

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were slightly lower in trading on Tuesday, amidst a rally in equity markets after a few days of declines, and hawkish comments from the Fed's Bowman overnight citing upside risks to inflation. Benchmark yields closed higher by between 1 and 2bps for the day. **The benchmark 2yr UST yield was 2bp higher for the session at 4.74%, while the benchmark 10yr UST yield also rose by 2bps for the day at 4.25%.** Today sees the scheduled release of new home sales numbers for May, as the market continues to be in a bit of holding pattern ahead of the release of the much anticipated core PCE numbers for the month on Friday.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.74	2
5-yr UST	4.28	2
10-yr UST	4.25	2
30-yr UST	4.38	1

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.53	0	3.45	0
5-yr	3.64	1	3.61	0
7-yr	3.78	0	3.76	1
10-yr	3.86	0	3.86	0
15-yr	4.00	0	4.00	0
20-yr	4.12	-1	4.12	8
30-yr	4.21	0	4.24	0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.57	0
3-yr	3.55	1
5-yr	3.62	3
7-yr	3.72	0
10-yr	3.85	2

Source : Bloomberg

MGS/GII

- Local govies were slightly better bid in trading on Tuesday, amidst domestic inflation for May rising a couple of notches from the month before. Secondary market volume for the day inched higher by 8% to RM2.74bn versus the RM2.53bn that traded on Monday. Benchmark yields closed mixed between -1 to +1 bp for the day, except for the 20yr GII which corrected from a skewed odd lot trade the day before. **The benchmark 5Y MGS 8/29 yield was 1bp higher for the session at 3.64% while the benchmark 10Y MGS 11/33 was little changed for the day at 3.86%.** Trading interest for the day was led by the off-the-run GII 10/25, while interest was also seen in the off-the-run GII 10/24 as well as in the benchmark 3Y MGS, 5Y MGS, 10Y MGS/GII, 15Y GII and 20Y GII. The market share of GII trading for the day rose to 60% versus the 57% share seen the previous session. There are no economic data releases domestically for the day ahead.

Corp Bonds/Sukuk

- Corporate Bonds/Sukuk markets were better bid in trading on Tuesday, with secondary market volume for the day receding by 20% to RM977m, compared to the RM1,224m that changed hands the day before. Trading interest for the day was led by the AA-rated segment of the market. In the GG universe, interest was led by PTPTN 2/28 and LPPSA 7/28, with both bonds settling for the day at 3.68%, unchanged and 2bps lower respectively versus their last trades. In AAA space, TNB 6/47 led trading for the session and closed at 4.28%, higher by 3bps versus where it last traded. In AA territory, trading for the day was led by YTL 9/35 and YTL 11/36, which settled for the day at 4.20% and 4.22% respectively, both little changed from the previous prints. In the A-rated space, BIMB 10/30 dominated trading, settling at 3.99%, 1bp lower versus where it last traded.

