

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were little changed in trading on Tuesday, ahead of the key CPI report for December, amidst cooler than expected producer prices for the month. Benchmark yields were mixed, with the shorter dated maturities outperforming for the day. **The benchmark 2Y UST yield was 1bp lower for the day at 4.37% while the benchmark 10Y UST yield rose 1bp to 4.79%.** Tonight sees the release of the consumer price index reports for December, and there will also be some Fed-speaks to watch out for as the Fed's Williams, Barkin and Kashkari are all scheduled to speak.

MGS/GII

- Local govies were mixed in trading on Tuesday, amidst a well-received auction of RM3bn of the new issuance of the new benchmark 15Y GII 7/40, which drew a massive BTC of 4.289x. Secondary market volume receded by 16% to RM3.79bn from the RM4.52bn that changed hands on Monday. Overall benchmark yields ended the day mixed by between -2 to +4bps (prior: higher by 0 to 4bps). **The benchmark 5Y MGS 8/29 yield was little changed for the day at 3.63% while the yield on the benchmark 10Y MGS 7/34 was 1bp lower at 3.83%.** Trading activity for the day was led by the off-the-run MGS 3/25 while decent interest was also seen in the benchmark 3Y MGS, 10Y MGS and 15Y MGS/GII, as well as in the off-the-run GII 9/39 and MGS 5/40. The share of GII trading for the day advanced to 42% of overall govies trading from the 30% seen the previous session. There are no domestic economic releases for the day ahead.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.37	-1
5-yr UST	4.60	0
10-yr UST	4.79	1
30-yr UST	4.98	1

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.48	0	3.35	-1
5-yr	3.63	0	3.64	0
7-yr	3.80	0	3.78	-2
10-yr	3.83	-1	3.85	-1
15-yr	3.99	1	3.99	1
20-yr	4.05	-1	4.08	1
30-yr	4.22	4	4.19	0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.59	-1
3-yr	3.55	0
5-yr	3.60	-2
7-yr	3.67	-2
10-yr	3.78	-1

Source : Bloomberg

Upcoming Government Bond Tender

Nil

Corp Bonds/Sukuk

- The corporate bond/sukuk market was mixed in trading on Tuesday, with secondary market volume for the day inching higher by 2% to RM653m versus the RM641m that traded on Monday. Trading for the day was led by the AAA-rated segment of the market. In the GG universe, DANA 10/35 led the interest, closing at 3.91%, 11bps lower from where it last traded. In the AAA-space, trading was led by TNB 6/29, which settled at 3.90%, little changed compared to its last print. Interest was also seen in TNBPG 3/33, which closed at 4.00%, higher by 4bps compared to where it last changed hands. In the AA-rated arena, trading was led by MMC 11/25, which settled at 3.74%, unchanged versus its last print). Over in the A-rated segment, AIBB 10/33 led trading and closed at 4.28%, 14bps higher compared to where it last traded.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.138	639	3.162	01/10/2025	-2
MGS	09/25	3.214	93	3.241	01/13/2025	-3
MGS	05/27	3.480	165	3.482	01/13/2025	0
MGS	11/27	3.510	29	3.480	01/13/2025	3
MGS	06/28	3.557	60	3.560	01/13/2025	0
MGS	04/30	3.697	1	3.714	01/13/2025	-2
MGS	04/31	3.793	100	3.796	01/13/2025	0
MGS	07/32	3.801	108	3.806	01/13/2025	0
MGS	11/33	3.847	41	3.848	01/13/2025	0
MGS	07/34	3.829	171	3.841	01/13/2025	-1
MGS	05/35	3.882	13	3.847	01/13/2025	4
MGS	04/37	3.947	10	3.961	01/13/2025	-1
MGS	04/39	3.985	482	3.972	01/13/2025	1
MGS	05/40	3.976	172	4.017	01/13/2025	-4
MGS	05/44	4.050	10	4.059	01/13/2025	-1
MGS	06/50	4.155	17	4.042	01/13/2025	11
MGS	03/53	4.217	100	4.178	01/13/2025	4
GII	09/26	3.349	5	3.356	01/13/2025	-1
GII	10/28	3.575	5	3.577	01/10/2025	0
GII	07/29	3.642	40	3.640	01/13/2025	0
GII	09/30	3.724	120	3.734	01/13/2025	-1
GII	10/31	3.780	20	3.798	01/13/2025	-2
GII	10/32	3.838	112	3.830	01/13/2025	1
GII	11/34	3.846	90	3.852	01/13/2025	-1
GII	07/36	3.929	20	3.922	01/13/2025	1
GII	08/37	3.941	70	3.931	01/09/2025	1
GII	03/38	3.947	100	3.941	01/10/2025	1
GII	09/39	3.986	185	3.974	01/13/2025	1
GII	07/40	3.947	511	n/a	n/a	395
GII	09/41	4.009	140	4.019	01/13/2025	-1
GII	08/43	4.081	16	4.070	01/10/2025	1
GII	11/49	4.157	30	4.151	01/13/2025	1
GII	05/52	4.194	70	4.107	01/13/2025	9
GII	03/54	4.187	40	4.190	01/13/2025	0
			3786			

