



NEWS UPDATE

14 January 2025

MARKET SUMMARY

- 1 bps = 0.01%
- Increase in Yield = Decrease in the bond price/ value

US Treasury	Yield 13 January 25	Daily Change bps	Yield 10 January 25	Weekly Change bps	Yield 6 January 25	Monthly Change bps	Yield 13 December 24	YTD Change bps	Yield 31 Dec 24
3 YEAR	4.49	3	4.46	19	4.30	28	4.21	22	4.27
5 YEAR	4.61	2	4.59	19	4.42	36	4.25	23	4.38
7 YEAR	4.71	1	4.70	19	4.52	38	4.33	23	4.48
10 YEAR	4.79	2	4.77	17	4.62	39	4.40	21	4.58

MGS	Yield 13 January 25	Daily Change bps	Yield 10 January 25	Weekly Change bps	Yield 6 January 25	Monthly Change bps	Yield 13 December 24	YTD Change bps	Yield 31 Dec 24
3 YEAR	3.48	3	3.45	4	3.44	2	3.46	0	3.48
5 YEAR	3.63	2	3.61	2	3.61	1	3.62	1	3.62
7 YEAR	3.81	2	3.79	2	3.79	3	3.78	4	3.77
10 YEAR	3.84	2	3.82	2	3.82	2	3.82	2	3.82

GII	Yield 13 January 25	Daily Change bps	Yield 10 January 25	Weekly Change bps	Yield 6 January 25	Monthly Change bps	Yield 13 December 24	YTD Change bps	Yield 31 Dec 24
3 YEAR	3.36	3	3.33	1	3.35	1	3.35	3	3.33
5 YEAR	3.64	2	3.62	0	3.64	1	3.63	2	3.62
7 YEAR	3.80	4	3.76	6	3.74	3	3.77	6	3.74
10 YEAR	3.85	2	3.83	1	3.84	3	3.82	2	3.83

AAA	Yield 13 January 25	Daily Change bps	Yield 10 January 25	Weekly Change bps	Yield 6 January 25	Monthly Change bps	Yield 13 December 24	YTD Change bps	Yield 31 Dec 24
3 YEAR	3.84	2	3.82	2	3.82	3	3.81	1	3.83
5 YEAR	3.93	2	3.91	1	3.92	2	3.91	-2	3.95
7 YEAR	4.00	2	3.98	1	3.99	0	4.00	1	3.99
10 YEAR	4.05	2	4.03	1	4.04	0	4.05	1	4.04

Source: US Treasury, BNM & BIX Malaysia

NEWS UPDATE

Today's headlines of interest and summaries as extracted from the international and local media.

RAM Ratings affirms Bank Simpanan Nasional's AAA rating

RAM Ratings has affirmed Bank Simpanan Nasional's (BSN or the Bank) AAA/Stable/P1 financial institution ratings and the AAA/Stable rating of its RM3.5 billion Islamic Medium-Term Notes Sukuk Wakalah Programme (2021/-).

The ratings factor in a very high likelihood of government support. Wholly owned by the Ministry of Finance, BSN assumes the important public policy role of serving underserved and unserved consumer segments.

All deposits with the Bank are guaranteed by the government in accordance with Section 20 of the Bank Simpanan Nasional Act 1974. Crucially, it is still the only designated payee bank for the government's cash aid to recipients without bank accounts.

BSN's gross impaired loan (GIL) ratio, adjusted to exclude financing funded by government grants, rose to 1.7% as at end-June 2024 (end-December 2022: 1.2%, industry: 1.6%).

The rise was primarily driven by impairments in the personal financing (PF) portfolio (38% of total GIL increase), particularly the Bank's EPF Account 2 Support Facility (FSA2) financing and non-salary deductible PF. – RAM Ratings

Read full publication at <https://www.ram.com.my/pressrelease/?prviewid=6860>

NEWS UPDATE

Today's headlines of interest and summaries as extracted from the international and local media.

Outflow of foreign funds from local capital market likely to persist

The outflow of foreign funds from the local capital market, which have been substantial, will likely persist until president elect Donald Trump assumes office and investors get some clarity on policy direction.

