

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were firmer in trading on Monday, amidst the ISM Manufacturing index declining by more than expected in February, led by declines in the employment and new order sub-indices into contractionary territory. Continued worries over tariffs set to kick in on Tuesday and plunging equity markets added to the bid tone as benchmark UST yields closed lower for the day. **The benchmark 2Y UST yield was 4bps lower for the day at 3.95% while the benchmark 10Y UST yield declined by 5bps to 4.16%.** There is little in the way of economic data for the day ahead, and the focus of the markets will lie on the tariffs that are due to come into effect.

MGS/GII

- Local govies were mixed in trading on Monday amidst an improvement seen in the S&P Global Malaysia Manufacturing PMI in February versus the month before. Secondary market volume for the day inched lower by 3% to RM6.94bn from the RM7.19bn that changed hands on Friday. Overall benchmark yields ended the day mixed between -1 to +1bp (prior: -2 to +1bp), except for the 30Y GII which was skewed by some odd-lot off market trades. **The benchmark 5Y MGS 8/29 yield was little changed for the day at 3.59% while the yield on the benchmark 10Y MGS 7/34 advanced by 1bp to 3.79%.** Trading activity for the day was again led by the off-the-run MGS 9/25, while decent interest was also seen in the benchmark 5Y MGS and 7Y GII, as well as in the off-the-run MGS 3/25, GII 8/25 and MGS 11/26. The share of GII trading for the day declined to 33% of overall govies trading versus the 44% seen the previous session. There are no economic data releases domestically for the day ahead.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.95	-4
5-yr UST	3.96	-6
10-yr UST	4.16	-5
30-yr UST	4.45	-4

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.43	<div><div></div>0</div>	3.55	<div><div></div>0</div>	
5-yr	3.59	<div><div></div>0</div>	3.62	<div><div></div>-1</div>	
7-yr	3.75	<div><div></div>0</div>	3.76	<div><div></div>0</div>	
10-yr	3.79	<div><div></div>1</div>	3.81	<div><div></div>0</div>	
15-yr	3.96	<div><div></div>0</div>	3.93	<div><div></div>0</div>	
20-yr	4.05	<div><div></div>0</div>	4.07	<div><div></div>0</div>	
30-yr	4.18	<div><div></div>0</div>	4.12	<div><div></div>-5</div>	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.61	0
3-yr	3.52	0
5-yr	3.56	0
7-yr	3.61	-2
10-yr	3.71	-1

Source : Bloomberg

Non-Resident (NR) Bond Holdings Change

	Govt NR Holdings	Corp NR Holdings
Daily Change	1,351	-3
MTD Change	-1,742	753

Figures in RM 'mil (as of 28 Feb 2025)

