

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.27	-2
5-yr UST	4.46	-1
10-yr UST	4.69	0
30-yr UST	4.93	0

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.44	-2	3.33	0
5-yr	3.61	0	3.62	0
7-yr	3.79	0	3.76	0
10-yr	3.82	0	3.83	0
15-yr	3.95	1	3.95	0
20-yr	4.04	1	4.07	0
30-yr	4.08	-10	4.19	1

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.57	0
3-yr	3.52	1
5-yr	3.57	0
7-yr	3.64	1
10-yr	3.74	1

Source : Bloomberg

Upcoming Government Bond Tender

Nil

US Treasuries

- US Treasuries registered modest gains in a shortened trading on Thursday, amidst the closure of government offices and equity markets to mark a national day of mourning for former President Jimmy Carter. Benchmark yields were lower across the curve led by the shorter dated maturities. **The benchmark 2Y UST yield was 2bps lower for the day at 4.27% while the benchmark 10Y UST yield was little changed at 4.69%.** Tonight sees the release of the much anticipated monthly employment report for December, as well as the preliminary consumer sentiment index from the University of Michigan.

MGS/GII

- Local govovies were mixed in trading on Thursday in a slightly busier session, with secondary market volume inching higher by 5% to RM4.95bn from the RM4.70bn that traded on Wednesday. Overall benchmark yields ended the day mixed by between -2 to +1bp (prior: -1 to +2bps), except for the 30Y MGS which was skewed by late odd-lot trades. **The benchmark 5Y MGS 8/29 yield was little changed for the day at 3.61% while the yield on the benchmark 10Y MGS 7/34 was also unchanged at 3.82%.** Trading activity for the day was led by the off-the-run MGS 9/25 while decent interest was also seen in the off-the-run MGS 4/31, GII 8/33 and MGS 6/38, as well as in the benchmark 5Y MGS, 7Y MGS and 15Y MGS. The share of GII trading for the day plunged to 24% of overall govovies trading from the 44% seen the day before. Industrial production numbers for November are due for release today, and is expected to improve from October.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Thursday in a lighter session, with secondary market volume for the day declining by 31% to RM318m versus the RM459m that changed hands on Wednesday. Trading for the day was led by the AA-rated segment of the market. In the GG universe, DANA 3/37 led the interest, closing at 3.96%, 1bp higher versus where it last traded. In the AAA-space, trading was led by ALRB 10/30, which settled the day at 3.95%, little changed compared to its last print. In the AA-rated arena, interest was led by AEON 8/29 and JPG 9/34, which closed at 3.99% (-2bps from last print) and 4.01% (-1bp) respectively.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.120	211	3.132	01/08/2025	-1
MGS	09/25	3.218	625	3.223	01/08/2025	0
MGS	04/26	3.296	96	3.296	01/08/2025	0
MGS	07/26	3.331	55	3.332	01/08/2025	0
MGS	11/26	3.383	2	3.360	01/08/2025	2
MGS	05/27	3.439	137	3.455	01/08/2025	-2
MGS	11/27	3.469	63	3.481	01/08/2025	-1
MGS	04/28	3.515	70	3.518	01/07/2025	0
MGS	06/28	3.540	4	3.542	01/08/2025	0
MGS	04/29	3.598	23	3.593	01/07/2025	0
MGS	08/29	3.606	426	3.604	01/08/2025	0
MGS	04/30	3.653	48	3.688	01/08/2025	-4
MGS	04/31	3.773	269	3.769	01/08/2025	0
MGS	06/31	3.790	1	3.779	01/08/2025	1
MGS	07/32	3.790	368	3.790	01/08/2025	0
MGS	04/33	3.829	87	3.829	01/08/2025	0
MGS	11/33	3.833	30	3.833	01/08/2025	0
MGS	07/34	3.819	247	3.815	01/08/2025	0
MGS	06/38	3.954	621	3.949	01/08/2025	1
MGS	04/39	3.948	274	3.942	01/08/2025	1
MGS	05/44	4.037	72	4.030	01/08/2025	1
MGS	06/50	4.068	3	4.145	01/08/2025	-8
MGS	03/53	4.083	27	4.180	01/08/2025	-10
GII	08/25	3.235	60	3.238	01/08/2025	0
GII	10/25	3.253	50	3.274	01/08/2025	-2
GII	03/26	3.316	1	3.318	01/08/2025	0
GII	09/26	3.328	20	3.332	01/08/2025	0
GII	07/27	3.444	10	3.454	01/08/2025	-1
GII	07/28	3.532	30	3.532	01/08/2025	0
GII	10/31	3.761	32	3.764	01/08/2025	0
GII	06/33	3.826	20	3.820	01/07/2025	1
GII	08/33	3.826	400	3.814	01/07/2025	1
GII	11/34	3.832	200	3.833	01/08/2025	0
GII	08/37	3.931	80	3.803	01/07/2025	13
GII	03/38	3.956	10	3.966	01/03/2025	-1
GII	09/39	3.951	31	3.950	01/08/2025	0
GII	09/41	4.015	60	4.018	01/08/2025	0
GII	08/43	4.069	70	4.071	01/08/2025	0
GII	11/49	4.134	1	4.142	01/08/2025	-1
GII	05/52	4.190	60	4.188	01/08/2025	0
GII	03/54	4.190	60	4.183	01/08/2025	1
			4953			

