

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.25	5
5-yr UST	4.36	3
10-yr UST	4.56	2
30-yr UST	4.79	0

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.48	3	3.57	1
5-yr	3.62	1	3.63	0
7-yr	3.79	1	3.78	1
10-yr	3.81	0	3.83	1
15-yr	3.97	0	3.95	0
20-yr	4.06	1	4.07	0
30-yr	4.18	0	4.19	0

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.56	0
3-yr	3.48	2
5-yr	3.54	1
7-yr	3.60	1
10-yr	3.71	1

Source : Bloomberg

Upcoming Government Bond Tender

Reopening auction of RM2.5bn of the benchmark MGS 3/53 on Wednesday 05 Feb (with an additional RM2.0bn to be privately placed)

US Treasuries

- US Treasuries were lower in trading on Monday, amidst news that US trade tariffs due to imposed on Canada and Mexico could be delayed by a month. Economic data for the day was also positive, with the ISM Manufacturing index for January rising more than expected into expansionary territory, signaling a good start to the year for the US manufacturing sector. Benchmark yields were higher as the UST curve flattened. **The benchmark 2Y UST yield rose by 5bps for the day to 4.25% while the benchmark 10Y UST yield advanced by 2bp to 4.56%.** Tonight sees the release of the latest JOLTS job openings numbers, as well as US factory orders for December.

MGS/GII

- Local govies were lower in trading on Monday in an active session, amidst the announcement of more government bond supply, with RM2.5bn of the benchmark 30Y MGS to be sold in a reopening auction on Wednesday. Secondary market volume for the day rose by 27% to RM4.47bn from the RM4.47bn that changed hands on Friday. Overall benchmark yields ended the day higher between 1 to 3bps (prior: -1 to +1bp). **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 3.81%.** Trading activity for the day was led by the off-the-run MGS 9/25, while decent interest was also seen in the benchmark 3Y MGS/GII and 10Y GII, as well as in the off-the-run MGS 3/25 and MGS 4/28. The share of GII trading for the day rose to 34% of overall govies trading from the 18% seen the day before.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Monday as the market roared back to life after the holidays last week, with secondary market volume for the day surging by 262% to RM781m versus the RM216m that traded on Monday. Trading for the day was dominated by the GG segment of the market, where interest was led by PRASA 6/34, which closed at 3.85%, little changed versus its last print. Strong interest was also seen in DANA 3/34, which settled at 3.85%, unchanged versus where it last traded. In the AAA-space, interest was seen in the new CAGA 2/28, which closed at 3.81% in a secondary market debut. In the AA-rated universe, trading was led by MBB 4.13% Perps, which settled the day at 3.99%, little changed versus its previous print.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.164	582	3.202	01/31/2025	-4
MGS	09/25	3.244	826	3.160	01/31/2025	8
MGS	04/26	3.276	5	3.280	01/31/2025	0
MGS	07/26	3.352	10	3.326	01/31/2025	3
MGS	09/26	3.316	3	3.314	01/31/2025	0
MGS	11/26	3.346	31	3.332	01/31/2025	1
MGS	03/27	3.450	13	3.447	01/31/2025	0
MGS	05/27	3.482	656	3.450	01/31/2025	3
MGS	11/27	3.497	20	3.483	01/31/2025	1
MGS	04/28	3.551	442	3.534	01/31/2025	2
MGS	06/28	3.573	56	3.549	01/31/2025	2
MGS	04/29	3.611	26	3.608	01/31/2025	0
MGS	08/29	3.624	75	3.617	01/31/2025	1
MGS	04/31	3.761	121	3.763	01/31/2025	0
MGS	06/31	3.775	8	3.772	01/31/2025	0
MGS	07/32	3.792	212	3.781	01/31/2025	1
MGS	04/33	3.822	1	3.830	01/31/2025	-1
MGS	11/33	3.827	44	3.828	01/31/2025	0
MGS	07/34	3.812	57	3.808	01/31/2025	0
MGS	05/35	3.851	54	3.857	01/31/2025	-1
MGS	04/37	3.936	101	3.939	01/31/2025	0
MGS	06/38	3.967	1	3.964	01/31/2025	0
MGS	04/39	3.970	171	3.966	01/31/2025	0
MGS	05/40	3.990	1	3.983	01/31/2025	1
MGS	10/42	4.031	121	4.040	01/31/2025	-1
MGS	09/43	4.077	1	4.066	01/31/2025	1
MGS	07/48	4.127	5	4.127	01/31/2025	0
MGS	06/50	4.058	41	4.155	01/31/2025	-10
MGS	03/53	4.180	36	4.177	01/31/2025	0
GII	08/25	3.278	57	3.253	01/31/2025	2
GII	03/26	3.307	40	3.319	01/31/2025	-1
GII	09/26	3.330	130	3.328	01/31/2025	0
GII	07/27	3.424	15	3.459	01/31/2025	-4
GII	09/27	3.485	2	3.485	01/31/2025	0
GII	07/28	3.568	278	3.562	01/31/2025	1
GII	07/29	3.626	1	3.622	01/31/2025	0
GII	09/30	3.712	10	3.699	01/31/2025	1
GII	10/30	3.725	1	3.720	01/31/2025	0
GII	10/31	3.776	92	3.769	01/31/2025	1
GII	10/32	3.813	101	3.806	01/31/2025	1
GII	06/33	3.822	250	3.822	01/31/2025	0
GII	08/33	3.825	250	3.823	01/28/2025	0
GII	11/34	3.831	310	3.823	01/31/2025	1
GII	07/36	3.907	12	3.911	01/31/2025	0
GII	08/37	3.916	3	3.936	01/31/2025	-2
GII	03/38	3.947	54	3.947	01/27/2025	0
GII	09/39	3.976	37	3.969	01/31/2025	1
GII	09/41	4.010	72	4.011	01/31/2025	0
GII	08/43	4.074	110	4.070	01/31/2025	0
GII	05/52	4.193	90	4.193	01/31/2025	0
GII	03/54	4.185	40	4.185	01/31/2025	0
			5677			

