

## Global Markets Research

### Fixed Income

## Fixed Income Daily Market Snapshot

### US Treasuries

- US Treasuries were mixed in trading on Wednesday, with the front end bonds inching higher while longer dated maturities fell. Benchmark yields finished mixed by between -2 and +6 bps for the day, with the UST curve continuing to steepen as we approach the upcoming FOMC next week. **The benchmark 2yr UST yield was 2bps lower for the session at 4.47%, while the benchmark 10yr UST yield closed the day 3bps higher at 4.28%.** The US advanced 2Q GDP is due to be reported on tonight, where the market expects an improved reading from the growth seen in 1Q. Durable goods orders for June are also scheduled for release, and supply from the Treasury for the week concludes with the auction of USD44bn of 7yr USTs.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.47	-2
5-yr UST	4.17	1
10-yr UST	4.28	3
30-yr UST	4.54	6

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.45	-2	3.40	0
5-yr	3.59	-1	3.57	-1
7-yr	3.74	-1	3.70	-3
10-yr	3.79	-1	3.83	-1
15-yr	3.94	0	3.96	-1
20-yr	4.05	-3	4.09	0
30-yr	4.18	0	4.20	0

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.46	-5
3-yr	3.44	-5
5-yr	3.50	-3
7-yr	3.60	-4
10-yr	3.71	-3

Source : Bloomberg

### Upcoming Government Bond Tender

Nil

### MGS/GII

- Local govies were stronger in trading in a busier session on Wednesday, amidst Malaysian CPI for June unexpectedly holding steady at 2.0% y/y versus expectations for a rise to 2.2% y/y. MY IRS saw receiving interest as well today, leading to lower levels across the curve. Secondary market volume for the day surged by 56% to RM3.67bn compared to the RM2.35bn that traded on Tuesday. Benchmark yields closed lower by 0 to 3 bps for the day. **The benchmark 5Y MGS 8/29 saw its yield lower by 1bp to 3.59% while the yield on the benchmark 10Y MGS 11/33 was also 1bp lower to 3.79%.** Trading interest was led by the off-the-run GII 8/33, while interest was also seen in the benchmark 3Y MGS/GII, 5Y MGS, 7Y MGS, 10Y MGS/GII and 20Y GII. Trading in GIIs as a proportion of total govies trading inched lower to 53% versus the 55% share seen the previous session. There are no economic data releases domestically for the rest of the week.

