

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.21	-1
5-yr UST	4.32	-1
10-yr UST	4.52	-1
30-yr UST	4.76	-1

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.44	1	3.55	0
5-yr	3.61	1	3.61	0
7-yr	3.77	0	3.76	-1
10-yr	3.80	0	3.81	-1
15-yr	3.96	0	3.94	0
20-yr	4.06	0	4.07	0
30-yr	4.18	7	4.19	0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.56	0
3-yr	3.47	0
5-yr	3.53	0
7-yr	3.60	0
10-yr	3.71	0

Source: Bloomberg

Upcoming Government Bond Tender

Nil

US Treasuries

- US Treasuries were slightly firmer in trading on Thursday, amidst advanced US 4Q GDP coming out slightly south of expectations, despite a strong showing by the consumer, as private investment caused a drag. Benchmark yields were lower across the curve, as the market also continued to digest the messaging from the FOMC the prior day, with a full rate cut now pushed out to July in futures market pricing. **The benchmark 2Y UST yield fell by 1bp for the day to 4.21% while the benchmark 10Y UST yield also declined by 1bp to 4.52%.** Tonight sees the release of the core PCE price index for December, alongside the personal income and spending numbers for the month.

MGS/GII

- Local govies were better bid in trading on Tuesday in a quiet session prior to the CNY holidays. Secondary market volume for the day inched declined by 45% to RM2.37bn from the RM4.27bn that changed hands on Monday. Overall benchmark yields ended the day mixed between -1 to +1bp (prior: -1 to +1bp). **The benchmark 5Y MGS 8/29 yield was 1bp higher for the day at 3.61% while the yield on the benchmark 10Y MGS 7/34 was little changed at 3.80%.** Trading activity for the day was led by the off-the-run GII 8/33, while decent interest was also seen in the benchmark 3Y MGS/GII, 7Y GII and 10Y GII, as well as in the off-the-run GII 10/25. The share of GII trading for the day climbed to 59% of overall govies trading from the 45% seen the previous session. There are no economic releases due domestically for the coming day.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was also better bid in trading on Tuesday, with secondary market volume for the day falling by 39% to RM238m versus the RM392m that traded on Monday. Trading for the day was again led by the AAA-rated segment of the market. In the GG universe, interest was led by DANA 5/28, which closed at 3.61%, 4bps lower versus where the bond last changed hands. In the AAA-space, activity was led by PSEP 5/27, which settled the day at 3.75%, 3bps lower versus its last print. Decent interest was also seen in TNBPG 6/42, which closed at 4.09%, 3bps higher compared to where it last traded. In the AA-rated arena, trading was led by BIMB 7/31, which closed the day at 4.01%, 1bp lower versus its last print.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.135	125	3.150	01/27/2025	-2
MGS	09/25	3.184	112	3.161	01/27/2025	2
MGS	07/26	3.316	59	3.274	01/24/2025	4
MGS	05/27	3.439	179	3.433	01/27/2025	1
MGS	11/27	3.475	21	3.461	01/27/2025	1
MGS	06/28	3.551	31	3.542	01/27/2025	1
MGS	04/29	3.599	2	3.588	01/24/2025	1
MGS	08/29	3.608	30	3.598	01/27/2025	1
MGS	04/31	3.763	29	3.761	01/27/2025	0
MGS	06/31	3.769	10	3.781	01/24/2025	-1
MGS	07/32	3.768	90	3.768	01/27/2025	0
MGS	04/33	3.815	80	3.816	01/27/2025	0
MGS	11/33	3.809	70	3.827	01/27/2025	-2
MGS	07/34	3.801	8	3.801	01/27/2025	0
MGS	06/38	3.951	50	3.955	01/27/2025	0
MGS	05/40	3.985	59	3.986	01/27/2025	0
MGS	06/50	4.149	20	4.155	01/27/2025	-1
MGS	03/53	4.180	5	4.107	01/27/2025	7
GII	10/25	3.247	233	3.255	01/27/2025	-1
GII	07/28	3.553	241	3.550	01/27/2025	0
GII	07/29	3.611	10	3.613	01/27/2025	0
GII	10/31	3.756	150	3.762	01/27/2025	-1
GII	10/32	3.791	50	3.797	01/27/2025	-1
GII	08/33	3.823	310	3.827	01/27/2025	0
GII	11/34	3.813	260	3.819	01/27/2025	-1
GII	09/39	3.967	60	3.963	01/27/2025	0
GII	09/41	4.009	70	4.012	01/27/2025	0
GII	05/52	4.188	1	4.193	01/27/2025	0
			2366			

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	05/28	GG	3.608	30	3.649	3/12/2024	-4	16
DanaInfra Nasional Berhad	11/28	GG	3.629	20	3.665	16/1/2025	-4	8
DanaInfra Nasional Berhad	05/36	GG	3.898	10	3.911	17/1/2025	-1	9
Danum Capital Berhad	05/27	AAA	3.768	20	3.791	20/1/2025	-2	42
Petroleum Sarawak Exploration & Production	05/27	AAA	3.747	40	3.776	24/1/2025	-3	39
Petroleum Sarawak Exploration & Production	11/27	AAA	3.768	20	3.767	24/1/2025	0	32
TNB Power Generation Sdn Berhad	06/42	AAA	4.090	25	4.059	20/1/2025	3	12
AEON Credit Service (M) Berhad	11/30	AA3	4.026	10	4.069	24/1/2025	-4	33
Bank Islam Malaysia Berhad	07/31	AA3	4.007	40	4.016	27/1/2025	-1	31
UEM Sunrise Berhad	02/26	AA-	3.740	5	3.768	16/1/2025	-3	48
LBS Bina Group Berhad	01/32	AA-	4.806	5	4.806	27/1/2025	0	103
Johor Port Berhad	10/32	AA-	4.140	10	4.150	10/1/2025	-1	34
Hong Leong Bank Berhad	11/17	A1	4.249	1	4.443	22/1/2025	-19	19
SUNREIT Perpetual Bond Berhad	04/19	A1	4.441	1	4.344	7/1/2025	10	38
Tropicana Corporation Berhad	09/19	A-	6.119	1	7.232	3/1/2025	-111	206
				238				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
MCIS Insurance Berhad	Insurer Financial Strength Ratings RM200m Tier 2 Subordinated Debt (2021/2031)	A1/Negative/P1 A2/Negative	Outlook Revised
Hong Leong Financial Group Berhad	RM3bn Commercial Papers Programme (2018/2025)	P1	Withdrawn

Source: RAM, MARC

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