

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot















US Treasuries

- US Treasuries were weaker in trading on Wednesday, amidst the postponement of auto tariffs and Canada and Mexico for a month which boosted risk sentiment. Economic data was mixed, with the ADP showing less job additions than anticipated, while the ISM Services index unexpectedly rose for the month. Benchmark UST yields closed higher as the UST curve bear steepened for the day. **The benchmark 2Y UST yield was 1bp higher for the day at 4.01% while the benchmark 10Y UST yield advanced by 4bps to 4.28%.** Tonight sees the release of the Challenger job cuts numbers and the usual weekly jobless claims figures.

MGS/GII

- Local govies were firmer in trading on Wednesday, amidst the announcement of the reopening of the benchmark 15Y MGS 4/39, with RM3bn to be auctioned on Friday. Secondary market volume for the day climbed by 16% to RM8.90bn from the RM7.67bn that changed hands on Tuesday. Overall benchmark yields ended the day lower by between 0 and 1bp (prior: 0 to 2bps lower). **The benchmark 5Y MGS 8/29 yield was 1bp lower for the day at 3.58% while the yield on the benchmark 10Y MGS 7/34 also declined by 1bp to 3.77%.** Trading activity for the day was led by the off-the-run MGS 9/25, while decent interest was also seen in the benchmark 5Y GII, 7Y MGS/GII, 10Y MGS and 15Y MGS, as well as in the off-the-run GII 8/33. The share of GII trading for the day rose to 53% of overall govies trading versus the 48% seen the previous session. BNM is scheduled to deliver its rate decision later today, where we expect them to stand pat for an eleventh straight meet and continue to strike a neutral tone.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.01	1
5-yr UST	4.08	3
10-yr UST	4.28	4
30-yr UST	4.57	3

MGS			GII*			
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)		
3-yr	3.41		-1	3.54		0
5-yr	3.58		-1	3.61		-1
7-yr	3.72		-1	3.74		-1
10-yr	3.77		-1	3.79		0
15-yr	3.96		0	3.93		-1
20-yr	4.05		0	4.06		0
30-yr	4.17		0	4.18		0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.56	-4
3-yr	3.46	-3
5-yr	3.49	-3
7-yr	3.57	-2
10-yr	3.66	-3

Source: Bloomberg

Non-Resident (NR) Bond Holdings Change

	Govt NR Holdings	Corp NR Holdings
Daily Change	-1,457	-3
MTD Change	-1,259	-4

Figures in RM 'mil (as of 04 Mar 2025)

Upcoming Government Bond Tender

Reopening auction of RM3bn of the benchmark 15Y MGS 4/39 on Friday, 07 Mar (with an additional RM1bn to be privately placed)