### Corp Bonds/Sukuk

- The Corporate Bonds/Sukuk market was better bid in trading on Wednesday in a busy session, with secondary market volume climbing by 29% to RM992m versus the RM771m that changed hands the day before. Trading interest was dominated by the AAA-rated segment of the market. In the GG universe, activity was led by DANA 2/28 which closed the day at 3.57%, some 15bps lower versus where the bond last traded. Over in the AAA space, ALRB 10/35 topped the volume charts, with the bond settling at 4.23%, 5bps lower versus where it last traded. Interest was also seen in ALRB 10/34, which closed at 4.17%, 4bps lower versus its last print. Meanwhile in the AA territory, interest was led by SAJ 1/26, which settled at 4.05%, 4bps lower compared to where it last traded while interest was also seen in EDRA 7/32, which closed at 4.07%, little changed versus its last print.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/24	3.181	118	3.194	07/23/2024	-1
MGS	03/25	3.197	1	3.236	07/23/2024	-4
MGS	09/25	3.262	60	3.243	07/23/2024	2
MGS	11/26	3.354	120	3.355	07/23/2024	0
MGS	05/27	3.453	210	3.470	07/23/2024	-2
MGS	11/27	3.453	50	3.469	07/23/2024	-2
MGS	04/28	3.558	101	3.561	07/22/2024	0
MGS	04/29	3.602	20	3.616	07/23/2024	-1
MGS	08/29	3.586	190	3.595	07/23/2024	-1
MGS	04/30	3.682	38	3.701	07/23/2024	-2
MGS	04/31	3.741	288	3.754	07/23/2024	-1
MGS	06/31	3.752	50	3.774	07/23/2024	-2
MGS	07/32	3.792	31	3.808	07/23/2024	-2
MGS	11/33	3.794	276	3.806	07/23/2024	-1
MGS	07/34	3.791	10	3.801	07/23/2024	-1
MGS	05/35	3.853	20	3.850	07/22/2024	0
MGS	04/37	3.928	36	3.925	07/23/2024	0
MGS	06/38	3.967	10	3.962	07/23/2024	0
MGS	04/39	3.938	32	3.941	07/23/2024	0
MGS	05/40	4.019	10	4.015	07/23/2024	0
MGS	05/44	4.047	19	4.072	07/23/2024	-3
MGS	03/46	4.141	2	4.238	07/23/2024	-10
MGS	06/50	4.090	1	4.150	07/23/2024	-6
MGS	03/53	4.181	15	4.175	07/23/2024	1
GII	10/25	3.280	103	3.273	07/23/2024	1
GII	03/26	3.352	1	3.369	07/19/2024	-2
GII	09/26	3.399	281	3.404	07/23/2024	0
GII	07/28	3.569	60	3.583	07/23/2024	-1
GII	07/29	3.607	160	3.616	07/23/2024	-1
GII	09/30	3.700	60	3.726	07/23/2024	-3
GII	10/30	3.700	100	3.728	07/23/2024	-3
GII	10/31	3.751	110	3.765	07/23/2024	-1
GII	06/33	3.821	90	3.828	07/22/2024	-1
GII	08/33	3.827	300	3.834	07/23/2024	-1
GII	11/34	3.797	207	3.809	07/23/2024	-1
GII	07/36	3.895	40	3.892	07/23/2024	0
GII	09/39	3.958	40	3.964	07/22/2024	-1
GII	09/41	4.039	73	3.934	07/23/2024	11
GII	08/43	4.093	191	4.096	07/23/2024	0
GII	05/47	4.062	1	4.085	07/19/2024	-2
GII	11/49	4.192	52	4.193	07/23/2024	0
GII	05/52	4.228	81	4.233	07/23/2024	0
GII	03/54	4.203	10	4.203	07/23/2024	0
			3667			

