term Notes Programme (2022/2052)	AAA(s)/Stable	Affirmed

Source: RAM, MARC

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