

## Global Markets Research

### Fixed Income

## Fixed Income Daily Market Snapshot

### US Treasuries

- US Treasuries were softer in trading on Friday, amidst US housing starts and industrial production for December both rising by more than expected, hinting at the US economy ending the year on a strong note. Benchmark yields were higher across the curve, with the yield curve bear-flattening. **The benchmark 2Y UST yield was 5bps higher for the day at 4.28% while the benchmark 10Y UST yield edged up by 1bp to 4.63%.** US stock and bond markets will be closed today in observance of Martin Luther King day, with the presidential inauguration also scheduled to take place.

### MGS/GII

- Local govies were mixed in trading on Friday, amidst the advanced reading for Malaysia 4Q GDP coming in softer than anticipated at 4.8% y/y versus expectations of 5.2% y/y. Secondary market volume for the day inched lower by 1% to RM3.41bn from the RM3.45bn that traded on Thursday. Overall benchmark yields ended the day mixed by between -1 to +1bp (prior: -1 to +2bps). **The benchmark 5Y MGS 8/29 yield was 1bp higher for the day at 3.62% while the yield on the benchmark 10Y MGS 7/34 was little changed at 3.82%.** Trading activity for the day was led by the off-the-run MGS 3/25, while decent interest was also seen in the off-the-run GII 10/25, as well as in the benchmark 5Y GII, 7Y MGS, 10Y MGS, 15Y MGS and 30Y GII. The share of GII trading for the day declined to 38% of overall govies trading from the 43% seen the previous session. The day ahead sees the release of Malaysian export and trade data for December, which will provide more clues on how the economy closed out the year.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.28	5
5-yr UST	4.43	4
10-yr UST	4.63	1
30-yr UST	4.86	0

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.45	-1	3.33	0
5-yr	3.62	1	3.63	1
7-yr	3.80	0	3.77	0
10-yr	3.82	0	3.84	0
15-yr	3.97	-1	3.98	1
20-yr	4.06	0	4.08	0
30-yr	4.16	-1	4.18	1

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.59	0
3-yr	3.53	0
5-yr	3.59	-2
7-yr	3.67	0
10-yr	3.76	-1

Source: Bloomberg

### Upcoming Government Bond Tender

Nil

### Corp Bonds/Sukuk

- The corporate bond/sukuk market was slightly better bid in trading on Friday, with secondary market volume for the day declining by 38% to RM333m versus the RM539m that changed hands on Thursday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, trading was led by PRASA 1/37 and DANA 2/51, closing at 3.94% (-3bps from last print) and 4.17% (-1bp) respectively. In the AAA-space, decent interest was seen in TNB 6/29 and PASB 2/31, which settled the day at 3.88% (-3bps) and 3.90% (+2bps) respectively. In the AA-rated arena, trading was led by IJM 3/39, which closed at 4.14% (-1bps) while decent interest was also seen in HLA 12/25 and YTLP 5/27 which settled the day at 3.90% (-12bps) and 3.84% (+2bps) respectively.

## Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	03/25	3.139	808	3.070	01/16/2025	7
MGS	09/25	3.194	50	3.198	01/16/2025	0
MGS	07/26	3.328	11	3.347	01/15/2025	-2
MGS	05/27	3.447	24	3.453	01/16/2025	-1
MGS	11/27	3.484	48	3.464	01/16/2025	2
MGS	04/28	3.518	60	3.518	01/16/2025	0
MGS	06/28	3.553	39	3.543	01/16/2025	1
MGS	04/29	3.578	5	3.590	01/16/2025	-1
MGS	08/29	3.620	65	3.609	01/16/2025	1
MGS	04/31	3.787	30	3.781	01/16/2025	1
MGS	07/32	3.797	335	3.794	01/16/2025	0
MGS	04/33	3.839	21	3.836	01/15/2025	0
MGS	11/33	3.844	6	3.834	01/16/2025	1
MGS	07/34	3.822	184	3.822	01/16/2025	0
MGS	04/37	3.940	42	3.938	01/16/2025	0
MGS	06/38	3.964	3	3.966	01/16/2025	0
MGS	04/39	3.972	187	3.979	01/16/2025	-1
MGS	05/40	3.987	90	3.994	01/16/2025	-1
MGS	10/42	4.036	20	4.047	01/16/2025	-1
MGS	09/43	4.069	2	4.080	01/08/2025	-1
MGS	03/46	4.079	47	4.062	01/16/2025	2
MGS	07/48	4.131	3	4.128	01/15/2025	0
MGS	06/50	4.155	18	4.122	01/16/2025	3
MGS	03/53	4.163	5	4.176	01/16/2025	-1
GII	10/25	3.238	400	3.242	01/16/2025	0
GII	03/26	3.295	40	3.292	01/16/2025	0
GII	09/26	3.331	90	3.335	01/16/2025	0
GII	09/27	3.476	45	3.475	01/15/2025	0
GII	07/28	3.529	6	3.535	01/16/2025	-1
GII	07/29	3.633	141	3.622	01/16/2025	1
GII	09/30	3.725	50	3.725	01/16/2025	0
GII	10/31	3.771	43	3.774	01/16/2025	0
GII	10/32	3.815	10	3.815	01/16/2025	0
GII	11/34	3.839	20	3.836	01/16/2025	0
GII	07/36	3.921	50	3.915	01/16/2025	1
GII	08/37	3.924	2	3.933	01/16/2025	-1
GII	03/38	3.951	50	3.939	01/16/2025	1
GII	07/40	3.959	20	3.952	01/16/2025	1
GII	09/41	4.013	10	4.011	01/16/2025	0
GII	08/43	4.079	80	4.082	01/16/2025	0
GII	05/47	4.113	3	4.136	12/31/2024	-2
GII	11/49	4.047	8	4.157	01/14/2025	-11
GII	05/52	4.195	26	4.195	01/15/2025	0
GII	03/54	4.184	210	4.178	01/16/2025	1
			3407			