Upcoming Government Bond Tender

Nil

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/24	3.200	30	3.221	06/24/2024	-2
MGS	03/25	3.246	42	3.251	06/24/2024	0
MGS	09/25	3.296	58	3.284	06/24/2024	1
MGS	04/26	3.395	50	3.411	06/24/2024	-2
MGS	07/26	3.421	2	3.427	06/24/2024	-1
MGS	11/26	3.419	100	3.410	06/24/2024	1
MGS	03/27	3.534	8	3.523	06/19/2024	1
MGS	05/27	3.530	108	3.530	06/24/2024	0
MGS	11/27	3.544	12	3.535	06/24/2024	1
MGS	04/28	3.600	20	3.603	06/24/2024	0
MGS	06/28	3.596	1	3.605	06/24/2024	-1
MGS	08/29	3.642	171	3.636	06/24/2024	1
MGS	04/30	3.743	63	3.721	06/24/2024	2
MGS	04/31	3.783	61	3.778	06/24/2024	0
MGS	06/31	3.798	4	3.814	06/21/2024	-2
MGS	07/32	3.851	14	3.866	06/24/2024	-2
MGS	04/33	3.864	1	3.853	06/24/2024	1
MGS	11/33	3.856	278	3.857	06/24/2024	0
MGS	07/34	3.861	5	3.864	06/24/2024	0
MGS	04/37	4.006	7	3.992	06/24/2024	1
MGS	06/38	4.007	1	4.010	06/24/2024	0
MGS	05/40	4.066	10	4.062	06/24/2024	0
MGS	10/42	4.116	16	4.114	06/24/2024	0
MGS	05/44	4.124	3	4.132	06/24/2024	-1
MGS	07/48	4.212	1	4.209	06/24/2024	0
MGS	03/53	4.213	20	4.214	06/24/2024	0
GII	10/24	3.228	243	3.236	06/24/2024	-1
GII	08/25	3.291	17	3.310	06/24/2024	-2
GII	10/25	3.298	324	3.296	06/24/2024	0
GII	03/26	3.381	6	3.429	06/24/2024	-5
GII	09/26	3.449	8	3.447	06/24/2024	0
GII	07/27	3.532	2	3.533	06/20/2024	0
GII	09/27	3.535	2	3.534	06/20/2024	0
GII	07/28	3.614	101	3.609	06/24/2024	0
GII	10/28	3.640	10	3.641	06/21/2024	0
GII	12/28	3.628	30	3.617	06/24/2024	1
GII	07/29	3.647	60	3.648	06/24/2024	0
GII	09/30	3.756	70	3.747	06/24/2024	1
GII	06/33	3.859	10	3.853	06/24/2024	1
GII	08/33	3.860	210	3.858	06/24/2024	0
GII	11/34	3.860	10	3.866	06/24/2024	-1
GII	07/36	3.952	1	3.964	06/24/2024	-1
GII	09/39	3.998	130	4.003	06/24/2024	0
GII	09/41	4.069	40	4.070	06/24/2024	0
GII	08/43	4.120	314	4.037	06/24/2024	8
GII	03/54	4.235	64	4.235	06/24/2024	0
			2740			

