

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.29	2
5-yr UST	4.47	4
10-yr UST	4.69	6
30-yr UST	4.91	6

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.44	1	3.35	-1
5-yr	3.60	-1	3.62	3
7-yr	3.77	-2	3.75	1
10-yr	3.82	-2	3.83	0
15-yr	3.94	-2	3.95	-1
20-yr	4.04	0	4.07	0
30-yr	4.18	9	4.18	0

* Market indicative levels

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

Source : Bloomberg

Upcoming Government Bond Tender

Nil

US Treasuries

- US Treasuries fell in trading on Tuesday, amidst both the ISM Services and JOLTS coming in better than expectations. A poor auction of 10yr UST added to the bearish tone for the day. Benchmark yields were higher across the curve, with the curve bear steepening again. **The benchmark 2Y UST yield was 2bps higher for the day at 4.29% while the benchmark 10Y UST yield advanced by 6bps to 4.69%.** Tonight sees the release of the ADP Employment change survey for December and the usual weekly jobless claims, and the US concludes refunding this week with USD22bn in 30yr USTs to be auctioned in a reopening sale.

MGS/GII

- Local govovies were mostly firmer in trading on Tuesday amidst a well-received RM5bn MGS 7/32 reopening auction, which drew a strong BTC of 2.808x. Secondary market volume inched higher by 4% to RM3.98bn from the RM3.82bn that traded on Monday. Overall benchmark yields ended the day mixed by between -2 to +3bps (prior: -2 to +2bps), except for the benchmark 30Y MGS which corrected from a previous off-market level odd lot trade. **The benchmark 5Y MGS 8/29 yield fell 1bp for the day to 3.60% while the yield on the benchmark 10Y MGS 7/34 declined by 2bps to 3.82%.** Trading activity for the day was led by the MGS 7/32, which took over as the new 7Y benchmark while decent interest was also seen in the off-the-run MGS 3/25, GII 3/26 and MGS 4/31, as well as in the benchmark 3Y GII and 15Y MGS/GII. The share of GII trading for the day climbed to 30% of overall govovies trading from the 22% seen the day before. There are no domestic economic releases for the day ahead.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Tuesday, with secondary market volume for the day inching higher by 1% to RM552m versus the RM548m that swapped hand on Monday. Trading for the day was again led by the AA-rated segment. In the GG universe, LPPSA 4/44 saw decent interest, closing at 4.11% in a secondary market debut. In the AAA-space, trading was led by PLUS 1/38, which settled the day at 4.05%, 3bps lower versus its last print. In the AA-rated segment of the market, interest was led by JPG 9/34, which closed at 4.02%, 1bp lower compared to its last trade. In A-rated territory, AIBB 5.10% Perps led trading for the day, settling at 4.43%, 22bps lower than its previous print.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.181	681	3.191	01/06/2025	-1
MGS	09/25	3.252	81	3.277	01/06/2025	-3
MGS	07/26	3.333	15	3.358	01/06/2025	-2
MGS	11/26	3.365	10	3.367	01/06/2025	0
MGS	03/27	3.453	55	3.449	01/02/2025	0
MGS	05/27	3.444	71	3.435	01/06/2025	1
MGS	11/27	3.474	122	3.469	01/06/2025	1
MGS	04/28	3.518	11	3.526	01/06/2025	-1
MGS	06/28	3.539	1	3.539	01/03/2025	0
MGS	04/29	3.593	25	3.612	01/06/2025	-2
MGS	08/29	3.600	101	3.611	01/06/2025	-1
MGS	04/30	3.680	34	3.707	01/06/2025	-3
MGS	04/31	3.768	230	3.788	01/06/2025	-2
MGS	07/32	3.800	982	3.829	01/06/2025	-3
MGS	11/33	3.840	9	3.840	01/06/2025	0
MGS	07/34	3.815	141	3.832	01/06/2025	-2
MGS	05/35	3.839	8	3.833	01/06/2025	1
MGS	06/38	3.958	1	3.975	01/03/2025	-2
MGS	04/39	3.943	170	3.961	01/06/2025	-2
MGS	05/40	3.989	4	3.993	01/02/2025	0
MGS	10/42	4.036	5	4.033	01/06/2025	0
MGS	05/44	4.044	1	4.045	01/06/2025	0
MGS	06/50	4.132	33	4.152	01/06/2025	-2
MGS	03/53	4.175	2	4.081	01/06/2025	9
GII	08/25	3.259	1	3.248	01/02/2025	1
GII	10/25	3.250	3	3.262	01/06/2025	-1
GII	03/26	3.311	213	3.337	01/03/2025	-3
GII	09/26	3.346	181	3.352	01/06/2025	-1
GII	07/27	3.451	3	3.452	01/06/2025	0
GII	07/28	3.529	60	3.529	01/06/2025	0
GII	10/28	3.561	1	3.573	01/02/2025	-1
GII	07/29	3.621	2	3.607	01/06/2025	1
GII	09/30	3.704	140	3.690	01/03/2025	1
GII	10/31	3.748	51	3.741	01/06/2025	1
GII	10/32	3.804	110	3.794	01/06/2025	1
GII	06/33	3.820	10	3.821	01/06/2025	0
GII	08/33	3.814	103	3.817	01/03/2025	0
GII	11/34	3.831	53	3.835	01/06/2025	0
GII	07/36	3.898	11	3.903	01/06/2025	0
GII	09/39	3.947	203	3.960	01/06/2025	-1
GII	09/41	4.013	20	4.013	01/06/2025	0
GII	08/43	4.069	2	4.065	01/06/2025	0
GII	03/54	4.184	20	4.183	01/03/2025	0
			3981			

