

## Global Markets Research

### Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.29	8
5-yr UST	4.35	7
10-yr UST	4.49	6
30-yr UST	4.69	6

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.44	0	3.55	0
5-yr	3.62	1	3.62	1
7-yr	3.78	1	3.78	1
10-yr	3.80	-1	3.82	0
15-yr	3.96	0	3.95	0
20-yr	4.05	0	4.07	0
30-yr	4.18	7	4.19	7

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.55	0
3-yr	3.48	0
5-yr	3.53	1
7-yr	3.60	0
10-yr	3.69	0

Source : Bloomberg

### Upcoming Government Bond Tender

Reopening auction of RM5bn of the benchmark 7Y GII 10/31 on Wednesday, 12 Feb

## Fixed Income Daily Market Snapshot

### US Treasuries

- US Treasuries were weaker in trading on Friday, after a monthly employment report that was generally better than expected despite the smaller than expected nonfarm jobs gain, with upward back month revisions, a dip in the unemployment rate, and earnings growth that was higher than anticipated. Benchmark UST yields were higher for the day as the UST curve bear-flattened and pricing of the next Fed cut was pushed back to September. **The benchmark 2Y UST yield rose by 8bps for the day to 4.29% while the benchmark 10Y UST yield advanced by 6bps to 4.49%.** No Tier-1 data out this evening, with only the NY Fed's 1-year inflation expectations gauge for January scheduled for release.

### MGS/GII

- Local govies were mixed in trading on Friday in a quieter session, amidst industrial production for December rising by less than expected. Secondary market volume for the day declined by 39% to RM4.05bn from the RM6.66bn that changed hands on Thursday. Overall benchmark yields generally ended the day mixed between -1 and +1bp (prior: lower by 0 to 1bp), except for the 30Y MGS/GII which were correcting from previous off market trades. **The benchmark 5Y MGS 8/29 yield was higher by 1bp for the day at 3.62% while the yield on the benchmark 10Y MGS 7/34 declined by 1bp to 3.80%.** Trading activity for the day was led by the benchmark 30Y MGS, while decent interest was also seen in the off-the-run GII 8/25, GII 9/30 and MGS 11/33, as well as in the benchmark 7Y GII and 10Y GII. The share of GII trading for the day receded to 59% of overall govies trading from the 71% seen the previous session.

### Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Friday, with secondary market volume for the day falling by 10% to RM615m versus the RM687m that traded on Thursday. Trading for the day was led by the AA-rated segment of the market. In the GG universe, interest was led by LPPSA 9/28, which closed at 3.60%, 10bps lower versus its last trade. In the AAA-space, trading was led by TNBPG 3/43, which settled at 4.09%, 1bp higher compared to where it last traded. In the AA-rated universe, trading was led by YTLP 10/39, which closed at 4.15%, 1bp lower from where it last changed hands, while decent interest was also seen in DRBH 12/29 and YTLP 3/37, which settled the day at 4.08% (-8bps) and 4.12% (unchanged) respectively.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.189	4	3.095	02/06/2025	9
MGS	09/25	3.221	52	3.245	02/06/2025	-2
MGS	07/26	3.339	101	3.341	02/06/2025	0
MGS	11/26	3.336	1	3.310	02/06/2025	3
MGS	05/27	3.437	8	3.441	02/06/2025	0
MGS	11/27	3.483	51	3.467	02/06/2025	2
MGS	06/28	3.578	50	3.564	02/06/2025	1
MGS	08/29	3.618	33	3.611	02/06/2025	1
MGS	04/30	3.662	124	3.669	02/06/2025	-1
MGS	04/31	3.781	3	3.770	02/06/2025	1
MGS	07/32	3.784	14	3.778	02/06/2025	1
MGS	04/33	3.810	2	3.805	02/06/2025	0
MGS	11/33	3.812	256	3.812	02/06/2025	0
MGS	07/34	3.795	42	3.803	02/06/2025	-1
MGS	05/35	3.846	1	3.847	02/06/2025	0
MGS	04/37	3.937	90	3.937	02/06/2025	0
MGS	06/38	3.948	12	3.953	02/06/2025	0
MGS	04/39	3.963	161	3.965	02/06/2025	0
MGS	05/40	4.003	12	3.983	02/06/2025	2
MGS	05/44	4.052	40	4.052	02/06/2025	0
MGS	07/48	4.173	60	4.117	02/04/2025	6
MGS	06/50	4.122	2	4.058	02/06/2025	6
MGS	03/53	4.183	561	4.113	02/06/2025	7
GII	08/25	3.249	280	3.237	02/06/2025	1
GII	10/25	3.262	10	3.276	02/06/2025	-1
GII	09/26	3.331	6	3.343	02/05/2025	-1
GII	09/27	3.473	41	3.476	02/05/2025	0
GII	07/28	3.548	70	3.546	02/06/2025	0
GII	10/28	3.570	40	3.568	02/06/2025	0
GII	07/29	3.617	50	3.607	02/06/2025	1
GII	09/30	3.706	455	3.699	02/06/2025	1
GII	10/30	3.707	20	3.701	02/06/2025	1
GII	10/31	3.780	411	3.765	02/06/2025	1
GII	10/32	3.799	60	3.795	02/06/2025	0
GII	06/33	3.808	70	3.808	02/06/2025	0
GII	08/33	3.808	131	3.807	02/06/2025	0
GII	11/34	3.819	380	3.819	02/06/2025	0
GII	10/35	3.853	4	3.858	01/31/2025	0
GII	07/36	3.903	21	3.906	02/06/2025	0
GII	08/37	3.942	14	3.916	02/03/2025	3
GII	03/38	3.939	1	3.939	02/06/2025	0
GII	09/39	3.967	40	3.974	02/06/2025	-1
GII	07/40	3.946	105	3.946	02/06/2025	0
GII	09/41	4.010	40	4.011	02/06/2025	0
GII	08/43	4.070	60	4.071	02/06/2025	0
GII	11/49	4.168	11	4.173	02/06/2025	0
GII	05/52	4.196	22	4.212	02/06/2025	-2
GII	03/54	4.188	32	4.120	02/06/2025	7
			4054			