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*
Perbadanan Tabung Pendidikan Tinggi Nasional	02/28	GG	3.678	40	3.673	24/6/2024	0	9
Lembaga Pembiayaan Perumahan Sektor Awam	07/28	GG	3.677	40	3.701	21/6/2024	-2	9
Pengurusan Air SPV Berhad	02/29	GG	3.707	40	3.727	12/6/2024	-2	7
DanaInfra Nasional Berhad	11/29	GG	3.697	10	3.798	13/5/2024	-10	6
Prasarana Malaysia Berhad	12/30	GG	3.778	10	3.837	7/5/2024	-6	5
DanaInfra Nasional Berhad	05/32	GG	3.837	10	3.909	30/5/2024	-7	2
DanaInfra Nasional Berhad	10/32	GG	3.848	10	3.904	5/6/2024	-6	3
DanaInfra Nasional Berhad	02/33	GG	3.858	10	3.925	24/5/2024	-7	2
Lembaga Pembiayaan Perumahan Sektor Awam	04/33	GG	3.858	30	3.904	21/5/2024	-5	2
DanaInfra Nasional Berhad	11/33	GG	3.878	20	3.913	6/6/2024	-3	4
Pengurusan Air SPV Berhad	06/38	GG	4.025	20	4.029	24/6/2024	0	2
DanaInfra Nasional Berhad	11/48	GG	4.178	10	4.219	6/6/2024	-4	5
Lembaga Pembiayaan Perumahan Sektor Awam	09/51	GG	4.243	10	4.239	24/5/2024	0	11
Projek Lebuhraya Usahasama Berhad	01/25	AAA	3.641	10	3.655	20/6/2024	-1	33
TNB Western Energy Berhad	07/25	AAA	3.853	1	3.898	19/3/2024	-4	54
Toyota Capital Malaysia Sdn Berhad	02/26	AAA	3.772	10	3.762	21/6/2024	1	33
Infracap Resources Sdn Berhad	04/28	AAA	3.796	40	3.763	2/4/2024	3	21
Amanat Lebuhraya Rakyat Berhad	10/28	AAA	3.827	10	3.889	26/2/2024	-6	24
Tenaga Nasional Berhad	06/29	AAA	3.824	20	3.858	24/5/2024	-3	18
Sarawak Petchem Sdn Berhad	07/29	AAA	3.848	20	3.860	10/6/2024	-1	21
Sarawak Petchem Sdn Berhad	07/30	AAA	3.877	20	3.898	6/6/2024	-2	15
Petroleum Sarawak Exploration & Production Sdr	05/31	AAA	3.918	20	3.925	21/6/2024	-1	14
Sarawak Petchem Sdn Berhad	07/32	AAA	3.958	10	3.986	5/6/2024	-3	14
Danga Capital Berhad	01/33	AAA	3.968	10	4.030	30/5/2024	-6	13
Danga Capital Berhad	09/33	AAA	3.978	10	4.080	16/5/2024	-10	14
Projek Lebuhraya Usahasama Berhad	01/37	AAA	4.059	10	4.039	29/5/2024	2	5
Projek Lebuhraya Usahasama Berhad	01/37	AAA	4.059	10	4.061	18/6/2024	0	5
Projek Lebuhraya Usahasama Berhad	01/38	AAA	4.080	30	4.287	11/12/2023	-21	7
Tenaga Nasional Berhad	08/38	AAA	4.109	10	4.079	10/6/2024	3	10
Tenaga Nasional Berhad	06/47	AAA	4.279	50	4.254	5/6/2024	3	15
Genting RMTN Berhad	03/32	AA1	4.781	30	4.781	24/6/2024	0	96
GENM Capital Berhad	05/32	AA1	4.839	1	4.840	21/6/2024	0	102
Hong Leong Bank Berhad	06/34	AA1	3.989	1	3.996	24/6/2024	-1	13
YTL Power International Berhad	08/35	AA1	4.100	10	4.099	28/5/2024	0	24
YTL Corporation Berhad	09/35	AA1	4.197	75	4.199	21/6/2024	0	34
YTL Corporation Berhad	11/36	AA1	4.217	75	4.218	21/6/2024	0	36
Imtiaz Sukuk II Berhad	10/28	AA2	3.953	30	3.976	31/5/2024	-2	36
Pelabuhan Tanjung Pelepas Sdn Berhad	06/25	AA	3.781	10	3.795	17/4/2024	-1	47
Pelabuhan Tanjung Pelepas Sdn Berhad	04/26	AA	3.841	10	3.845	22/4/2024	0	40
Gamuda Land (T12) Sdn Berhad	10/28	AA3	3.976	25	3.977	25/4/2024	0	39
Perbadanan Kemajuan Negeri Selangor	03/34	AA3	4.298	10	n/a	n/a	430	44
Edra Energy Sdn Berhad	07/34	AA3	4.133	20	4.209	5/2/2024	-8	27
Edra Energy Sdn Berhad	01/35	AA3	4.142	40	4.148	14/6/2024	-1	28
Edra Energy Sdn Berhad	07/35	AA3	4.169	10	4.196	12/6/2024	-3	31
Edra Energy Sdn Berhad	01/36	AA3	4.199	10	4.224	12/6/2024	-3	34
Edra Energy Sdn Berhad	01/37	AA3	4.245	30	4.275	12/6/2024	-3	24
UEM Sunrise Berhad	09/30	AA-	3.998	15	4.007	11/6/2024	-1	27
Bank Islam Malaysia Berhad	10/30	A1	3.990	20	4.002	7/6/2024	-1	26
MBSB Bank Berhad (fka Asian Finance Bank Berhad)	12/29	A3	4.071	2	4.109	20/6/2024	-4	43
Bank Muamalat Malaysia Berhad	06/31	A3	4.130	2	4.148	20/6/2024	-2	35
Affin Bank Berhad	06/18	A3	5.001	1	4.279	20/6/2024	72	87
Yinson Holdings Berhad	11/22	A3	5.838	1	5.766	24/6/2024	7	171
				977				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Alam Flora Sdn Bhd	RM700m Islamic Commercial Papers and Islamic Medium-Term Notes (ICP/IMTN) Programmes	AA/Marc-1/Stable	Affirmed
TRIpIc Ventures Sdn Bhd	MTN Programme of up to RM240m in nominal value (2011/2026)	AAA(bg)/Stable	Affirmed
Pujian Bayu Sdn Bhd	RM200m MTN Programme	AA3/Stable	Affirmed

Source: RAM, MARC

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