

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.24	0
5-yr UST	4.38	2
10-yr UST	4.57	4
30-yr UST	4.78	3

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.47	-2	3.33	-3
5-yr	3.62	-3	3.62	-2
7-yr	3.76	-1	3.74	-1
10-yr	3.82	1	3.83	1
15-yr	3.97	-2	3.98	0
20-yr	4.04	-2	4.08	0
30-yr	4.18	5	4.19	-1

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.57	0
3-yr	3.50	0
5-yr	3.55	-1
7-yr	3.61	-2
10-yr	3.70	-1

Source : Bloomberg

Upcoming Government Bond Tender

Nil

US Treasuries

- US Treasuries were weaker in trading on Tuesday to end the year, amidst a light trading session. There were no surprises in economic data for the day, with the FHFA reporting house prices for Oct at 0.4% m/m in line with expectations. Benchmark yields were higher for the day with longer dated bonds bearing the brunt of the fall, leading to a steeper UST curve. **The benchmark 2Y UST yield was little changed for the day at 4.24% while the benchmark 10Y UST yield advanced by 4bps to close the year at 4.57%.** Tonight sees the release of US construction spending for November, as well as the usual weekly jobless claims numbers.

MGS/GII

- Local govies were mostly firmer in trading on Tuesday to end the year in a busier session, with secondary market volume surging by 173% to RM3.76bn from the RM1.38bn that traded on Monday. Overall benchmark yields ended the day mixed by between -3 to +5bps. **The benchmark 5Y MGS 8/29 yield was 3bps lower for the day at 3.62% while the yield on the benchmark 10Y MGS 7/34 advanced by 1bp to 3.82% to close the year.** Trading activity for the day was led by the benchmark 7Y MGS, while decent interest was also seen in the benchmark 3Y MGS, 5Y MGS and 15Y MGS, as well as in the off-the-run MGS 9/25, MGS 4/29 and MGS 11/33. The share of GII trading for the day declined to 22% of overall govies trading from the 33% seen the day before. The day ahead sees the release of the S&P Global Malaysia PMI Manufacturing for December, which will shed more light on how the economy closed out the year.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was mixed in trading on Tuesday in a lighter trading session, with secondary market volume for the day plunging by 52% to RM224m versus the RM462m that changed hands on Monday. There were no GG trades for the day, and trading was led by the AAA-rated segment, where TNB 6/42 saw good interest, closing the day at 4.10%, 1bp lower compared to where it last traded. Decent interest was also seen in PLUS 1/30 and AIRSEL 10/30, which settled for the day at 3.95% (+9bps versus last print) and 3.96% (unchanged) respectively. In the AA-rated segment of the market, interest was led by MMC 4/29, which closed at 4.02%, 1bp lower from where the bond last traded.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.117	136	3.178	12/30/2024	-6
MGS	09/25	3.298	220	3.291	12/30/2024	1
MGS	07/26	3.356	3	3.372	12/30/2024	-2
MGS	11/26	3.407	6	3.408	12/30/2024	0
MGS	03/27	3.459	23	3.460	12/27/2024	0
MGS	05/27	3.469	300	3.485	12/30/2024	-2
MGS	11/27	3.502	36	3.501	12/30/2024	0
MGS	04/28	3.550	8	3.583	12/30/2024	-3
MGS	06/28	3.571	45	3.562	12/30/2024	1
MGS	04/29	3.596	291	3.624	12/30/2024	-3
MGS	08/29	3.615	537	3.642	12/30/2024	-3
MGS	04/30	3.649	27	3.699	12/30/2024	-5
MGS	04/31	3.765	639	3.773	12/30/2024	-1
MGS	07/32	3.792	13	3.799	12/30/2024	-1
MGS	04/33	3.826	20	3.836	12/30/2024	-1