## 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	05/36	GG	3.911	5	3.919	15/1/2025	-1	9
Prasarana Malaysia Berhad	01/37	GG	3.939	30	3.965	6/1/2025	-3	12
DanaInfra Nasional Berhad	11/47	GG	4.136	5	4.159	4/12/2024	-2	8
DanaInfra Nasional Berhad	02/51	GG	4.169	30	4.183	15/1/2025	-1	11
Mercedes-Benz Services Malaysia Sdn Berhad	03/26	AAA	3.715	10	3.876	20/12/2024	-16	44
Small Medium Enterprise Development Bank	05/28	AAA	3.978	1	3.918	4/10/2024	6	52
Tenaga Nasional Berhad	11/28	AAA	3.786	20	3.837	13/12/2024	-5	23
Projek Lebuhraya Usahasama Berhad	01/29	AAA	3.881	3	3.890	24/12/2024	-1	32
Petroleum Sarawak Exploration & Production	05/29	AAA	3.879	15	3.901	16/1/2025	-2	32
Tenaga Nasional Berhad	06/29	AAA	3.876	20	3.902	14/1/2025	-3	32
Pengurusan Air SPV Berhad	02/31	AAA	3.897	20	3.877	13/1/2025	2	19
Infracap Resources Sdn Berhad	04/31	AAA	3.961	10	4.071	6/1/2025	-11	26
Amanat Lebuhraya Rakyat Berhad	10/31	AAA	3.998	1	3.998	15/1/2025	0	21
Pengurusan Air SPV Berhad	02/34	AAA	3.988	10	3.999	14/1/2025	-1	17
Pengurusan Air SPV Berhad	09/35	AAA	4.029	1	4.259	6/9/2023	-23	21
Hong Leong Assurance Berhad	12/25	AA1	3.897	30	4.016	6/9/2024	-12	62
Sabah Credit Corporation	12/26	AA1	3.822	1	3.842	3/1/2025	-2	46
GENM Capital Berhad	03/27	AA1	4.806	2	4.298	2/1/2025	51	144
YTL Power International Berhad	05/27	AA1	3.838	30	3.815	13/1/2025	2	48
Sime Darby Property Berhad	12/27	AA+	4.360	1	3.856	16/12/2024	50	90
AmBank (M) Berhad	06/34	AA2	4.119	10	4.218	5/11/2024	-10	30
Point Zone (M) Sdn Berhad	03/30	AA	3.999	5	3.964	5/12/2024	4	38
AmBank (M) Berhad	10/32	AA3	3.782	1	4.032	9/1/2025	-25	-2
IJM Treasury Management Sdn Berhad	03/39	AA3	4.139	40	4.150	16/1/2025	-1	18
Malayan Banking Berhad	02/17	AA3	4.024	10	3.973	10/1/2025	5	-3
Konsortium Lebuhraya Utara-Timur (KL) Sdn	12/26	AA-	4.217	2	4.191	19/12/2024	3	86
Konsortium Lebuhraya Utara-Timur (KL) Sdn	12/27	AA-	4.298	4	4.231	3/10/2024	7	84
Quantum Solar Park (Semenanjung) Sdn Berhad	04/30	AA-	4.268	5	4.169	16/7/2024	10	65
Malaysian Resources Corporation Berhad	08/30	AA-	4.368	10	4.397	4/9/2024	-3	66
JB Cocoa Sdn Berhad	11/27	A+	4.664	1	5.122	15/1/2025	-46	121
				333				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Maybank Ageas Holdings Berhad	Corporate credit ratings RM3bn Subordinated Bonds Programme (2021/-)	AA1/Stable/P1 AA2/Stable	Affirmed Affirmed

Source: RAM, MARC

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