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*
Lembaga Pembiayaan Perumahan Sektor Awam	08/30	GG	3.794	10	3.727	17/10/2024	7	10
DanaInfra Nasional Berhad	10/30	GG	3.808	5	3.858	18/12/2024	-5	11
Perbadanan Tabung Pendidikan Tinggi Nasional	02/34	GG	3.929	20	3.962	18/12/2024	-3	11
Prasarana Malaysia Berhad	06/34	GG	3.907	20	3.889	6/12/2024	2	9
DanaInfra Nasional Berhad	03/37	GG	3.959	30	3.953	26/7/2024	1	14
DanaInfra Nasional Berhad	06/38	GG	3.986	5	3.959	30/8/2024	3	4
DanaInfra Nasional Berhad	09/50	GG	4.199	10	4.170	27/9/2024	3	15
Cagamas Berhad	12/25	AAA	3.615	20	3.557	12/12/2024	6	34
Pengurusan Air SPV Berhad	06/27	AAA	3.814	20	3.816	20/12/2024	0	45
Amanat Lebuhraya Rakyat Berhad	10/30	AAA	3.952	30	3.953	3/1/2025	0	26
Pengurusan Air Selangor Sdn Berhad	10/36	AAA	4.027	20	4.039	17/12/2024	-1	20
Tenaga Nasional Berhad	08/40	AAA	4.080	1	4.126	7/1/2025	-5	13
Genting Capital Berhad	06/27	AA1	4.720	6	4.668	3/1/2025	5	135
Johor Plantations Group Berhad	09/34	AA1	4.009	30	4.018	7/1/2025	-1	19
AEON Co. (M) Berhad	08/29	AA2	3.987	30	4.008	4/12/2024	-2	37
SD Guthrie Berhad (fka Sime Darby Plantation Berhad)	03/16	AA	3.978	10	3.987	8/1/2025	-1	-7
Exsim Capital Resources Berhad	06/29	AA3	4.856	6	4.435	7/1/2025	42	131
IJM Treasury Management Sdn Berhad	03/39	AA3	4.159	10	4.179	3/1/2025	-2	21
UEM Sunrise Berhad	09/25	AA-	3.801	10	3.775	4/9/2024	3	53
UEM Sunrise Berhad	05/26	AA-	3.808	20	3.825	3/1/2025	-2	53
MCIS Insurance Berhad	12/31	A2	4.608	1	4.953	18/11/2024	-35	82
Alliance Bank Malaysia Berhad	10/35	A2	4.441	1	4.440	8/1/2025	0	62
Tan Chong Motor Holdings Berhad	06/26	A	5.609	3	5.611	6/1/2025	0	233
DRB-Hicom Berhad	12/14	A	4.990	1	5.687	8/1/2025	-70	94
Bank Muamalat Malaysia Berhad	09/22	BBB	5.445	2	5.907	7/1/2025	-46	140
				318				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