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Wednesday, with secondary market volume for the day falling by 31% to RM665m versus the RM969m that traded on Tuesday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, interest was led by LPPSA 9/36, which closed the day at 3.88%, lower by 2bps compared to its last trade. In the AAA-space, trading was led by ALR 10/25, which settled at 3.65%, 2bps lower versus its last print. In the AA-rated arena trading was led by PBB 7/34, which closed at 3.88%, 1bp lower versus where it last traded, while in the A-rated segment, ABMB 10/32 led trading and settled the day at 4.10%, unchanged versus its last trade.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.252	375	3.144	03/04/2025	11
MGS	09/25	3.195	726	3.237	03/04/2025	-4
MGS	07/26	3.350	22	3.355	03/04/2025	0
MGS	11/26	3.358	6	3.373	03/04/2025	-2
MGS	05/27	3.411	291	3.421	03/04/2025	-1
MGS	11/27	3.458	142	3.467	03/04/2025	-1
MGS	04/28	3.491	50	3.491	03/04/2025	0
MGS	06/28	3.519	91	3.533	03/04/2025	-1
MGS	08/29	3.577	260	3.588	03/04/2025	-1
MGS	04/30	3.611	180	3.626	03/04/2025	-1
MGS	04/31	3.721	11	3.730	03/04/2025	-1
MGS	06/31	3.734	21	3.750	03/03/2025	-2
MGS	07/32	3.723	490	3.736	03/04/2025	-1
MGS	11/33	3.776	160	3.798	03/04/2025	-2
MGS	07/34	3.766	578	3.774	03/04/2025	-1
MGS	05/35	3.827	42	3.831	03/04/2025	0
MGS	04/37	3.914	2	3.910	03/04/2025	0
MGS	06/38	3.938	33	3.937	03/04/2025	0
MGS	04/39	3.955	670	3.954	03/04/2025	0
MGS	05/40	3.972	27	3.975	03/04/2025	0
MGS	10/42	4.023	1	4.037	03/03/2025	-1
MGS	09/43	4.063	2	4.037	03/04/2025	3
MGS	05/44	4.052	2	4.051	03/04/2025	0
MGS	07/48	4.111	1	4.105	03/04/2025	1
MGS	06/50	4.039	4	4.114	03/04/2025	-8
MGS	03/53	4.174	15	4.171	03/04/2025	0
GII	10/25	3.284	175	3.301	03/04/2025	-2
GII	03/26	3.341	1	3.340	03/04/2025	0
GII	09/26	3.362	90	3.368	03/04/2025	-1
GII	07/27	3.452	5	3.458	03/03/2025	-1
GII	09/27	3.462	120	3.479	03/04/2025	-2
GII	07/28	3.542	294	3.546	03/04/2025	0
GII	10/28	3.561	20	3.568	02/28/2025	-1
GII	07/29	3.607	450	3.615	03/04/2025	-1
GII	08/30	3.594	484	3.613	03/04/2025	-2
GII	09/30	3.644	80	3.654	03/04/2025	-1
GII	10/30	3.659	22	3.663	03/04/2025	0
GII	10/31	3.735	600	3.741	03/04/2025	-1
GII	10/32	3.757	308	3.765	03/04/2025	-1
GII	06/33	3.780	130	3.787	03/04/2025	-1
GII	08/33	3.776	630	3.786	03/04/2025	-1
GII	11/34	3.790	350	3.795	03/04/2025	0
GII	07/36	3.882	105	3.891	03/04/2025	-1
GII	03/38	3.923	80	3.930	03/04/2025	-1
GII	09/39	3.950	102	3.952	03/04/2025	0
GII	07/40	3.930	31	3.938	03/04/2025	-1
GII	09/41	4.005	21	4.002	03/04/2025	0
GII	08/43	4.061	151	4.062	03/04/2025	0
GII	11/49	4.133	120	4.131	03/04/2025	0
GII	05/52	4.181	84	4.186	03/04/2025	0
GII	03/54	4.184	240	4.185	03/04/2025	0
			8895			

