

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries rose last Friday in a holiday-shortened session, with yields falling sharply by 8-9bps across the curve with the help of month-end rebalancing and in the absence of any data on the economic calendar. **The benchmark 2Y UST note yield closed the day 8bps lower at 4.15% while the benchmark 10Y UST bond yield slid 9bps to 4.17%.** Tonight sees the release of the ISM Manufacturing index for November and construction spending numbers for October. There will also be some Fed-speaks with comments from the Fed's Waller and Williams to look out for.

MGS/GII

- Local govies were better bid in trading on Friday in a slightly lighter trading session to end the week amidst an absence of economic data domestically. Secondary market volume inched lower by 9% to RM3.32bn from the RM3.64bn that traded on Thursday. Overall benchmark yields ended the day mixed by between -2 to +1bp across the curve (prior: -1 to +2bps). **The benchmark 5Y MGS 8/29 yield was 2bps lower for the day at 3.58% while the yield on the benchmark 10Y MGS 7/34 was 1bp lower at 3.81%.** Trading activity for the day was led by the benchmark 5Y MGS, while decent interest was also seen in the benchmark 3Y MGS, 5Y GII, 7Y GII and 15Y MGS, as well as in the off-the-run MGS 9/25, MGS 7/32 and GII 10/32. The share of GII trading for the day receded to 36% of overall govies trading from the 51% seen the previous session. Today sees the release of the S&P Global Manufacturing PMI for November, in an otherwise quiet week for economic data domestically.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was mixed in trading to end the week on Friday in a slightly quieter trading session, with secondary market volume declining by 10% to RM733m versus the RM819m that changed hands on Thursday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, activity was led by DANA 2/25 and PTPTN 7/41, which settled the day at 3.30% (+1bp versus last print) and 4.10% (+3bps) respectively. In the AAA space, trading was led by TOYOTA 9/28, which closed at 4.03%, 3bps lower compared to where it last traded. In the AA-rated arena, trading was led by VSCM 9/27, which settled the day at 4.05%, 1bp higher versus its last print. Decent interest was also seen in FFB 6/28 and IMTIAZ 10/26, which closed at 4.10% (-15bps) and 3.79% (+4bps) respectively. In the A-rated space, activity was seen in SUNREIT 4.68% Perps, which settled at 4.67%, 24bps higher compared to where the bond last traded a couple of days ago.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.15	-8
5-yr UST	4.05	-9
10-yr UST	4.17	-9
30-yr UST	4.36	-8

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.46	0	3.35	-2
5-yr	3.58	-2	3.61	-1
7-yr	3.76	-1	3.76	-1
10-yr	3.81	-1	3.81	0
15-yr	3.94	1	3.96	-1
20-yr	4.05	0	4.08	0
30-yr	4.18	0	4.18	0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.56	1
3-yr	3.45	1
5-yr	3.47	-1
7-yr	3.57	-1
10-yr	3.67	0

Source : Bloomberg

Upcoming Government Bond Tender

Nil

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.114	112	3.175	11/28/2024	-6
MGS	09/25	3.240	263	3.252	11/28/2024	-1
MGS	04/26	3.346	8	3.352	11/25/2024	-1
MGS	07/26	3.355	64	3.364	11/28/2024	-1
MGS	11/26	3.374	43	3.393	11/28/2024	-2
MGS	03/27	3.440	1	3.435	11/21/2024	0
MGS	05/27	3.464	176	3.468	11/28/2024	0
MGS	11/27	3.485	119	3.486	11/28/2024	0
MGS	04/28	3.506	96	3.534	11/27/2024	-3
MGS	06/28	3.535	40	3.529	11/28/2024	1
MGS	04/29	3.588	30	3.588	11/27/2024	0
MGS	08/29	3.581	386	3.597	11/28/2024	-2
MGS	04/30	3.629	90	3.655	11/28/2024	-3
MGS	04/31	3.756	68	3.762	11/28/2024	-1
MGS	07/32	3.767	187	3.783	11/28/2024	-2
MGS	11/33	3.813	14	3.830	11/28/2024	-2
MGS	07/34	3.805	60	3.813	11/28/2024	-1
MGS	05/35	3.845	5	3.863	11/28/2024	-2
MGS	04/37	3.941	15	3.926	11/28/2024	1
MGS	06/38	3.965	36	3.967	11/28/2024	0
MGS	04/39	3.937	237	3.922	11/28/2024	1
MGS	05/40	3.981	22	3.985	11/28/2024	0
MGS	10/42	4.053	24	4.061	11/28/2024	-1
MGS	09/43	4.077	1	4.075	11/28/2024	0
MGS	05/44	4.053	13	4.049	11/28/2024	0
MGS	03/46	4.094	1	4.079	11/28/2024	2
MGS	06/50	4.143	18	4.137	11/28/2024	1
MGS	03/53	4.178	15	4.180	11/28/2024	0
GII	08/25	3.212	3	3.260	11/28/2024	-5
GII	10/25	3.263	45	3.256	11/28/2024	1
GII	03/26	3.307	54	3.322	11/27/2024	-2
GII	09/26	3.349	25	3.365	11/28/2024	-2
GII	07/27	3.424	11	3.409	11/28/2024	2
GII	09/27	3.440	30	3.438	11/28/2024	0
GII	07/28	3.541	4	3.545	11/28/2024	0
GII	10/28	3.548	7	3.554	11/27/2024	-1
GII	07/29	3.606	290	3.611	11/28/2024	-1
GII	09/30	3.696	20	3.710	11/27/2024	-1
GII	10/30	3.685	21	3.684	11/28/2024	0
GII	10/31	3.758	155	3.768	11/28/2024	-1
GII	10/32	4.152	199	3.805	11/28/2024	35
GII	11/34	3.810	80	3.809	11/28/2024	0
GII	07/36	3.927	3	3.936	11/28/2024	-1
GII	08/37	3.974	1	3.817	11/26/2024	16
GII	03/38	3.945	1	3.938	11/27/2024	1
GII	09/39	3.962	73	3.971	11/28/2024	-1
GII	09/41	4.044	37	4.054	11/26/2024	-1
GII	08/43	4.083	121	4.081	11/28/2024	0
GII	05/52	4.194	1	4.194	11/28/2024	0
GII	03/54	4.179	2	4.183	11/27/2024	0
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Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Chailease Berjaya Credit Sdn Bhd	RM1bn Medium-Term Notes Programme	AA-/Stable	Affirmed
LBS Bina Group Berhad	RM750m Islamic Medium Term Notes Programme	AA-/Stable	Affirmed
APM Automotive Holdings Berhad	RM1.5bn Islamic Medium-Term Notes	AA2/Stable	Affirmed
Amanat Lebuhraya Rakyat Berhad	RM5.5bn Senior Sukuk Programme (2022/2044)	AAA/Stable	Affirmed
Exsim Capital Resources Berhad	RM310m sixth issuance (Tranche 6 IMTN) under RM2bn Sukuk Musharakah Programme	AA3/Stable	Affirmed

Source: RAM, MARC

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