MGS	11/33	3.842	189	3.840	12/30/2024	0
MGS	07/34	3.817	81	3.809	12/30/2024	1
MGS	05/35	3.839	12	3.855	12/30/2024	-2
MGS	04/37	3.948	8	3.950	12/30/2024	0
MGS	06/38	3.959	6	3.998	12/30/2024	-4
MGS	04/39	3.966	199	3.990	12/26/2024	-2
MGS	05/40	4.013	32	4.008	12/30/2024	0
MGS	10/42	4.077	15	4.062	12/30/2024	1
MGS	09/43	4.112	0	4.092	12/24/2024	2
MGS	05/44	4.038	37	4.063	12/30/2024	-2
MGS	03/46	4.148	0	4.116	12/30/2024	3
MGS	07/48	4.141	7	4.144	12/30/2024	0
MGS	06/50	4.148	26	4.137	12/30/2024	1
MGS	03/53	4.178	7	4.132	12/30/2024	5
GII	10/25	3.252	69	3.262	12/26/2024	-1
GII	03/26	3.348	8	3.345	12/30/2024	0
GII	09/26	3.334	30	3.364	12/30/2024	-3
GII	07/27	3.443	1	3.445	12/24/2024	0
GII	09/27	3.464	2	3.479	12/30/2024	-2
GII	07/28	3.568	1	3.553	12/27/2024	2
GII	10/28	3.592	3	3.607	12/30/2024	-2
GII	07/29	3.617	30	3.634	12/30/2024	-2
GII	09/30	3.708	11	3.728	12/30/2024	-2
GII	10/30	3.719	75	3.732	12/30/2024	-1
GII	10/31	3.736	142	3.744	12/30/2024	-1
GII	10/32	3.807	20	3.803	12/27/2024	0
GII	08/33	3.825	20	3.836	12/30/2024	-1
GII	11/34	3.834	97	3.825	12/30/2024	1
GII	07/36	3.930	59	3.952	12/20/2024	-2
GII	09/39	3.978	53	3.981	12/24/2024	0
GII	08/43	4.082	109	4.084	12/30/2024	0
GII	05/47	4.136	1	4.114	12/20/2024	2
GII	05/52	4.192	20	4.191	12/30/2024	0
GII	03/54	4.186	90	4.194	12/30/2024	-1
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## 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*
Amanat Lebuhraya Rakyat Berhad	10/25	AAA	3.749	5	3.574	19/11/2024	18	47
Amanat Lebuhraya Rakyat Berhad	10/26	AAA	3.822	5	3.641	2/10/2024	18	44
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.953	20	3.866	21/11/2024	9	33
Pengurusan Air Selangor Sdn Berhad	10/30	AAA	3.955	20	3.956	21/6/2024	0	26
Tenaga Nasional Berhad	08/33	AAA	3.991	5	3.919	9/10/2024	7	19
Pengurusan Air Selangor Sdn Berhad	10/33	AAA	4.011	10	3.998	28/6/2024	1	21
Danum Capital Berhad	02/35	AAA	4.002	10	4.029	20/12/2024	-3	19
Suria KLCC Sdn Berhad	06/35	AAA	3.969	5	n/a	n/a	397	16
CIMB Islamic Bank Berhad	07/35	AAA	4.017	10	4.030	9/12/2024	-1	21
Tenaga Nasional Berhad	11/41	AAA	4.090	10	4.099	30/12/2024	-1	12
Tenaga Nasional Berhad	06/42	AAA	4.099	20	4.109	6/12/2024	-1	4
TNB Power Generation Sdn Berhad	03/43	AAA	4.079	10	4.099	20/12/2024	-2	1
Tenaga Nasional Berhad	06/47	AAA	4.199	10	4.210	30/10/2024	-1	14
UEM Olive Capital Berhad	10/34	AA1	3.997	10	4.028	23/12/2024	-3	19
Johor Plantations Group Berhad	09/39	AA1	4.108	10	4.149	20/12/2024	-4	14
SP Setia Berhad	06/26	AA	3.840	5	3.797	21/11/2024	4	56
BGSM Management Sdn Berhad	06/31	AA3	3.998	10	3.919	25/9/2024	8	30
MMC Port Holdings Sdn Berhad	04/29	AA-	4.020	20	4.028	28/11/2024	-1	46
SUNREIT Perpetual Bond Berhad	04/19	A1	4.627	5	4.345	27/12/2024	28	56
Tropicana Corporation Berhad	11/28	A	6.173	1	6.167	26/12/2024	1	262
Affin Islamic Bank Berhad	10/18	A3	4.645	1	4.750	13/12/2024	-11	58
Senai Desaru Expressway Berhad	12/38	B+	0.000	23	6.721	9/11/2018	-672	-397
				224				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Edra Power Holdings Sdn Bhd	Corporate credit ratings	AAA/Stable/P1	Upgraded
Edra Energy Sdn Bhd	Sukuk Wakalah of up to RM5.085bn in nominal value (2018/2038)	AA3/Stable	Affirmed
Press Metal Aluminium Holdings Berhad	RM5bn Islamic MTN (IMTN) Programme (2019/2049)	AA1/Stable	Upgraded

Source: RAM, MARC

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