While Malaysia's economic outlook for 2025 remains favourable, a total of RM8.5bil in foreign funds exited the local debt and equity markets over the past two months following Trump's election win in November and the US Federal Reserve (Fed) becoming more dovish on its rate cutting cycle.

The compelling valuation of the local equity market appears to hold little appeal as investors' "risk off" mode has been reinforced with the risk-free rate edging closer to 5%,. This may lead to shift in asset allocation into debt from equity, at a time the US economy continues to show strength with the latest data from the labour market see a pause in the Fed's easing cycle. Trump however remains the main attraction for investors.

"The outflows from emerging markets will not be abating until Trump takes office and makes clear his stand on tariffs," said Ian Yoong Kah Yin, a high net investor. – The Star

Read full publication <https://www.thestar.com.my/business/business-news/2025/01/13/outflow-of-foreign-funds-from-local-capital-market-likely-to-persist>

NEWS UPDATE

Today's headlines of interest and summaries as extracted from the international and local media.

Treasury yield touches fresh 14-month high ahead of key inflation reports

The 10-year Treasury yield touched a fresh 14-month high as investors looked ahead to key inflation prints. The yield on the 10-year Treasury was last up around 2 basis points at 4.79%, the highest level since Nov. 1, 2023.

This followed the 10-year Treasury yield's jump on Friday following a hotter-than-expected jobs report. The 2-year Treasury yield was marginally lower at 4.392%. Global bond yields are climbing, as traders broadly anticipate a slower pace of interest rate cuts this year.

That is being led by expectations that the U.S. Federal Reserve will act with caution, amid signs of both potential economic strength and uncertainty delivered by the policies of President-elect Donald Trump.

Data released Friday showed nonfarm payrolls grew by 256,00 in December, up from 212,00 in November and above a forecast of 155,000 jobs.

Attention now turns to inflation data, with the producer price index report expected on Tuesday and the consumer price index due out on Wednesday. – CNBC

Read full publication at <https://www.cnbc.com/2025/01/13/10-year-treasury-yield-rises-ahead-of-inflation-prints.html>

DISCLAIMER

No Offer

The information provided and services described in the BIX website are of a general nature, are not offers for investment and are not intended to be personalised financial advice to investor. The information provided in the BIX website is not intended to be a substitute for professional advice. Reliance should not be placed on the BIX website, and you should seek appropriate personalised financial advice from a qualified professional to suit your individual circumstances and risk profile.

Website Information

BIX website is a publisher of content supplied by third parties. While every effort is made to ensure the information on the BIX website is up-to-date and correct, the Company makes no representations or warranties of any kind, express or implied, about the accuracy, reliability, completeness, suitability or availability of the BIX website or the information provided on the BIX website from the sources. The information on the BIX website is subject to change at any time. Any reference on this BIX website to historical information and performance may not necessarily be a good guide to future performance. You are solely responsible for any actions you take or do not take by relying on such information. To the full extent legally allowable, the directors, associates, vendors and staff of the Company expressly disclaim all and any liability and responsibility to any person in respect of anything, and of the consequences of anything, done or omitted to be done by any such person in reliance, whether wholly or partially, upon the whole or any part of the contents of this BIX website.

Third party products and services

Through the BIX website you may be able to link to other websites which are not under the control of the [Company](#). The Company has no knowledge of or control over the nature, content, and availability of those websites. The Company does not sponsor, recommend, or endorse anything contained on these linked websites. The Company does not accept any liability of any description for any loss suffered by you by relying on anything contained or not contained on these linked websites. The Company accept no responsibility or liability for the content, use or availability of such websites. The Company shall not be liable for any and all liability for the acts, omissions and conduct of any third parties in connection with or related to your use of this site and/or our services.

SUBSCRIBE NOW

Head on to our website at bixmalaysia.com to learn more about Malaysia's Bond & Sukuk



bix Bond+Sukuk
Information
Exchange

BIX MALAYSIA MOBILE APP
AVAILABLE FREE AT

Available on the
App Store

Get it on
Google Play



Scan here to download



DOWNLOAD NOW

Receive updates on your bond and sukuk via **BIX Malaysia mobile app**

REACH OUT TO US

Research & Business Development,
BIX Malaysia

 feedback@bixmalaysia.com