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*
Khazanah Nasional Berhad	10/27	GG	3.648	10	3.667	5/12/2024	-2	17
Lembaga Pembiayaan Perumahan Sektor Awam	08/34	GG	3.889	20	3.895	13/1/2025	-1	5
Prasarana Malaysia Berhad	07/35	GG	3.929	10	3.881	23/8/2024	5	9
DanaInfra Nasional Berhad	09/35	GG	3.908	20	3.919	13/1/2025	-1	7
DanaInfra Nasional Berhad	10/35	GG	3.909	40	4.014	15/11/2024	-11	7
DanaInfra Nasional Berhad	05/36	GG	3.931	10	3.900	21/8/2024	3	10
Malaysia Rail Link Sdn Berhad	07/36	GG	3.989	20	3.989	24/12/2024	0	15
Bank Pembangunan Malaysia Berhad	06/26	AAA	3.786	30	3.679	13/8/2024	11	51
Bank Pembangunan Malaysia Berhad	11/26	AAA	3.835	30	3.820	4/12/2024	2	46
Danum Capital Berhad	05/27	AAA	3.796	5	3.794	3/1/2025	0	42
Cagamas Berhad	07/27	AAA	3.796	20	3.791	26/11/2024	0	32
Malaysia Airport Holdings Berhad	11/27	AAA	3.846	5	3.839	28/11/2024	1	37
Pengurusan Air SPV Berhad	06/28	AAA	3.856	15	3.873	14/11/2024	-2	38
Malaysia Airport Holdings Berhad	12/28	AAA	3.872	10	3.822	20/8/2024	5	30
Pengurusan Air SPV Berhad	06/29	AAA	3.881	30	3.804	2/8/2024	8	31
Tenaga Nasional Berhad	06/29	AAA	3.902	60	3.907	2/1/2025	0	33
Pengurusan Air SPV Berhad	02/33	AAA	3.979	15	3.984	9/12/2024	0	16
TNB Power Generation Sdn Berhad	03/33	AAA	4.001	40	3.960	20/12/2024	4	18
Pengurusan Air SPV Berhad	02/34	AAA	3.999	30	3.979	10/1/2025	2	17
Pengurusan Air SPV Berhad	10/34	AAA	4.011	10	4.018	30/12/2024	-1	18
Sabah Credit Corporation	01/27	AA1	3.832	20	3.869	20/11/2024	-4	46
YTL Power International Berhad	10/39	AA1	4.170	10	4.159	3/1/2025	1	20
AEON Co. (M) Berhad	08/29	AA2	4.009	10	3.987	9/1/2025	2	38
PONSB Capital Berhad	05/31	AA2	4.038	10	4.028	3/1/2025	1	32
RHB Bank Berhad	09/32	AA2	4.015	10	4.398	16/12/2024	-38	20
Fortune Premiere Sdn Berhad	10/25	AA	3.834	29	3.962	11/7/2024	-13	55
Pelabuhan Tanjung Pelepas Sdn Berhad	08/27	AA	3.888	10	3.871	3/1/2025	2	41
SP Setia Berhad	04/32	AA	4.088	30	4.090	13/1/2025	0	28
AEON Credit Service (M) Berhad	09/28	AA3	3.946	10	3.948	6/1/2025	0	38
Bank Islam Malaysia Berhad	07/29	AA3	3.948	10	n/a	n/a	395	38
CIMB Thai Bank Public Company Limited	07/31	AA3	3.997	1	4.300	18/12/2024	-30	28
MMC Corporation Berhad	11/25	AA-	3.735	40	3.734	18/12/2024	0	45
UEM Sunrise Berhad	05/26	AA-	3.803	5	3.808	9/1/2025	0	52
DRB-Hicom Berhad	12/26	AA-	3.950	1	3.898	8/1/2025	5	58
MMC Port Holdings Sdn Berhad	04/29	AA-	4.344	2	4.010	3/1/2025	33	78
Johor Port Berhad	10/29	AA-	4.000	8	4.001	3/12/2024	0	37
DRB-Hicom Berhad	12/29	AA-	4.184	2	4.088	23/12/2024	10	55
Alliance Bank Malaysia Berhad	08/31	A1	4.119	5	4.029	10/10/2024	9	31
Affin Bank Berhad	07/32	A1	4.003	1	3.981	9/12/2024	2	18
Affin Islamic Bank Berhad	10/33	A1	4.281	10	4.140	1/10/2024	14	45
MCIS Insurance Berhad	12/31	A2	4.610	1	4.608	9/1/2025	0	80
DRB-Hicom Berhad	12/14	A	5.805	1	5.601	10/1/2025	20	175
				653				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Perbadanan Kemajuan Pertanian Negeri Pahang	RM650 mil Sukuk Wakalah Programme (2020/2050)	AA3(s)/Stable	Affirmed

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**

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