

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were higher in trading on Monday, with gains seen across the curve, amidst the nomination of Scott Bessent for Treasury secretary, which was seen as a pick that would exert a moderating influence over President-elect Trump's more aggressive trade and economic policy proposals. Overall benchmark yields were lower by between 10 to 13bps for the day as the UST curve bull-flattened slightly. **The benchmark 2Y UST note yield closed the day 10bps lower at 4.27% while the benchmark 10Y UST bond yield declined by 13bps to 4.28%.** Quite a bit on the calendar today, with the FHFA House Price Index for September, new homes sales numbers for October and the Conference Board's consumer confidence index all scheduled for release, but the focus of the bond markets should lie squarely on the minutes of the Nov 07 FOMC, which is also due later tonight.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.27	-10
5-yr UST	4.18	-12
10-yr UST	4.28	-13
30-yr UST	4.47	-12

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.47	-1	3.37	-1
5-yr	3.61	-1	3.61	-2
7-yr	3.76	-2	3.77	-1
10-yr	3.80	-1	3.82	0
15-yr	3.93	-1	3.94	0
20-yr	4.06	-1	4.08	-1
30-yr	4.18	-1	4.19	0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.58	1
3-yr	3.48	-2
5-yr	3.52	-2
7-yr	3.61	-2
10-yr	3.70	-3

Source : Bloomberg

Upcoming Government Bond Tender

Nil

MGS/GII

- Local govies were firmer in trading in a lighter session to start the week, with secondary market volume receding by 24% to RM3.50bn from the RM4.61bn that traded on Friday. Overall benchmark yields ended the day lower by between 0 to 2bps across the curve (prior: -1 to +1bp). **The benchmark 5Y MGS 8/29 yield was 1bp lower for the day at 3.61% 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 off-the-run GII 10/25, while decent interest was also seen in the off-the-run GII 8/25 and MGS 3/25, as well as in the benchmark 7Y MGS, 10Y GII, 15Y MGS and 30Y GII. The share of GII trading for the day climbed to 51% of overall govies trading from the 32% seen the previous session. There are no domestic economic data releases scheduled for the day ahead.

Corp Bonds/Sukuk

- The corporate bond/sukuk markets was mixed in trading on Monday in a quieter trading session, with secondary market volume declining by 34% to RM469m versus the RM706m that changed hands on Friday. Trading for the day was led by the GG and AAA-rated segments of the market. In the GG universe, activity was led by LPPSA 8/29, which settled the day at 3.71%, 2bps higher versus its last trade. Decent interest was also seen in DANA 5/46, which closed at 4.16%, 10bps lower than where it last traded. In the AAA space, trading was led by PLUS 1/36 and PLUS 1/38, which settled the day at 4.03% (unchanged versus last print) and 4.08% (+7bps) respectively. In the AA-rated arena, trading was led by SCC 7/29, which closed at 3.98%, lower by 1bp in yield versus where it last printed.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.106	215	3.147	11/22/2024	-4
MGS	09/25	3.290	97	3.262	11/22/2024	3
MGS	04/26	3.352	2	3.367	11/22/2024	-2
MGS	07/26	3.377	7	3.385	11/21/2024	-1
MGS	11/26	3.381	3	3.368	11/22/2024	1
MGS	05/27	3.468	43	3.481	11/22/2024	-1
MGS	11/27	3.509	67	3.488	11/22/2024	2
MGS	06/28	3.530	14	3.554	11/22/2024	-2
MGS	04/29	3.592	2	3.596	11/22/2024	0
MGS	08/29	3.605	96	3.615	11/22/2024	-1
MGS	04/30	3.631	30	3.651	11/22/2024	-2
MGS	04/31	3.755	322	3.779	11/22/2024	-2
MGS	07/32	3.818	34	3.810	11/22/2024	1
MGS	04/33	3.844	10	3.823	11/22/2024	2
MGS	11/33	3.824	45	3.826	11/22/2024	0
MGS	07/34	3.798	88	3.812	11/22/2024	-1
MGS	05/35	3.857	69	3.863	11/22/2024	-1
MGS	04/37	3.939	24	3.953	11/22/2024	-1
MGS	06/38	3.977	35	3.954	11/22/2024	2
MGS	04/39	3.925	125	3.933	11/22/2024	-1
MGS	05/40	3.995	85	3.996	11/22/2024	0
MGS	10/42	3.971	106	4.066	11/22/2024	-9
MGS	05/44	4.060	95	4.072	11/22/2024	-1
MGS	03/46	3.995	1	4.175	11/21/2024	-18
MGS	06/50	4.141	55	4.116	11/22/2024	3
MGS	03/53	4.175	38	4.181	11/22/2024	-1
GII	08/25	3.214	322	3.285	11/20/2024	-7
GII	10/25	3.245	480	3.241	11/22/2024	0
GII	09/26	3.367	71	3.380	11/22/2024	-1
GII	09/27	3.464	15	3.466	11/22/2024	0
GII	07/28	3.554	10	3.556	11/22/2024	0
GII	07/29	3.612	25	3.629	11/22/2024	-2
GII	09/30	3.707	32	3.707	11/22/2024	0
GII	10/31	3.770	50	3.778	11/22/2024	-1
GII	06/33	3.832	35	3.812	11/21/2024	2
GII	08/33	3.823	55	3.816	11/22/2024	1
GII	11/34	3.821	255	3.821	11/22/2024	0
GII	10/35	3.845	25	3.854	11/22/2024	-1
GII	07/36	3.949	1	3.922	11/22/2024	3
GII	09/39	3.942	12	3.946	11/22/2024	0
GII	08/43	4.081	102	4.087	11/22/2024	-1
GII	11/49	4.128	80	4.040	11/22/2024	9
GII	05/52	4.197	70	4.198	11/22/2024	0
GII	03/54	4.190	150	4.186	11/22/2024	0
			3497			

