

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.28	-1
5-yr UST	4.40	-4
10-yr UST	4.58	-5
30-yr UST	4.81	-5

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.43	-1	3.32	-1
5-yr	3.61	0	3.63	-1
7-yr	3.79	0	3.78	0
10-yr	3.82	-1	3.84	0
15-yr	3.97	-3	3.95	-1
20-yr	4.06	0	4.08	0
30-yr	4.18	0	4.19	0

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.58	-1
3-yr	3.52	-1
5-yr	3.57	-1
7-yr	3.65	-1
10-yr	3.74	-2

Source: Bloomberg

Upcoming Government Bond Tender

Reopening auction of RM5.5bn of the benchmark 3Y GII 7/28 on Thursday, 23 Jan

US Treasuries

- US Treasuries were firmer in trading on Tuesday after US President Trump held off on immediately announcing a range of tariffs on US imports on his return to office yesterday. Benchmark yields were lower across the maturity spectrum as the UST curve bull flattened. **The benchmark 2Y UST yield fell by 1bp for the day to 4.28% while the benchmark 10Y UST yield declined by 5bps to close at 4.58%.** Tonight sees the release of the Leading Index for December, but the focus of the markets will probably lie on further headlines emanating from the new US administration.

MGS/GII

- Local govies were better bid in trading on Monday in an active session, amidst the announcement of more government bond supply, with RM5.5bn of the GII 7/28 to be auctioned on Thursday. Secondary market volume for the day surged by 145% to RM6.07bn from the RM2.48bn that traded on Monday. Overall benchmark yields ended the day lower by between 0 to 3bps (prior: -1 to +3bps). **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 1bp lower at 3.82%.** Trading activity for the day was led by the benchmark 3Y MGS, while decent interest was also seen in the off-the-run MGS 3/25, GII 8/25, MGS 4/26 and MGS 4/28. The share of GII trading for the day climbed to 39% of overall govies trading from the 29% seen the day before. A busy day ahead with December CPI due at noon before BNM releases their rate decision and policy statement later in the afternoon, where we expect a pause and continued neutral tone.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was mixed in trading on Tuesday, with secondary market volume for the day rising by 39% to RM645m versus the RM464m that changed hands on Monday. Trading for the day was led by the AA-rated segment of the market. In the GG universe, trading was led by PRASA 6/34 and PLUS 1/38, which closed at 3.88% (-2bps from last print) and 3.97% (-3bps) respectively. In the AAA-space, interest was led by PASB 2/28, which settled the day at 3.84% (+6bps). In the AA-rated arena, trading was led by UEMS 6/27, which closed at 3.91% (+9bps). Decent interest was also seen in UEME 4/26 and JPG 9/34, which settled the day at 3.79% and 4.00% respectively, both 1bp lower than their previous trades. Over in the A-rated segment, trading was led by MNRB 3/34, closing the day at 4.09% (-1bp).

