



NEWS UPDATE

30 July 2024

MARKET SUMMARY

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

US Treasury	Yield 29 July 24	Daily Change bps	Yield 26 July 24	Weekly Change bps	Yield 22 July 24	Monthly Change bps	Yield 28 June 24	YTD Change bps	Yield 29 Dec 23
3 YEAR	4.19	-1	4.20	-10	4.29	-33	4.52	18	4.01
5 YEAR	4.05	-1	4.06	-12	4.17	-28	4.33	21	3.84
7 YEAR	4.08	-2	4.10	-12	4.20	-25	4.33	20	3.88
10 YEAR	4.17	-3	4.20	-9	4.26	-19	4.36	29	3.88

MGS	Yield 29 July 24	Daily Change bps	Yield 26 July 24	Weekly Change bps	Yield 22 July 24	Monthly Change bps	Yield 28 June 24	YTD Change bps	Yield 29 Dec 23
3 YEAR	3.42	0	3.42	-5	3.47	-10	3.52	-7	3.49
5 YEAR	3.55	-2	3.57	-5	3.60	-9	3.64	-3	3.58
7 YEAR	3.70	-2	3.72	-6	3.76	-9	3.79	-1	3.71
10 YEAR	3.76	-2	3.78	-4	3.80	-10	3.86	2	3.74

GII	Yield 29 July 24	Daily Change bps	Yield 26 July 24	Weekly Change bps	Yield 22 July 24	Monthly Change bps	Yield 28 June 24	YTD Change bps	Yield 29 Dec 23
3 YEAR	3.36	-1	3.37	-5	3.41	-9	3.45	-13	3.49
5 YEAR	3.51	-2	3.53	-7	3.58	-11	3.62	-10	3.61
7 YEAR	3.71	0	3.71	-6	3.77	-8	3.79	-6	3.77
10 YEAR	3.75	-3	3.78	-6	3.81	-12	3.87	-2	3.77

AAA	Yield 29 July 24	Daily Change bps	Yield 26 July 24	Weekly Change bps	Yield 22 July 24	Monthly Change bps	Yield 28 June 24	YTD Change bps	Yield 29 Dec 23
3 YEAR	3.75	-1	3.76	-3	3.78	-5	3.80	-8	3.83
5 YEAR	3.84	-1	3.85	-3	3.87	-4	3.88	-6	3.90
7 YEAR	3.92	-1	3.93	-2	3.94	-4	3.96	-5	3.97
10 YEAR	3.99	-1	4.00	-3	4.02	-9	4.08	-6	4.05

Source: US Treasury, BNM & BIX Malaysia

NEWS UPDATE

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

Perpetual bonds continue to be in focus

YNH Property Bhd has decided to step up its interest payment on its RM263mil perpetual bond issuance, which it first issued in August 2019. The call date for that tranche of bonds is Aug 7, 2024, but instead of redeeming the bonds, YNH Property has decided to pay the higher “step-up” interest of 8.85% from 6.85%.

Perpetual bonds are issued by issuers in perpetuity or for a very long period, such as 50 or 100 years. For YNH, the redemption date starts in the fifth year of their issuance. However, the issuer is not obliged to redeem the bond on that date. Alternatively, it can pay a higher interest rate.

YNH Property could be the first issuer of perpetual bonds in Malaysia to opt for a step-up instead of repaying on the call-up date. In a written reply to StarBizWeek, YNH Property said it has sufficient cash flows to service the higher rates. The company also explained its decision.

“YNH Property Berhad is confident of its ability to service the increased interest payment on the perpetual bond. This confidence is underpinned by our strong cash flow management strategies and the robustness of our revenue-generating assets. – The Star

Read full publication at <https://www.thestar.com.my/business/business-news/2024/07/29/perpetual-bonds-continue-to-be-in-focus>

NEWS UPDATE

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

Genting Plantations unit undertakes first issuance of RM1.2bil sukuk wakalah

Genting Plantations Bhd's (GENP) wholly owned subsidiary, Benih Restu Bhd has undertaken its first issuance of RM1.2 billion in nominal value of Islamic medium-term notes (sukuk wakalah) under the sukuk wakalah programme of RM2.0 billion in nominal value of the shariah principle of Wakalah Bi Al-Istithmar. In a filing with Bursa Malaysia today, GENP said the sukuk wakalah issued has a tenure of 10 years at a profit rate of 4.08 per cent per annum.

"Benih Restu shall advance the proceeds from the issuance of the sukuk wakalah to GENP and/or GENP's subsidiaries via shariah-compliant intercompany advances," it said.

It said the group will thereafter apply the proceeds for shariah-compliant purposes of operating expenses; capital expenditure; investment; refinancing of existing borrowings, and existing shariah-compliant financing facilities and/or future shariah-compliant financing facilities;

The group also said the proceeds would be utilised for working capital requirements, general funding requirements and/or other general corporate purposes of the group. – The Star

Read full publication <https://www.thestar.com.my/business/business-news/2024/07/29/genting-plantations-unit-undertakes-first-issuance-of-rm12bil-sukuk-wakalah>

NEWS UPDATE

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

US yield curve nears flip with jury out on recession signal

The longest and deepest U.S. Treasury yield curve inversion in history, a key bond market signal of an upcoming recession, could be nearing its end. While an inverted curve has typically preceded a recession, this time there is debate about the predictive power of the curve, with optimism that the U.S. could escape prolonged economic pain.

Some indicators in recent weeks have pointed to a slowdown, but growth remains strong thanks to a resilient labor market. "I'm not looking at it as recessionary as of now, I think it's a very different time," said Phil Blancato, chief market strategist at Osaic.


Investors observe the shape of the Treasury yield curve - which plots the yields of all Treasury securities - because it reveals market expectations on monetary policy and the economy. An inverted yield curve, which occurs when short-term debt yields more than long-term paper, has been a harbinger of a recession in nine out of 10 instances over the last 70 years, according to Deutsche Bank data.

Several Wall Street firms expected a recession to occur last year because of higher borrowing costs, but continued economic resilience defied those projections. Economists polled by Reuters this month expect the U.S. economy will keep expanding over the next two years. – Reuters

Read full publication at <https://www.reuters.com/markets/rates-bonds/us-yield-curve-nears-flip-with-jury-out-recession-signal-2024-07-29/>

BPAM Bond Market Workshop

Diving into fixed income world with the Market
and Economics Expert

 Date : Wednesday, 28 August 2024

 Time : 10:00 AM - 12:00 PM

Register now for **FREE** by clicking on the visual →

15 July 2024

BPAM **Bond Market** Workshop

A Primer on Financial Markets (with bond
focus), Economic Data and Monetary Policy

 **ONLINE** **COMPLIMENTARY**

Wed 28th

August 2024
10 AM - 12 PM

If you have trouble accessing, email your name and email
address to events@bpam.com.my for confirmation.



Scan Here

to register now

or click on the link in our description above

 **BPA**
BOND PRICING AGENCY MALAYSIA

Registrations close on Friday, 23 August 2024



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

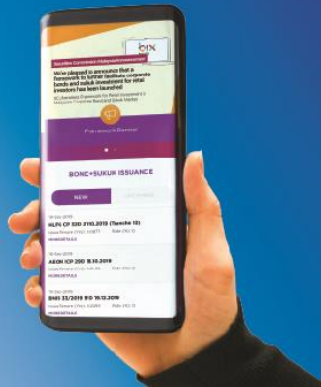
Head on to our website at bixmalaysia.com to learn more about Malaysia's Bond & Sukuk



BIX MALAYSIA MOBILE APP
AVAILABLE FREE AT



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