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*
Perbadanan Tabung Pendidikan Tinggi Nasio	07/26	GG	3.508	30	3.476	6/1/2025	3	24
Prasarana Malaysia Berhad	08/26	GG	3.508	10	3.500	3/2/2025	1	24
DanaInfra Nasional Berhad	10/26	GG	3.500	10	3.505	4/3/2025	0	13
DanaInfra Nasional Berhad	07/27	GG	3.547	10	3.574	22/11/2024	-3	18
DanaInfra Nasional Berhad	10/29	GG	3.614	5	3.781	17/12/2024	-17	2
DanaInfra Nasional Berhad	11/32	GG	3.791	10	3.868	8/10/2024	-8	2
DanaInfra Nasional Berhad	11/35	GG	3.839	40	3.857	26/2/2025	-2	6
Lembaga Pembiayaan Perumahan Sektor Aw	09/36	GG	3.877	60	3.894	21/2/2025	-2	9
DanaInfra Nasional Berhad	10/36	GG	3.865	10	3.869	4/3/2025	0	8
DanaInfra Nasional Berhad	02/49	GG	4.130	20	4.155	2/10/2024	-3	8
Amanat Lebuhraya Rakyat Berhad	10/25	AAA	3.648	50	3.670	26/2/2025	-2	38
Bank Pertanian Malaysia Berhad	11/26	AAA	3.674	5	3.727	24/12/2024	-5	31
Danga Capital Berhad	01/28	AAA	3.698	20	3.717	3/3/2025	-2	26
DiGi Telecommunications Sdn Berhad	06/29	AAA	3.808	5	3.833	5/2/2025	-3	27
Sarawak Energy Berhad	07/29	AAA	3.733	20	3.747	3/3/2025	-1	20
Pengurusan Air SPV Berhad	10/29	AAA	3.799	15	3.856	12/12/2024	-6	21
DiGi Telecommunications Sdn Berhad	05/30	AAA	3.828	30	3.868	13/2/2025	-4	23
Cagamas Berhad	05/31	AAA	3.831	10	3.780	20/8/2024	5	15
TNB Northern Energy Berhad	05/31	AAA	3.898	10	3.139	12/11/2020	76	21
Pelaburan Hartanah Berhad	09/31	AAA	3.919	40	3.929	28/2/2025	-1	23
Malaysia Airport Holdings Berhad	11/31	AAA	3.849	10	3.852	27/2/2025	0	10
YTL Corporation Berhad	11/26	AA1	3.764	2	3.737	30/10/2024	3	40
Genting Capital Berhad	06/27	AA1	4.518	10	4.720	9/1/2025	-20	115
Public Bank Berhad	07/34	AA1	3.877	50	3.890	26/2/2025	-1	10
UEM Olive Capital Berhad	10/34	AA1	3.929	10	3.949	12/2/2025	-2	15
YTL Power International Berhad	08/39	AA1	4.049	20	4.054	4/3/2025	0	10
PONSB Capital Berhad	12/28	AA2	3.848	10	3.854	26/2/2025	-1	31
Edra Energy Sdn Berhad	07/26	AA3	3.737	10	3.843	20/12/2024	-11	47
AEON Credit Service (M) Berhad	02/27	AA3	3.785	7	3.788	3/3/2025	0	42
AEON Credit Service (M) Berhad	03/30	AA3	3.990	5	4.055	4/3/2025	-6	40
SIBS Sdn Berhad	03/26	AA-	4.775	1	n/a	n/a	478	151
SIBS Sdn Berhad	02/27	AA-	4.647	1	4.807	4/3/2025	-16	128
DRB-Hicom Berhad	12/29	AA-	4.085	5	4.397	25/2/2025	-31	49
Malakoff Power Berhad	12/29	AA-	4.258	10	4.259	4/3/2025	0	66
TG Treasury Berhad	02/30	AA-	4.058	40	4.058	28/2/2025	0	46
Malakoff Power Berhad	12/30	AA-	4.295	40	4.768	6/11/2024	-47	61
Alliance Bank Malaysia Berhad	10/32	A2	4.097	20	4.099	25/2/2025	0	33
Alliance Bank Malaysia Berhad	10/35	A2	4.441	1	4.199	25/2/2025	24	66
IJM Land Berhad	03/19	A2	4.687	3	4.736	29/8/2024	-5	63
Tropicana Corporation Berhad	11/28	A	5.950	1	6.049	21/2/2025	-10	241
WCT Holdings Berhad	09/19	A-	5.963	1	5.417	14/2/2025	55	191
				665				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
TG Excellence Berhad	RM3bn Perpetual Sukuk Programme	A(cg)/Stable	Withdrawn
MNRB Holdings Berhad	RM420m Sukuk Murabahah Programme (2019/-): Senior sukuk Subordinated sukuk	AA3/Stable A1/Stable	Affirmed
Malaysian Reinsurance Berhad	Insurer Financial Strength Ratings RM250m Subordinated Medium-Term Note Programme (2015/2030) RM800m Medium-Term Notes Programme (2022/-): Senior Notes Subordinated Notes	AA2/Stable/P1 AA3/Stable AA2/Stable AA3/Stable	Affirmed
DIALOG Group Berhad	RM3bn Senior Islamic Medium-Term Notes RM3bn Subordinated Perpetual Islamic Notes	AA2/Stable A1/Stable	Affirmed

Source: RAM, MARC

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