Upcoming Government Bond Tender

Nil

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Monday, with secondary market volume for the day rising by 44% to RM1,197m versus the RM829m that traded on Friday. Trading for the day was led by the AA-rated segment of the market. In the GG universe, interest was led by DANA 11/51, which closed the day at 4.17%, 1bp lower versus where it last traded. In the AAA-space, trading was led by PSEP 3/28, which settled at 3.68%, little changed compared to its previously traded level. In the AA-rated arena, trading was led by a few of the new issuances by UEM Sunrise, with the 3/31, 3/32 and 3/35 settling the day at 3.98%, 4.05% and 4.07% respectively in secondary market debuts.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.144	802	2.878	02/28/2025	27
MGS	09/25	3.250	1254	3.244	02/28/2025	1
MGS	04/26	3.309	19	3.264	02/28/2025	5
MGS	07/26	3.359	3	3.353	02/28/2025	1
MGS	11/26	3.360	549	3.341	02/28/2025	2
MGS	03/27	3.422	30	3.423	02/28/2025	0
MGS	05/27	3.430	140	3.426	02/28/2025	0
MGS	11/27	3.470	101	3.474	02/28/2025	0
MGS	04/28	3.508	1	3.495	02/28/2025	1
MGS	06/28	3.543	102	3.537	02/28/2025	1
MGS	04/29	3.564	3	3.568	02/28/2025	0
MGS	08/29	3.588	344	3.583	02/28/2025	0
MGS	04/30	3.622	103	3.654	02/28/2025	-3
MGS	04/31	3.748	94	3.749	02/28/2025	0
MGS	06/31	3.750	17	3.758	02/28/2025	-1
MGS	04/32	3.750	3	3.782	02/19/2025	-3
MGS	07/32	3.751	91	3.746	02/28/2025	0
MGS	11/33	3.806	34	3.803	02/28/2025	0
MGS	07/34	3.792	76	3.785	02/28/2025	1
MGS	04/37	3.914	3	3.919	02/28/2025	0
MGS	06/38	4.127	34	3.944	02/28/2025	18
MGS	04/39	3.958	247	3.959	02/28/2025	0
MGS	05/40	3.979	24	3.990	02/28/2025	-1
MGS	10/42	4.037	3	4.015	02/28/2025	2
MGS	09/43	4.066	3	4.055	02/28/2025	1
MGS	05/44	4.053	233	4.057	02/28/2025	0
MGS	07/48	4.113	29	4.113	02/28/2025	0
MGS	06/50	4.141	29	4.143	02/28/2025	0
MGS	03/53	4.177	256	4.174	02/28/2025	0
GII	08/25	3.254	274	3.226	02/28/2025	3
GII	10/25	3.279	21	3.274	02/28/2025	0
GII	03/26	3.336	50	3.363	02/28/2025	-3
GII	09/26	3.370	180	3.351	02/28/2025	2
GII	07/27	3.458	11	3.456	02/28/2025	0
GII	09/27	3.487	143	3.495	02/28/2025	-1
GII	07/28	3.554	182	3.554	02/28/2025	0
GII	07/29	3.620	60	3.633	02/28/2025	-1
GII	08/30	3.631	110	3.629	02/28/2025	0
GII	09/30	3.672	111	3.664	02/28/2025	1
GII	10/30	3.687	5	3.687	02/28/2025	0
GII	10/31	3.755	370	3.758	02/28/2025	0
GII	10/32	3.776	23	3.773	02/28/2025	0
GII	08/33	3.793	30	3.796	02/28/2025	0
GII	11/34	3.805	206	3.809	02/28/2025	0
GII	07/36	3.900	11	3.900	02/28/2025	0
GII	08/37	3.915	23	3.920	02/25/2025	0
GII	03/38	3.942	16	3.930	02/28/2025	1
GII	09/39	3.959	112	3.957	02/28/2025	0
GII	07/40	3.934	10	3.937	02/28/2025	0
GII	09/41	4.172	35	4.003	02/28/2025	17
GII	08/43	4.065	87	4.066	02/28/2025	0
GII	05/47	4.115	3	4.006	02/21/2025	11
GII	11/49	4.131	146	4.122	02/28/2025	1
GII	05/52	4.187	91	4.187	02/28/2025	0
GII	03/54	4.120	6	4.167	02/28/2025	-5
			6940			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing	Vol	Previous	Previous	Chg	Spread
			YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)	Against MGS*
DanaInfra Nasional Berhad	10/28	GG	3.605	25	3.596	18/2/2025	1	6
DanaInfra Nasional Berhad	09/29	GG	3.623	5	3.671	10/2/2025	-5	3
Perbadanan Tabung Pendidikan Tinggi Nasio	03/39	GG	3.965	30	3.969	26/2/2025	0	1
DanaInfra Nasional Berhad	10/46	GG	4.110	10	4.115	21/2/2025	0	5
