

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were softer in trading on Tuesday, amidst hopes that there would be some relief announced as soon as Wednesday from the newly effective US tariffs that just kicked in on Canada and Mexico. Reports of a significant increase in German defense spending added to the offered tone for the day. Benchmark UST yields closed higher in a steepening move. **The benchmark 2Y UST yield was 4bps higher for the day at 3.99% while the benchmark 10Y UST yield advanced by 9bps to 4.25%.** Tonight sees the release of the ISM Services index for February as well as the latest monthly ADP Employment change figures.

MGS/GII

- Local govies were firmer in trading on Tuesday, taking cue from the overnight move higher in USTs. Secondary market volume for the day climbed by 11% to RM7.67bn from the RM6.94bn that traded on Monday. Overall benchmark yields ended the day lower by between 0 and 2bps (prior: -1 to +1bp), except for the 30Y GII which was correcting from off market trades the previous day. **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 declined by 2bps to 3.77%.** Trading activity for the day was led by the benchmark 5Y MGS, while decent interest was also seen in the benchmark 3Y GII, 5Y GII, 7Y GII and 15Y MGS, as well as in the off-the-run MGS 9/25. The share of GII trading for the day rose to 48% of overall govies trading versus the 33% seen the day before. There are no economic data releases domestically for the day ahead, with BNM set to deliver its rate decision on Thursday.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.99	4
5-yr UST	4.05	8
10-yr UST	4.25	9
30-yr UST	4.54	9

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.42	<div></div>	-1	3.55	<div></div> -1
5-yr	3.59	<div></div>	0	3.62	<div></div> 0
7-yr	3.74	<div></div>	-1	3.74	<div></div> -1
10-yr	3.77	<div></div>	-2	3.80	<div></div> -1
15-yr	3.95	<div></div>	0	3.94	<div></div> 0
20-yr	4.05	<div></div>	0	4.06	<div></div> 0
30-yr	4.17	<div></div>	-1	4.19	<div></div> 6

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.60	-1
3-yr	3.49	-3
5-yr	3.52	-4
7-yr	3.59	-2
10-yr	3.68	-2

Source: Bloomberg

Non-Resident (NR) Bond Holdings Change

	Govt NR Holdings	Corp NR Holdings
Daily Change	199	0
MTD Change	199	0

Figures in RM 'mil (as of 03 Mar 2025)

Upcoming Government Bond Tender

Nil

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Tuesday, with secondary market volume for the day easing by 19% to RM969m versus the RM1,197m that changed hands on Monday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, interest was led by DANA 3/29 and PRASA 9/27, which closed the day at 3.60% (-4bps versus last print) and 3.55% (unchanged) respectively. In the AAA-space, trading was led by PSEP 5/31 and CIMBI 7/35, which settled at 3.85% (-3bps) and 3.94% (-1bp) respectively. In the AA-rated arena, trading was led by RHB 11/28, which closed at 3.83%, little changed compared to its last print, while in the A-rated segment, AIBB 5.10% Peps led trading and settled the day at 4.63% (-8bps).

