

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.21	-4
5-yr UST	4.32	-4
10-yr UST	4.51	-4
30-yr UST	4.75	-4

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.47	-1	3.56	-1
5-yr	3.62	0	3.63	0
7-yr	3.79	0	3.76	-2
10-yr	3.82	1	3.83	0
15-yr	3.97	0	3.95	0
20-yr	3.97	-9	4.08	0
30-yr	4.18	0	4.19	1

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.56	0
3-yr	3.49	0
5-yr	3.54	0
7-yr	3.62	2
10-yr	3.71	0

Source : Bloomberg

Upcoming Government Bond Tender

Reopening auction of RM2.5bn of the benchmark 30Y MGS 3/53 on Wednesday, 05 Feb (with an additional RM2.0bn to be privately placed)

US Treasuries

- US Treasuries were firmer in trading on Tuesday, amidst JOTLS job openings data falling short of expectations, suggesting that the US labour market is cooling. Benchmark yields were lower across the curve in a rather parallel fashion as equities had a good day. **The benchmark 2Y UST yield fell by 4bps for the day to 4.21% while the benchmark 10Y UST yield also declined by 4bp to 4.51%.** Tonight sees the release of the ISM Services index for January, which will provide further clues as to how the US economy began the year, while the ADP Employment number is also scheduled for release, as well as the December trade balance.

MGS/GII

- Local govies were mostly higher in trading on Tuesday, amidst the announcement of retaliatory tariffs by China on the US in response for the 10% additional tariffs imposed on Chinese goods by the US administration. Secondary market volume for the day plunged by 47% to RM3.01bn from the RM5.68bn that traded on Monday. Overall benchmark yields ended the day mixed between -2 and +1bp (prior: 1 to 3bps higher). **The benchmark 5Y MGS 8/29 yield was little changed for the day at 3.62% while the yield on the benchmark 10Y MGS 7/34 climbed by 1bp to 3.82%.** Trading activity for the day was led by the benchmark 3Y MGS, while decent interest was also seen in the benchmark 3Y GII, 10Y MGS and 30Y GII, as well as in the off-the-run MGS 3/25 and MGS 4/37. The share of GII trading for the day climbed to 41% of overall govies trading from the 34% seen the previous session. The reopening auction of RM2.5bn of the benchmark 30Y MGS 3/53 is scheduled to take place later today.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Tuesday in a quieter session, with secondary market volume for the day plunging by 53% to RM365m versus the RM781m that changed hands on Tuesday. Trading for the day was again dominated by the GG segment of the market, where interest was led by PRASA 2/31, which closed at 3.77%, 2bps higher versus its last trade. Good interest was also seen in PRASA 3/31, which settled at 3.77%, little changed versus where it last traded. In the AAA-space, trading was led by DIGI 9/26 and PLUS 1/35, which closed at 3.69% (-4bps from last print) and 3.95% (+1bp) respectively. In the AA-rated universe, trading was led by RHB 1/33, which settled the day at 4.01%, 2bps lower compared to where the bond last traded.