## 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	02/28	GG	3.568	100	3.716	15/5/2024	-15	2
Prasarana Malaysia Berhad	03/34	GG	3.855	30	3.949	21/6/2024	-9	4
Malaysia Rail Link Sdn Berhad	07/36	GG	3.981	35	4.011	4/3/2024	-3	17
Lembaga Pembiayaan Perumahan Sektor Awam	04/39	GG	4.018	20	4.018	22/7/2024	0	6
DanaInfra Nasional Berhad	11/47	GG	4.170	20	4.189	28/6/2024	-2	9
DanaInfra Nasional Berhad	11/48	AAA	4.179	10	4.199	28/6/2024	-2	10
Toyota Capital Malaysia Sdn Berhad	02/25	AAA	3.680	20	3.804	2/5/2024	-12	41
DiGi Telecommunications Sdn Berhad	04/27	AAA	3.715	5	4.000	7/11/2023	-29	25
Petroleum Sarawak Exploration & Production Sdr	05/27	AAA	3.754	40	n/a	n/a	375	29
Sarawak Energy Berhad	07/28	AAA	3.768	20	3.807	9/7/2024	-4	22
Toyota Capital Malaysia Sdn Berhad	09/28	AAA	3.878	10	3.897	11/7/2024	-2	33
Amanat Lebuhraya Rakyat Berhad	10/29	AAA	3.862	20	3.888	1/7/2024	-3	27
Petroleum Sarawak Exploration & Production Sdr	11/29	AAA	3.817	20	3.847	27/6/2024	-3	22
DiGi Telecommunications Sdn Berhad	05/30	AAA	3.841	10	3.839	18/7/2024	0	16
Petroleum Sarawak Exploration & Production Sdr	03/31	AAA	3.888	40	3.898	22/7/2024	-1	14
CIMB Islamic Bank Berhad	03/31	AAA	3.948	10	3.929	22/7/2024	2	20
Sarawak Energy Berhad	04/31	AAA	3.867	5	3.915	10/7/2024	-5	11
Rantau Abang Capital Berhad	05/31	AAA	3.887	10	4.062	30/8/2023	-18	13
Petroleum Sarawak Exploration & Production Sdr	05/31	AAA	3.888	10	3.924	5/7/2024	-4	14
Amanat Lebuhraya Rakyat Berhad	10/31	AAA	3.899	30	3.948	26/6/2024	-5	15
Projek Lebuhraya Usahasama Berhad	01/32	AAA	3.929	5	3.960	16/7/2024	-3	18
Projek Lebuhraya Usahasama Berhad	01/34	AAA	3.958	20	4.000	28/6/2024	-4	16
Amanat Lebuhraya Rakyat Berhad	10/34	AAA	4.169	80	4.210	30/5/2024	-4	36
Amanat Lebuhraya Rakyat Berhad	10/35	AAA	4.230	200	4.279	8/4/2024	-5	42
SMJ Energy Sdn Berhad (fka SMJ Sdn Berhad)	10/38	AAA	4.094	20	4.150	11/7/2024	-6	14
Tenaga Nasional Berhad	08/40	AAA	4.040	21	4.197	23/7/2024	-16	8
TNB Power Generation Sdn Berhad	03/43	AAA	4.144	10	4.145	23/7/2024	0	7
Fortune Premiere Sdn Berhad	09/26	AAA	4.006	20	4.056	11/7/2024	-5	63
SP Setia Berhad	06/30	AA1	3.948	5	3.957	18/7/2024	-1	26
BGSM Management Sdn Berhad	03/26	AA1	3.896	10	3.873	3/7/2024	2	52
Cenergi SEA Berhad	12/26	AA1	4.545	2	4.730	30/1/2024	-19	117
Gamuda Land (T12) Sdn Berhad	10/28	AA2	3.967	10	3.966	15/7/2024	0	42
AEON Credit Service (M) Berhad	12/28	AA2	3.918	10	3.918	19/7/2024	0	37
Cenergi SEA Berhad	12/28	AA2	4.878	2	5.499	31/7/2023	-62	133
Edra Energy Sdn Berhad	07/32	AA2	4.069	20	4.068	23/7/2024	0	29
SAJ Capital Sdn Berhad	01/25	AA2	3.926	10	4.649	8/5/2019	-72	66
Cerah Sama Sdn Berhad	01/25	AA	3.899	10	3.149	19/11/2020	75	63
Southern Power Generation Sdn Berhad	04/25	AA	3.730	10	4.133	19/4/2023	-40	46
SAJ Capital Sdn Berhad	01/26	AA3	4.049	40	4.086	2/7/2024	-4	67
UEM Sunrise Berhad	09/26	AA3	3.855	10	3.886	20/6/2024	-3	48
MBSB Bank Berhad (fka Asian Finance Bank Berhad)	04/27	AA3	4.005	10	5.118	4/6/2024	-111	54
MBSB Bank Berhad (fka Asian Finance Bank Berhad)	12/31	AA3	4.149	1	4.451	23/7/2024	-30	40
Affin Bank Berhad	06/18	AA3	5.119	1	4.710	19/7/2024	41	104
Bank Muamalat Malaysia Berhad	09/22	AA3	5.453	1	4.839	22/7/2024	61	138
				992				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
WM Senibong Capital Berhad	Islamic Medium-Term Notes (Sukuk Wakalah) Programme of up to RM1bn	AA-/Stable	Assigned Preliminary Rating
UiTM Solar Power Dua Sdn Bhd	RM87m Green Sustainable and Responsible Investment (SRI) Sukuk	AA-/Stable	Affirmed

Source: RAM, MARC

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