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	226	3.144	03/03/2025	0
MGS	09/25	3.237	501	3.250	03/03/2025	-1
MGS	07/26	3.355	44	3.359	03/03/2025	0
MGS	11/26	3.373	42	3.360	03/03/2025	1
MGS	05/27	3.421	343	3.430	03/03/2025	-1
MGS	11/27	3.467	21	3.470	03/03/2025	0
MGS	04/28	3.491	25	3.508	03/03/2025	-2
MGS	06/28	3.533	100	3.543	03/03/2025	-1
MGS	04/29	3.556	1	3.564	03/03/2025	-1
MGS	08/29	3.588	504	3.588	03/03/2025	0
MGS	04/30	3.626	200	3.622	03/03/2025	0
MGS	04/31	3.730	152	3.748	03/03/2025	-2
MGS	07/32	3.736	362	3.751	03/03/2025	-1
MGS	04/33	3.793	100	3.800	03/03/2025	-1
MGS	11/33	3.798	293	3.806	03/03/2025	-1
MGS	07/34	3.774	121	3.792	03/03/2025	-2
MGS	04/37	3.910	63	3.914	03/03/2025	0
MGS	06/38	3.937	209	4.127	03/03/2025	-19
MGS	04/39	3.954	502	3.958	03/03/2025	0
MGS	09/43	4.037	17	4.066	03/03/2025	-3
MGS	05/44	4.051	121	4.053	03/03/2025	0
MGS	07/48	4.105	10	4.113	03/03/2025	-1
MGS	06/50	4.114	25	4.141	03/03/2025	-3
MGS	03/53	4.171	37	4.177	03/03/2025	-1
GII	08/25	3.259	55	3.254	03/03/2025	0
GII	10/25	3.301	26	3.279	03/03/2025	2
GII	03/26	3.340	126	3.336	03/03/2025	0
GII	09/26	3.368	40	3.370	03/03/2025	0
GII	09/27	3.479	30	3.487	03/03/2025	-1
GII	07/28	3.546	400	3.554	03/03/2025	-1
GII	07/29	3.615	362	3.620	03/03/2025	0
GII	08/30	3.613	490	3.631	03/03/2025	-2
GII	09/30	3.654	180	3.672	03/03/2025	-2
GII	10/30	3.663	130	3.687	03/03/2025	-2
GII	10/31	3.741	480	3.755	03/03/2025	-1
GII	10/32	3.765	304	3.776	03/03/2025	-1
GII	06/33	3.787	130	3.792	02/28/2025	0
GII	08/33	3.786	380	3.793	03/03/2025	-1
GII	11/34	3.795	200	3.805	03/03/2025	-1
GII	07/36	3.891	50	3.900	03/03/2025	-1
GII	08/37	3.908	10	3.915	03/03/2025	-1
GII	03/38	3.930	2	3.942	03/03/2025	-1
GII	09/39	3.952	90	3.959	03/03/2025	-1
GII	07/40	3.938	20	3.934	03/03/2025	0
GII	09/41	4.002	40	4.172	03/03/2025	-17
GII	08/43	4.062	60	4.065	03/03/2025	0
GII	11/49	4.131	41	4.131	03/03/2025	0
GII	03/54	4.185	10	4.120	03/03/2025	6
			7672			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing	Vol	Previous	Previous	Chg	Spread
			YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)		
DanaInfra Nasional Berhad	10/26	GG	3.505	5	3.395	18/10/2024	11	14
Prasarana Malaysia Berhad	02/27	GG	3.532	15	3.747	15/2/2023	-22	16
Prasarana Malaysia Berhad	09/27	GG	3.545	60	3.547	18/2/2025	0	10
DanaInfra Nasional Berhad	03/29	GG	3.600	80	3.638	13/2/2025	-4	6
DanaInfra Nasional Berhad	04/29	GG	3.603	5	3.733	11/12/2024	-13	6
DanaInfra Nasional Berhad	10/30	GG	3.689	10	3.808	9/1/2025	-12	0
Lembaga Pembiayaan Perumahan Sektor Av	08/32	GG	3.805	40	3.814	21/2/2025	-1	6
Bank Pembangunan Malaysia Berhad	09/34	GG	3.855	20	3.950	27/3/2024	-10	7
Prasarana Malaysia Berhad	08/36	GG	3.866	15	3.982	2/12/2024	-12	9
DanaInfra Nasional Berhad	10/36	GG	3.869	15	3.911	14/2/2025	-4	9
Prasarana Malaysia Berhad	09/37	GG	3.909	5	3.936	26/2/2025	-3	-4
DanaInfra Nasional Berhad	10/37	GG	3.912	5	3.936	26/2/2025	-2	-4
DanaInfra Nasional Berhad	07/39	GG	3.973	10	4.015	8/1/2025	-4	2
Malaysia Rail Link Sdn Berhad	07/40	GG	4.010	10	4.000	10/9/2024	1	6