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	03/25	3.237	184	3.164	02/03/2025	7
MGS	09/25	3.197	55	3.244	02/03/2025	-5
MGS	07/26	3.346	9	3.352	02/03/2025	-1
MGS	11/26	3.356	2	3.346	02/03/2025	1
MGS	05/27	3.470	327	3.482	02/03/2025	-1
MGS	11/27	3.497	13	3.497	02/03/2025	0
MGS	04/28	3.545	50	3.551	02/03/2025	-1
MGS	06/28	3.569	7	3.573	02/03/2025	0
MGS	08/29	3.624	29	3.624	02/03/2025	0
MGS	04/30	3.665	82	3.674	02/03/2025	-1
MGS	04/31	3.770	133	3.761	02/03/2025	1
MGS	04/33	3.826	3	3.822	02/03/2025	0
MGS	11/33	3.827	7	3.827	02/03/2025	0
MGS	07/34	3.821	309	3.812	02/03/2025	1
MGS	05/35	3.851	51	3.851	02/03/2025	0
MGS	04/37	3.938	212	3.936	02/03/2025	0
MGS	06/38	3.954	4	3.967	02/03/2025	-1
MGS	04/39	3.966	13	3.970	02/03/2025	0
MGS	05/40	3.982	23	3.990	02/03/2025	-1
MGS	10/42	4.020	22	4.031	02/03/2025	-1
MGS	05/44	3.968	47	4.056	02/03/2025	-9
MGS	07/48	4.117	60	4.127	02/03/2025	-1
MGS	06/50	4.149	88	4.058	02/03/2025	9
MGS	03/53	4.176	42	4.180	02/03/2025	0
GII	08/25	3.245	110	3.278	02/03/2025	-3
GII	09/26	3.334	4	3.330	02/03/2025	0
GII	07/27	3.444	10	3.424	02/03/2025	2
GII	09/27	3.479	66	3.485	02/03/2025	-1
GII	07/28	3.559	186	3.568	02/03/2025	-1
GII	10/28	3.573	2	3.566	01/31/2025	1
GII	09/30	3.710	10	3.712	02/03/2025	0
GII	10/30	3.722	1	3.725	02/03/2025	0
GII	10/31	3.760	16	3.776	02/03/2025	-2
GII	10/32	3.809	43	3.813	02/03/2025	0
GII	08/33	3.821	110	3.825	02/03/2025	0
GII	11/34	3.834	152	3.831	02/03/2025	0
GII	07/36	3.912	30	3.907	02/03/2025	0
GII	09/41	4.014	1	4.010	02/03/2025	0
GII	08/43	4.078	23	4.074	02/03/2025	0
GII	11/49	4.132	130	4.046	01/24/2025	9
GII	05/52	4.196	160	4.193	02/03/2025	0
GII	03/54	4.190	192	4.185	02/03/2025	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*
DanaInfra Nasional Berhad	08/29	GG	3.668	10	3.696	21/11/2024	-3	4
Prasarana Malaysia Berhad	02/31	GG	3.773	100	3.749	13/8/2024	2	7
Prasarana Malaysia Berhad	03/31	GG	3.774	40	3.777	8/8/2024	0	7
DanaInfra Nasional Berhad	10/36	GG	3.902	5	3.902	3/2/2025	0	9
Prasarana Malaysia Berhad	01/37	GG	3.922	10	3.939	17/1/2025	-2	11
Prasarana Malaysia Berhad	03/37	GG	3.923	20	3.931	23/1/2025	-1	11
DanaInfra Nasional Berhad	03/52	GG	4.186	10	4.249	22/11/2024	-6	13
DanaInfra Nasional Berhad	07/54	GG	4.215	10	4.239	10/1/2025	-2	16
DiGi Telecommunications Sdn Berhad	09/26	AAA	3.685	35	3.721	10/1/2025	-4	31
Cagamas Berhad	12/28	AAA	3.797	10	3.807	11/10/2024	-1	23
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.867	10	3.886	27/1/2025	-2	24
Projek Lebuhraya Usahasama Berhad	01/35	AAA	3.949	30	3.939	27/1/2025	1	13
Sabah Credit Corporation	06/26	AA1	3.757	10	4.354	27/5/2022	-60	49
YTL Power International Berhad	06/28	AA1	3.926	10	3.825	10/12/2024	10	44
RHB Bank Berhad	01/33	AA2	4.012	30	4.036	22/1/2025	-2	21
Malayan Banking Berhad	02/17	AA3	3.993	4	3.990	3/2/2025	0	-6
Farm Fresh Berhad (fka The Holstein Milk Co)	06/28	AA-	3.959	5	4.047	19/12/2024	-9	47
UEM Sunrise Berhad	02/29	AA-	3.953	15	3.987	5/12/2024	-3	39
LBS Bina Group Berhad	01/32	AA-	4.640	1	4.806	28/1/2025	-17	86
Alliance Bank Malaysia Berhad	11/17	BBB1	4.199	1	4.201	22/1/2025	0	14
				365				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

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