## 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*
Prasarana Malaysia Berhad	08/26	GG	3.500	10	3.505	4/12/2024	0	24
DanaInfra Nasional Berhad	09/27	GG	3.598	25	3.682	20/12/2024	-8	12
Lembaga Pembiayaan Perumahan Sektor Aw	04/32	GG	3.819	25	3.799	28/8/2024	2	4
DanaInfra Nasional Berhad	03/34	GG	3.845	130	3.844	27/1/2025	0	4
Prasarana Malaysia Berhad	06/34	GG	3.846	160	3.845	27/1/2025	0	4
DanaInfra Nasional Berhad	11/35	GG	3.872	5	3.899	16/1/2025	-3	6
DanaInfra Nasional Berhad	11/35	GG	3.872	10	3.872	31/1/2025	0	6
DanaInfra Nasional Berhad	10/36	GG	3.902	5	3.961	10/12/2024	-6	9
Perbadanan Tabung Pendidikan Tinggi Nasio	03/37	GG	3.934	30	3.929	27/1/2025	1	12
Lembaga Pembiayaan Perumahan Sektor Aw	10/38	GG	3.965	20	4.071	23/10/2024	-11	0
Prasarana Malaysia Berhad	03/40	GG	4.019	10	4.035	3/4/2024	-2	5
Prasarana Malaysia Berhad	03/42	GG	4.050	10	4.039	24/9/2024	1	8
DanaInfra Nasional Berhad	08/42	GG	4.050	10	4.075	29/8/2024	-3	-1
Prasarana Malaysia Berhad	08/42	GG	4.060	20	4.137	18/11/2024	-8	0
DanaInfra Nasional Berhad	02/44	GG	4.074	10	4.099	10/12/2024	-3	2
DanaInfra Nasional Berhad	10/45	GG	4.110	10	4.130	20/12/2024	-2	5
Lembaga Pembiayaan Perumahan Sektor Aw	03/46	GG	4.103	30	4.144	8/8/2024	-4	5
Lembaga Pembiayaan Perumahan Sektor Aw	03/51	GG	4.175	20	4.219	22/11/2024	-4	12
DanaInfra Nasional Berhad	10/54	GG	4.219	20	4.215	16/1/2025	0	16
TM Technology Services Sdn Berhad (fka We	09/27	AAA	3.761	10	3.756	20/1/2025	1	28
Projek Lebuhraya Usahasama Berhad	01/28	AAA	3.807	10	3.798	27/1/2025	1	33
Cagamas Berhad	02/28	AAA	3.810	10	n/a	n/a	381	33
Bank Pembangunan Malaysia Berhad	12/28	AAA	3.911	10	3.889	24/12/2024	2	35
DiGi Telecommunications Sdn Berhad	06/29	AAA	3.848	5	3.898	6/1/2025	-5	29
Tenaga Nasional Berhad	06/29	AAA	3.845	10	3.855	27/1/2025	-1	28
DiGi Telecommunications Sdn Berhad	09/29	AAA	3.869	5	3.951	13/11/2024	-8	25
Malaysia Airport Holdings Berhad	11/31	AAA	3.879	10	3.898	20/1/2025	-2	10
Tenaga Nasional Berhad	08/32	AAA	3.874	10	3.914	27/1/2025	-4	7
TNB Power Generation Sdn Berhad	06/42	AAA	4.090	1	4.090	28/1/2025	0	12
Press Metal Aluminium Holdings Berhad	10/26	AA1	3.773	10	3.887	11/6/2024	-11	41
Kuala Lumpur Kepong Berhad	09/29	AA1	3.877	10	3.892	2/12/2024	-2	26
Public Bank Berhad	07/34	AA1	3.951	20	3.956	26/12/2024	0	14
UEM Olive Capital Berhad	10/34	AA1	3.963	20	3.978	31/1/2025	-2	15
Affin Islamic Bank Berhad	12/26	AA3	3.887	10	3.811	9/9/2024	8	52
Perbadanan Kemajuan Negeri Selangor	09/28	AA3	4.003	20	4.027	22/1/2025	-2	44
Bank Islam Malaysia Berhad	07/29	AA3	3.918	10	3.948	14/1/2025	-3	36
Malayan Banking Berhad	02/17	AA3	3.990	40	3.995	23/1/2025	0	-7
				<u>781</u>				

\* 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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