DanaInfra Nasional Berhad	11/51	GG	4.169	40	4.176	24/2/2025	-1	11
Public Bank Berhad	04/25	AAA	3.335	20	3.591	27/12/2024	-26	6
Projek Lebuhraya Usahasama Berhad	01/26	AAA	3.624	7	3.717	19/11/2024	-9	35
Danga Capital Berhad	02/26	AAA	3.596	10	3.591	19/2/2025	0	32
Bank Pembangunan Malaysia Berhad	06/26	AAA	3.711	10	3.786	14/1/2025	-8	44
Projek Lebuhraya Usahasama Berhad	01/27	AAA	3.737	2	3.694	27/2/2025	4	36
Public Islamic Bank Berhad	12/27	AAA	3.752	10	3.955	28/2/2025	-20	31
Danga Capital Berhad	01/28	AAA	3.717	10	3.742	26/2/2025	-2	27
Petroleum Sarawak Exploration & Production	03/28	AAA	3.677	170	3.680	28/2/2025	0	23
Cagamas Berhad	10/28	AAA	3.800	55	3.880	13/12/2024	-8	26
Bank Pembangunan Malaysia Berhad	12/28	AAA	3.874	10	3.911	3/2/2025	-4	33
Projek Lebuhraya Usahasama Berhad	01/29	AAA	3.757	10	3.803	27/2/2025	-5	22
Petroleum Sarawak Exploration & Production	05/29	AAA	3.746	50	3.879	17/1/2025	-13	21
Sarawak Energy Berhad	07/29	AAA	3.747	30	3.794	21/10/2024	-5	21
Toyota Capital Malaysia Sdn Berhad	08/30	AAA	3.887	9	3.888	25/2/2025	0	29
Projek Lebuhraya Usahasama Berhad	01/32	AAA	3.859	5	n/a	n/a	386	11
Cagamas Berhad	10/33	AAA	3.880	10	3.889	4/9/2024	-1	10
Projek Lebuhraya Usahasama Berhad	01/35	AAA	3.885	15	3.899	20/2/2025	-1	9
CIMB Islamic Bank Berhad	07/35	AAA	3.949	10	3.969	23/1/2025	-2	16
Projek Lebuhraya Usahasama Berhad	01/36	AAA	3.929	40	3.933	27/2/2025	0	14
Projek Lebuhraya Usahasama Berhad	01/36	AAA	3.932	40	3.945	26/2/2025	-1	14
Tenaga Nasional Berhad	08/40	AAA	4.060	2	4.056	20/2/2025	0	10
Pengurusan Air Selangor Sdn Berhad	10/41	AAA	4.099	2	4.284	21/2/2025	-19	14
RHB Bank Berhad	05/26	AA1	3.622	80	3.631	25/2/2025	-1	35
UEM Olive Capital Berhad	12/28	AA1	3.883	20	3.928	10/2/2025	-4	34
Malayan Banking Berhad	10/30	AA1	3.631	5	3.699	13/1/2025	-7	-6
Malayan Banking Berhad	01/31	AA1	3.695	2	3.681	19/2/2025	1	0
YTL Power International Berhad	10/39	AA1	4.057	30	4.075	28/2/2025	-2	10
Bumitama Agri Ltd	07/26	AA2	3.797	20	3.797	25/2/2025	0	52
PONSB Capital Berhad	05/29	AA2	3.867	20	3.956	13/1/2025	-9	33
CIMB Group Holdings Berhad	09/32	AA2	3.856	10	4.084	18/12/2024	-23	8
OSK Rated Bond Sdn Berhad	03/29	AA	3.900	10	3.947	18/10/2024	-5	36
OSK Rated Bond Sdn Berhad	03/32	AA	4.050	5	n/a	n/a	405	30
OSK Rated Bond Sdn Berhad	03/35	AA	4.120	15	n/a	n/a	412	33
AEON Credit Service (M) Berhad	02/27	AA3	3.788	10	3.794	27/2/2025	-1	41
Bank Islam Malaysia Berhad	07/29	AA3	3.880	20	3.918	3/2/2025	-4	34
Grand Sepadu (NK) Sdn Berhad	06/27	AA-	3.938	8	4.130	8/1/2020	-19	56
LBS Bina Group Berhad	01/29	AA-	4.751	1	4.528	20/2/2025	22	121
UEM Sunrise Berhad	03/31	AA-	3.980	100	n/a	n/a	398	29
LBS Bina Group Berhad	01/32	AA-	4.809	1	4.554	19/2/2025	26	106
UEM Sunrise Berhad	03/32	AA-	4.050	100	n/a	n/a	405	30
UEM Sunrise Berhad	03/35	AA-	4.070	100	n/a	n/a	407	28
CIMB Group Holdings Berhad	05/16	A1	4.438	1	4.164	23/12/2024	27	38
MCIS Insurance Berhad	12/31	A2	4.717	1	4.612	3/2/2025	11	97
Tan Chong Motor Holdings Berhad	06/26	A	5.590	1	5.590	28/2/2025	0	232
MBSB Bank Berhad (fka Asian Finance Bank E	12/31	A-	4.340	2	4.008	19/2/2025	33	59
1197								

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Kuwait Finance House (Malaysia) Berhad	Financial Institution Ratings	AA+/MARC-1	Extended MARCWatch Developing

Source: RAM, MARC

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