Jambatan Kedua Sdn Berhad	07/41	GG	4.103	40	4.129	24/2/2025	-3	15
Johor Corporation	06/27	AAA	4.483	2	3.964	3/1/2025	52	112
Danga Capital Berhad	09/27	AAA	3.688	20	3.717	21/10/2024	-3	25
Petroleum Sarawak Exploration & Production	03/28	AAA	3.677	10	3.677	3/3/2025	0	24
Bank Pembangunan Malaysia Berhad	10/28	AAA	3.857	40	3.851	19/6/2024	1	32
Bank Pembangunan Malaysia Berhad	12/28	AAA	3.856	10	3.874	3/3/2025	-2	32
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.823	10	3.904	13/2/2025	-8	14
Petroleum Sarawak Exploration & Production	05/31	AAA	3.845	40	3.878	20/2/2025	-3	16
Projek Lebuhraya Usahasama Berhad	01/32	AAA	3.854	10	3.859	3/3/2025	0	11
Cagamas Berhad	10/33	AAA	3.839	5	3.880	3/3/2025	-4	6
CIMB Islamic Bank Berhad	03/34	AAA	3.918	10	3.959	16/1/2025	-4	14
CIMB Islamic Bank Berhad	07/35	AAA	3.939	40	3.949	3/3/2025	-1	16
Sabah Development Bank Berhad	04/26	AA1	5.475	3	5.492	7/2/2025	-2	221
RHB Bank Berhad	05/26	AA1	3.609	20	3.622	3/3/2025	-1	34
RHB Bank Berhad	11/28	AA1	3.829	60	3.832	25/2/2025	0	29
RHB Bank Berhad	01/30	AA1	3.974	20	n/a	n/a	397	38
RHB Bank Berhad	10/31	AA1	3.999	10	n/a	n/a	400	25
Malayan Banking Berhad	10/32	AA1	3.866	10	3.916	27/11/2024	-5	10
YTL Power International Berhad	08/35	AA1	3.999	20	4.040	20/2/2025	-4	22
YTL Power International Berhad	03/36	AA1	4.009	20	4.099	14/2/2025	-9	23
YTL Power International Berhad	08/38	AA1	4.039	30	4.084	24/2/2025	-4	9
YTL Power International Berhad	08/39	AA1	4.054	30	4.098	25/2/2025	-4	10
Imtiaz Sukuk II Berhad	10/25	AA2	3.642	40	3.691	20/8/2024	-5	37
CIMB Group Holdings Berhad	12/32	AA2	3.866	10	3.957	17/12/2024	-9	10
OSK Rated Bond Sdn Berhad	03/35	AA	4.039	10	4.120	3/3/2025	-8	26
SD Guthrie Berhad (fka Sime Darby Plantation)	03/16	AA	3.897	10	3.987	8/1/2025	-9	-16
Edra Energy Sdn Berhad	01/27	AA3	3.774	12	3.806	28/8/2024	-3	41
Keyfield International Berhad	12/27	AA3	4.724	10	4.768	14/2/2025	-4	128
RP Hydro (Kelantan) Sdn Berhad	01/30	AA3	4.676	10	4.648	6/8/2024	3	108
AEON Credit Service (M) Berhad	03/30	AA3	4.055	5	n/a	n/a	406	46
Perbadanan Kemajuan Negeri Selangor	07/31	AA3	4.062	5	4.112	22/1/2025	-5	37
AmBank (M) Berhad	03/32	AA3	3.897	10	3.903	6/2/2025	-1	15
UEM Sunrise Berhad	09/25	AA-	3.667	10	3.999	18/2/2025	-33	40
SIBS Sdn Berhad	02/27	AA-	4.807	2	n/a	n/a	481	144
MMC Corporation Berhad	03/28	AA-	3.957	20	3.997	4/12/2024	-4	52
Malakoff Power Berhad	12/29	AA-	4.259	30	5.197	9/11/2023	-94	66
CIMB Group Holdings Berhad	05/16	A1	4.439	1	4.438	3/3/2025	0	38
Hong Leong Bank Berhad	11/17	A1	4.391	1	4.502	10/1/2025	-11	34
MCIS Insurance Berhad	12/31	A2	4.802	1	4.717	3/3/2025	9	106
DRB-Hicom Berhad	12/14	A	4.972	2	4.841	3/3/2025	13	92
DRB-Hicom Berhad	12/14	A	5.765	1	5.077	3/3/2025	69	171
Affin Islamic Bank Berhad	10/18	A3	4.626	25	4.702	28/2/2025	-8	57
Bank Muamalat Malaysia Berhad	09/22	BBB	4.837	1	4.798	3/3/2025	4	78
969								

* 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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