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*
Turus Pesawat Sdn Berhad	11/27	GG	3.648	10	3.605	23/10/2024	4	18
Lembaga Pembiayaan Perumahan Sektor Awam	08/29	GG	3.713	50	3.688	23/10/2024	2	11
DanaInfra Nasional Berhad	09/29	GG	3.713	5	3.590	5/9/2024	12	11
Prasarana Malaysia Berhad	09/29	GG	3.724	20	3.669	22/10/2024	6	12
Pengurusan Air SPV Berhad	11/30	GG	3.800	20	3.799	5/2/2024	0	11
Perbadanan Tabung Pendidikan Tinggi Nasional	03/39	GG	4.038	10	4.064	20/11/2024	-3	10
DanaInfra Nasional Berhad	10/39	GG	4.038	10	3.978	22/8/2024	6	10
DanaInfra Nasional Berhad	05/46	GG	4.160	40	4.264	25/4/2024	-10	10
Mercedes-Benz Services Malaysia Sdn Berhad	08/26	AAA	3.775	20	3.737	25/10/2024	4	39
Cagamas Berhad	12/27	AAA	3.801	10	3.831	13/11/2024	-3	33
TNB Northern Energy Berhad	11/28	AAA	3.947	20	4.228	13/3/2023	-28	40
Amanat Lebuhraya Rakyat Berhad	10/29	AAA	3.958	10	3.959	20/11/2024	0	35
Bank Pembangunan Malaysia Berhad	06/31	AAA	4.024	15	3.968	29/10/2024	6	26
Petroleum Sarawak Exploration & Production Sdr	02/33	AAA	4.039	12	4.048	13/11/2024	-1	25
Sarawak Petchem Sdn Berhad	07/35	AAA	4.059	10	4.079	11/11/2024	-2	25
Projek Lebuhraya Usahasama Berhad	01/36	AAA	4.030	30	4.028	22/11/2024	0	22
Projek Lebuhraya Usahasama Berhad	01/38	AAA	4.080	30	4.006	18/10/2024	7	14
Pengurusan Air Selangor Sdn Berhad	08/44	AAA	4.156	10	4.125	17/10/2024	3	9
Sabah Credit Corporation	04/25	AA1	3.691	6	3.683	12/11/2024	1	41
Sabah Credit Corporation	07/29	AA1	3.978	30	3.987	6/6/2024	-1	37
YTL Power International Berhad	10/31	AA1	3.979	15	4.019	19/11/2024	-4	21
Kuala Lumpur Kepong Berhad	03/32	AA1	4.008	13	3.840	5/8/2024	17	24
YTL Power International Berhad	08/38	AA1	4.188	10	4.268	7/11/2024	-8	25
YTL Power International Berhad	10/39	AA1	4.228	10	4.249	22/11/2024	-2	29
SP Setia Berhad	04/29	AA	3.998	10	4.004	22/11/2024	-1	45
AEON Credit Service (M) Berhad	04/29	AA3	4.006	10	4.019	22/11/2024	-1	46
IJM Treasury Management Sdn Berhad	03/39	AA3	4.239	10	4.239	12/11/2024	0	30
MMC Corporation Berhad	11/27	AA-	3.968	12	3.958	3/7/2024	1	50
Penang Port Sdn Berhad	12/31	AA-	4.130	10	4.149	19/11/2024	-2	36
Hong Leong Bank Berhad	11/17	A1	4.698	1	3.810	10/10/2024	89	64
Tropicana Corporation Berhad	11/28	A	6.177	1	6.660	22/11/2024	-48	263
				469				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Malayan Banking Berhad and its banking subsidiaries	Financial Institution Ratings	AAA/Stable/P1	Affirmed
United Overseas Bank (Malaysia) Berhad	Financial Institution Ratings	AAA/Stable/P1	Affirmed

Source: RAM, MARC

Hong Leong Bank Berhad

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