Hong Leong Bank Berhad

Fixed Income & Economic Research, Global Markets

Level 8, Hong Leong Tower

6, Jalan Damanlela

Bukit Damansara

50490 Kuala Lumpur

Tel: 603-2081 1221

Fax: 603-2081 8936

Email: HLMarkets@hbb.hongleong.com.my**DISCLAIMER**

This report is for information purposes only and does not take into account the investment objectives, financial situation or particular needs of any particular recipient. The information contained herein does not constitute the provision of investment advice and is not intended as an offer or solicitation with respect to the purchase or sale of any of the financial instruments mentioned in this report and will not form the basis or a part of any contract or commitment whatsoever.

The information contained in this publication is derived from data obtained from sources believed by Hong Leong Bank Berhad ("HLBB") to be reliable and in good faith, but no warranties or guarantees, representations are made by HLBB with regard to the accuracy, completeness or suitability of the data. Any opinions expressed reflect the current judgment of the authors of the report and do not necessarily represent the opinion of HLBB or any of the companies within the Hong Leong Bank Group ("HLB Group"). The opinions reflected herein may change without notice and the opinions do not necessarily correspond to the opinions of HLBB. HLBB does not have an obligation to amend, modify or update this report or to otherwise notify a reader or recipient thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate.

HLB Group, their directors, employees and representatives do not have any responsibility or liability to any person or recipient (whether by reason of negligence, negligent misstatement or otherwise) arising from any statement, opinion or information, expressed or implied, arising out of, contained in or derived from or omission from the reports or matter.

Potential and actual conflict of interest may arise from the activities of HLB Group. HLB Group constitute a diversified financial services group. These entities engage in a wide range of commercial and investment banking, brokerage, funds management, hedging transactions and other activities for their own account or the account of others. In the ordinary course of their business, HLB Group may effect transactions for their own account or for the account of their customers and hold long or short positions in the financial instruments. HLB Group, in connection with its business activities, may possess or acquire material information about the financial instruments. Such activities and information may involve or have an effect on the financial instruments. HLB Group have no obligation to disclose such information about the financial instruments or their activities.

The past performance of financial instruments is not indicative of future results. Whilst every effort is made to ensure that statements of facts made in this report are accurate, all estimates, projections, forecasts, expressions of opinion and other subjective judgments contained in this report are based on assumptions considered to be reasonable as of the date of the document in which they are contained and must not be construed as a representation that the matters referred to therein will occur. Any projections or forecasts mentioned in this report may not be achieved due to multiple risk factors including without limitation market volatility, sector volatility, corporate actions, the unavailability of complete and accurate information. No assurance can be given that any opinion described herein would yield favorable investment results. Recipients who are not market professional or institutional investor customer of HLBB should seek the advice of their independent financial advisor prior to taking any investment decision based on the recommendations in this report.

HLBB may provide hyperlinks to websites of entities mentioned in this report, however the inclusion of a link does not imply that HLBB endorses, recommends or approves any material on the linked page or accessible from it. Such linked websites are accessed entirely at your own risk. HLBB does not accept responsibility whatsoever for any such material, nor for consequences of its use.

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. This report is for the use of the addressees only and may not be redistributed, reproduced or passed on to any other person or published, in part or in whole, for any purpose, without the prior, written consent of HLBB. The manner of distributing this report may be restricted by law or regulation in certain countries. Persons into whose possession this report may come are required to inform themselves about and to observe such restrictions. By accepting this report, a recipient hereof agrees to be bound by the foregoing limitations.