## 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	02/28	GG	3.595	10	3.599	5/2/2025	0	12
Lembaga Pembiayaan Perumahan Sektor Aw	09/28	GG	3.597	40	3.697	7/1/2025	-10	3
DanaInfra Nasional Berhad	10/28	GG	3.597	15	3.675	21/11/2024	-8	3
DanaInfra Nasional Berhad	02/29	GG	3.642	10	3.719	29/11/2024	-8	8
Malaysia Rail Link Sdn Berhad	03/34	GG	3.848	10	3.845	6/2/2025	0	4
Perbadanan Tabung Pendidikan Tinggi Nasio	03/36	GG	3.889	5	3.989	27/12/2024	-10	8
Prasarana Malaysia Berhad	01/37	GG	3.912	10	3.922	4/2/2025	-1	10
Projek Lebuhraya Usahasama Berhad	01/38	GG	3.949	10	3.969	21/1/2025	-2	-2
Lembaga Pembiayaan Perumahan Sektor Aw	08/38	GG	3.962	20	3.999	10/12/2024	-4	-1
Prasarana Malaysia Berhad	02/40	GG	4.010	20	3.999	27/9/2024	1	4
Perbadanan Tabung Pendidikan Tinggi Nasio	07/41	GG	4.033	10	4.069	6/1/2025	-4	6
Prasarana Malaysia Berhad	03/47	GG	4.124	30	4.235	15/5/2024	-11	7
DanaInfra Nasional Berhad	02/48	GG	4.140	5	4.175	15/3/2024	-4	9
Toyota Capital Malaysia Sdn Berhad	01/28	AAA	3.854	10	3.874	27/1/2025	-2	38
Pengurusan Air SPV Berhad	02/28	AAA	3.786	20	3.843	21/1/2025	-6	32
Pengurusan Air SPV Berhad	06/28	AAA	3.787	10	3.856	14/1/2025	-7	32
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.847	20	3.897	20/1/2025	-5	23
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.913	10	3.813	15/10/2024	10	21
Projek Lebuhraya Usahasama Berhad	01/32	AAA	3.922	10	3.955	30/12/2024	-3	14
Pengurusan Air SPV Berhad	10/34	AAA	3.948	10	4.011	14/1/2025	-6	14
Projek Lebuhraya Usahasama Berhad	01/36	AAA	3.963	15	3.978	19/12/2024	-2	15
Projek Lebuhraya Usahasama Berhad	01/37	AAA	3.978	15	4.029	20/1/2025	-5	17
TNB Power Generation Sdn Berhad	03/38	AAA	3.979	10	4.089	19/11/2024	-11	1
TNB Power Generation Sdn Berhad	03/43	AAA	4.089	30	4.079	31/12/2024	1	4
Sabah Development Bank Berhad	04/26	AA1	5.492	1	5.475	6/2/2025	2	223
YTL Power International Berhad	03/37	AA1	4.121	40	4.119	5/2/2025	0	31
YTL Power International Berhad	08/38	AA1	4.128	20	4.138	6/1/2025	-1	16
YTL Power International Berhad	10/39	AA1	4.148	60	4.159	6/2/2025	-1	18
reNIKOLA Solar II Sdn Berhad	09/29	AA2	3.999	5	3.862	24/9/2024	14	38
reNIKOLA Solar II Sdn Berhad	09/33	AA2	4.091	5	4.119	27/11/2024	-3	29
Benih Restu Berhad	07/34	AA2	3.989	9	3.989	5/2/2025	0	19
Fortune Premiere Sdn Berhad	09/25	AA	3.747	10	3.776	21/1/2025	-3	48
VS Capital Management Sdn Berhad	09/27	AA	4.065	10	4.079	23/12/2024	-1	59
BGSM Management Sdn Berhad	06/34	AA3	4.032	20	4.022	5/9/2024	1	23
DRB-Hicom Berhad	12/26	AA-	3.897	30	3.950	14/1/2025	-5	52
DRB-Hicom Berhad	08/28	AA-	4.007	10	4.037	23/12/2024	-3	54
DRB-Hicom Berhad	12/29	AA-	4.077	40	4.154	6/2/2025	-8	46
Affin Bank Berhad	06/18	A3	4.818	1	4.400	6/2/2025	42	76
				615				

\* 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 &amp; 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@hlbb.hongleong.com.my](mailto:HLMarkets@hlbb.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.