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.161	489	3.126	01/20/2025	4
MGS	09/25	3.100	206	3.198	01/20/2025	-10
MGS	04/26	3.286	440	3.300	01/15/2025	-1
MGS	07/26	3.325	114	3.328	01/17/2025	0
MGS	11/26	3.365	54	3.395	01/15/2025	-3
MGS	05/27	3.434	682	3.446	01/20/2025	-1
MGS	11/27	3.476	164	3.484	01/17/2025	-1
MGS	04/28	3.516	400	3.518	01/17/2025	0
MGS	06/28	3.545	164	3.543	01/20/2025	0
MGS	08/29	3.609	50	3.614	01/20/2025	0
MGS	04/30	3.685	12	3.683	01/20/2025	0
MGS	04/31	3.772	62	3.782	01/20/2025	-1
MGS	06/31	3.779	1	3.784	01/20/2025	0
MGS	07/32	3.788	63	3.791	01/20/2025	0
MGS	11/33	3.841	258	3.844	01/20/2025	0
MGS	07/34	3.815	131	3.822	01/20/2025	-1
MGS	05/35	3.854	60	3.847	01/16/2025	1
MGS	04/37	3.940	46	3.938	01/20/2025	0
MGS	06/38	3.944	1	3.943	01/20/2025	0
MGS	04/39	3.972	15	4.007	01/20/2025	-3
MGS	05/40	3.986	1	3.989	01/20/2025	0
MGS	10/42	4.028	20	4.034	01/20/2025	-1
MGS	05/44	4.059	110	4.057	01/20/2025	0
MGS	03/46	4.381	1	4.079	01/17/2025	30
MGS	07/48	4.025	13	4.131	01/17/2025	-11
MGS	06/50	4.046	28	4.120	01/20/2025	-7
MGS	03/53	4.180	110	4.175	01/20/2025	0
GII	08/25	3.207	337	3.238	01/20/2025	-3
GII	10/25	3.225	65	3.243	01/20/2025	-2
GII	03/26	3.315	240	3.295	01/17/2025	2
GII	09/26	3.323	141	3.331	01/17/2025	-1
GII	09/27	3.476	240	3.476	01/20/2025	0
GII	07/28	3.547	150	3.538	01/20/2025	1
GII	10/28	3.556	4	3.596	01/15/2025	-4
GII	07/29	3.625	220	3.635	01/20/2025	-1
GII	09/30	3.721	250	3.725	01/20/2025	0
GII	10/30	3.721	8	3.736	01/20/2025	-2
GII	10/31	3.776	106	3.773	01/20/2025	0
GII	10/32	3.812	260	3.815	01/20/2025	0
GII	06/33	3.841	10	3.833	01/15/2025	1
GII	08/33	3.836	60	3.836	01/20/2025	0
GII	10/35	3.843	20	3.843	01/16/2025	0
GII	08/37	3.932	60	3.924	01/17/2025	1
GII	09/39	3.967	80	4.013	01/20/2025	-5
GII	07/40	3.950	30	3.959	01/17/2025	-1
GII	08/43	4.082	33	4.081	01/20/2025	0
GII	11/49	4.174	11	4.151	01/20/2025	2
GII	05/52	4.192	20	4.194	01/20/2025	0
GII	03/54	4.185	30	4.185	01/20/2025	0
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## 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*
Small Medium Enterprise Development Bank	03/26	GG	3.527	10	3.590	30/5/2024	-6	25
Prasarana Malaysia Berhad	03/34	GG	3.882	15	3.878	16/10/2024	0	6
DanaInfra Nasional Berhad	03/34	GG	3.882	10	3.878	16/1/2025	0	6
Prasarana Malaysia Berhad	06/34	GG	3.882	20	3.898	15/1/2025	-2	6
Projek Lebuhraya Usahasama Berhad	01/38	GG	3.969	20	3.999	2/1/2025	-3	0
Bank Pembangunan Malaysia Berhad	12/25	AAA	3.686	10	3.630	7/8/2024	6	41
Infracap Resources Sdn Berhad	04/26	AAA	3.695	5	3.628	2/10/2024	7	42
Projek Lebuhraya Usahasama Berhad	01/27	AAA	3.805	5	3.804	20/1/2025	0	44
Projek Lebuhraya Usahasama Berhad	01/28	AAA	3.848	20	3.706	4/10/2024	14	39
Pengurusan Air SPV Berhad	02/28	AAA	3.843	30	3.782	10/9/2024	6	39
EKVE Sdn Berhad	01/29	AAA	4.051	3	4.048	11/7/2024	0	49
Hong Leong Bank Berhad	09/29	AAA	3.976	2	3.833	18/10/2024	14	36
Pengurusan Air SPV Berhad	11/30	AAA	3.869	10	3.896	23/7/2024	-3	16
CIMB Islamic Bank Berhad	11/30	AAA	3.868	10	3.969	17/12/2024	-10	16
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.928	5	3.962	15/1/2025	-3	22
Bakun Hydro Power Generation Sdn Berhad	08/31	AAA	3.895	10	3.916	3/1/2025	-2	11
Tenaga Nasional Berhad	11/31	AAA	3.936	20	3.968	26/12/2024	-3	15
Pengurusan Air Selangor Sdn Berhad	09/32	AAA	3.952	10	4.009	30/10/2024	-6	15
TNB Power Generation Sdn Berhad	06/37	AAA	3.988	20	4.105	18/11/2024	-12	17
Tenaga Nasional Berhad	08/37	AAA	3.999	5	4.041	7/1/2025	-4	3
Projek Lebuhraya Usahasama Berhad	01/38	AAA	4.051	1	4.048	7/1/2025	0	9
United Overseas Bank (Malaysia) Berhad	10/32	AA1	4.145	2	3.948	15/1/2025	20	34
Malayan Banking Berhad	01/34	AA1	4.114	1	4.071	20/1/2025	4	30
Johor Plantations Group Berhad	09/34	AA1	3.999	40	4.009	9/1/2025	-1	18
UEM Olive Capital Berhad	10/34	AA1	3.988	30	4.001	20/1/2025	-1	17
Johor Plantations Group Berhad	09/39	AA1	4.098	10	4.109	8/1/2025	-1	13
Fortune Premiere Sdn Berhad	09/25	AA	3.776	30	3.799	10/1/2025	-2	50
Pelabuhan Tanjung Pelepas Sdn Berhad	04/26	AA	3.761	5	3.708	28/11/2024	5	49
UEM Edgenta Berhad	04/26	AA	3.786	40	3.798	6/1/2025	-1	51
SP Setia Berhad	06/30	AA	4.018	20	4.018	3/1/2025	0	40
AFA Prime Berhad (fka Anih Berhad)	11/25	AA-	4.104	6	4.313	20/6/2024	-21	83
UEM Sunrise Berhad	06/27	AA-	3.907	180	3.815	24/9/2024	9	54
DRB-Hicom Berhad	12/29	AA-	4.163	6	4.309	20/1/2025	-15	55
DRB-Hicom Berhad	11/31	AA-	4.146	10	4.168	19/12/2024	-2	36
Jimah East Power Sdn Berhad	12/31	AA-	4.318	1	4.258	29/7/2024	6	53
MNRB Holdings Berhad	03/34	A1	4.087	20	4.095	16/1/2025	-1	27
Hong Leong Bank Berhad	11/17	A1	4.381	1	4.117	20/1/2025	26	33
Tan Chong Motor Holdings Berhad	06/26	A	5.605	1	6.091	15/1/2025	-49	233
Tropicana Corporation Berhad	11/28	A	6.023	1	6.173	31/12/2024	-15	246
DRB-Hicom Berhad	12/14	A	5.450	1	5.089	20/1/2025	36	140
Yinson Holdings Berhad	11/22	A-	6.867	1	6.052	6/1/2025	82	281
				645				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

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