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*
Jambatan Kedua Sdn Berhad	05/25	GG	3.300	10	3.253	24/10/2024	5	2
Lembaga Pembiayaan Perumahan Sektor Awam	09/28	GG	3.697	20	3.691	3/12/2024	1	15
DanaInfra Nasional Berhad	11/28	GG	3.702	20	3.677	17/5/2023	2	16
Perbadanan Tabung Pendidikan Tinggi Nasional	03/39	GG	4.009	10	4.018	26/7/2024	-1	6
Prasarana Malaysia Berhad	10/39	GG	4.021	20	4.065	23/10/2024	-4	7
Lembaga Pembiayaan Perumahan Sektor Awam	04/44	GG	4.113	20	n/a	n/a	411	6
Sarawak Energy Berhad	07/28	AAA	3.818	20	3.769	16/10/2024	5	37
Danum Capital Berhad	05/30	AAA	3.913	10	3.943	30/12/2024	-3	30
Bank Pembangunan Malaysia Berhad	06/31	AAA	3.980	20	3.998	30/12/2024	-2	28
Amanat Lebuhraya Rakyat Berhad	10/34	AAA	4.129	8	4.131	3/1/2025	0	30
Projek Lebuhraya Usahasama Berhad	01/37	AAA	4.020	10	4.024	3/1/2025	0	19
Tenaga Nasional Berhad	08/37	AAA	4.041	5	4.019	13/9/2024	2	9
Projek Lebuhraya Usahasama Berhad	01/38	AAA	4.048	40	4.080	25/11/2024	-3	10
Tenaga Nasional Berhad	08/38	AAA	4.051	20	4.050	3/1/2025	0	10
Tenaga Nasional Berhad	08/40	AAA	4.126	31	4.267	3/1/2025	-14	18
Press Metal Aluminium Holdings Berhad	08/25	AA1	3.637	10	4.103	18/12/2024	-47	36
Johor Plantations Group Berhad	09/34	AA1	4.018	50	4.029	30/12/2024	-1	19
Kuala Lumpur Kepong Berhad	09/34	AA1	4.084	20	4.039	2/12/2024	4	26
Kapar Energy Ventures Sdn Berhad	07/26	AA+	3.982	20	3.922	25/9/2024	6	70
Tanjung Bin Power Sdn Berhad	08/25	AA2	3.704	10	3.731	18/12/2024	-3	42
SunREIT Bond Berhad (fka SunREIT Unrated Bond)	07/31	AA2	4.088	10	4.198	12/12/2024	-11	30
Benih Restu Berhad	07/34	AA2	4.029	10	4.049	5/12/2024	-2	20
SD Guthrie Berhad (fka Sime Darby Plantation Berhad)	03/16	AA	4.011	20	4.026	2/1/2025	-1	-4
Edra Energy Sdn Berhad	01/28	AA3	3.916	10	3.868	9/10/2024	5	47
Exsim Capital Resources Berhad	06/29	AA3	4.435	6	4.820	6/1/2025	-39	89
Edra Energy Sdn Berhad	07/29	AA3	3.997	20	3.906	4/10/2024	9	45
Avaland Berhad (fka MCT Berhad)	08/29	AA3	4.477	10	4.494	24/10/2024	-2	86
Edra Energy Sdn Berhad	07/33	AA3	4.160	10	4.179	21/11/2024	-2	36
DRB-Hicom Berhad	08/25	AA-	3.741	20	3.767	18/12/2024	-3	46
Leader Energy Sdn Berhad	07/26	AA-	4.394	10	4.168	4/5/2021	23	102
MMC Port Holdings Sdn Berhad	04/27	AA-	3.905	5	3.914	20/11/2024	-1	54
Alliance Islamic Bank Berhad	08/29	A1	3.987	20	3.990	14/11/2024	0	37
JB Cocoa Sdn Berhad	11/29	A+	5.190	1	5.463	27/12/2024	-27	158
Affin Islamic Bank Berhad	10/18	A3	4.426	26	4.645	31/12/2024	-22	37
Bank Muamalat Malaysia Berhad	09/22	BBB	5.907	1	5.862	6/1/2025	4	186
Eco World Capital Sdn Berhad	03/26	NR(LT)	5.391	1	5.169	31/12/2024	22	211
				<u>552</u>				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Bermaz Auto Berhad	Islamic Commercial Papers (ICP) Programme (2020/2027) and Islamic Medium-Term Notes (IMTN) Programme	AA3/Stable/P1	Affirmed

Source: RAM, MARC

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