

## Global Markets Research

### Fixed Income

#### Fixed Income Daily Market Snapshot

##### US Treasuries

- US Treasuries were higher in trading on Thursday, amidst the preliminary S&P Global US PMIs for May unexpectedly improving from their levels in April, suggesting that the economy in 2Q thus far remains on a good footing. Benchmark yields closed the day lower with the belly of the curve outperforming. **The benchmark 2Y UST yield closed 3bps lower for the day at 3.99% while the benchmark 10Y UST yield declined by 7bps to 4.53%.** Tonight sees the release of new home sales figures for April, as well as scheduled speeches by the Fed's Goolsbee, Musalem and Schmid.















##### MGS/GII

- Local government bonds were firmer in trading on Thursday, amidst CPI for April holding steady as expected at 1.4% y/y, signaling little in the way of price pressures. Secondary market volume for the day rose by 17% to RM7.32bn from the RM6.27bn that traded on Wednesday. Overall benchmark yields were lower by between 0 to 6bps (prior: -1 to +2bps), except for the 3Y MGS which was skewed by an off market trade, and the 30Y GII which was correcting from a previous mismatch. **The benchmark 5Y MGS 5/30 yield held steady for the day at 3.30% while the yield on the benchmark 10Y MGS 7/34 was little changed at 3.59%.** Trading activity for the day was led by the off-the-run GII 9/30, while decent interest was also seen in the benchmark 10Y MGS/GII, as well as in the off-the-run GII 9/25 and GII 10/32. The share of GII trading for the day advanced to 55% of overall govies trading versus the 44% seen the day before.

##### Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Thursday, with secondary market volume rising by 11% to RM1,012m versus the RM913m that changed hands on Wednesday. Trading for the day was again led by the government-guaranteed segment of the market, where activity was led by PRASA 8/32 and PRASA 12/32, which closed at 3.59% (-5bps versus last print) and 3.60% (-6bps) respectively. In the AAA-space, trading was led by CAGA 5/26, which settled the day at 3.90%, 24bps higher versus where it last traded. In the AA-rated arena, interest was seen in PKNS 2/35 and YTLP 3/40, which settled at 3.98% (-2bps) and 3.88% (+1bp) respectively. In A-rated territory, interest was again led by DIALOG 4.15% Perps, which closed the day at 4.49% (+35bps).

| UST       |             |           |
|-----------|-------------|-----------|
| Tenure    | Closing (%) | Chg (bps) |
| 2-yr UST  | 3.99        | -3        |
| 5-yr UST  | 4.09        | -7        |
| 10-yr UST | 4.53        | -7        |
| 30-yr UST | 5.04        | -5        |

| MGS    |             | GII*   |             |  |
|--------|-------------|--|-------------|--|
| Tenure | Closing (%) | Chg (bps)  | Closing (%) | Chg (bps)  |
| 3-yr   | 3.40        |  21 | 3.19        |  -1 |
| 5-yr   | 3.24        |  -6 | 3.29        |  -2 |
| 7-yr   | 3.45        |  -1 | 3.47        |  -1 |
| 10-yr  | 3.58        |  -1 | 3.58        |  -1 |
| 15-yr  | 3.71        |  0  | 3.74        |  0  |
| 20-yr  | 3.83        |  0  | 3.84        |  -1 |
| 30-yr  | 4.06        |  0  | 4.06        |  7  |

\* Market indicative levels

| MYR IRS Levels |             |           |
|----------------|-------------|-----------|
| IRS            | Closing (%) | Chg (bps) |
| 1-yr           | 3.28        | -3        |
| 3-yr           | 3.20        | -1        |
| 5-yr           | 3.28        | 0         |
| 7-yr           | 3.38        | 0         |
| 10-yr          | 3.51        | -1        |

Source: Bloomberg

#### Upcoming Government Bond Tender

Nil

## Daily Trades: Government Bond

| Securities |       | Closing<br>YTM | Vol<br>(RM mil) | Previous<br>YTM | Previous<br>Trade Date<br>(dd/mm/yyyy) | Chg<br>(bp) |
|------------|-------|----------------|-----------------|-----------------|--|-------------|
| MGS        | 09/25 | 2.807          | 393             | 2.836           | 05/21/2025                             | -3          |
| MGS        | 07/26 | 2.983          | 251             | 2.983           | 05/21/2025                             | 0           |
| MGS        | 11/26 | 2.986          | 4               | 3.007           | 05/21/2025                             | -2          |
| MGS        | 04/28 | 3.398          | 11              | 3.185           | 05/21/2025                             | 21          |
| MGS        | 08/29 | 3.296          | 205             | 3.310           | 05/21/2025                             | -1          |
| MGS        | 04/30 | 3.303          | 120             | 3.348           | 05/21/2025                             | -4          |
| MGS        | 05/30 | 3.237          | 355             | 3.298           | 05/19/2025                             | -6          |
| MGS        | 04/31 | 3.437          | 117             | 3.442           | 05/21/2025                             | -1          |
| MGS        | 06/31 | 3.448          | 30              | 3.461           | 05/21/2025                             | -1          |
| MGS        | 04/32 | 3.485          | 20              | 3.485           | 05/21/2025                             | 0           |
| MGS        | 07/32 | 3.449          | 271             | 3.464           | 05/21/2025                             | -2          |
| MGS        | 11/33 | 3.565          | 50              | 3.569           | 05/21/2025                             | 0           |
| MGS        | 07/34 | 3.581          | 410             | 3.588           | 05/21/2025                             | -1          |
| MGS        | 05/35 | 3.583          | 41              | 3.594           | 05/21/2025                             | -1          |
| MGS        | 04/37 | 3.707          | 170             | 3.710           | 05/21/2025                             | 0           |
| MGS        | 04/39 | 3.714          | 154             | 3.711           | 05/21/2025                             | 0           |
| MGS        | 05/40 | 3.768          | 310             | 3.776           | 05/21/2025                             | -1          |
| MGS        | 10/42 | 3.864          | 108             | 3.860           | 05/21/2025                             | 0           |
| MGS        | 05/44 | 3.826          | 104             | 3.822           | 05/21/2025                             | 0           |
| MGS        | 03/46 | 3.975          | 10              | 3.975           | 05/21/2025                             | 0           |
| MGS        | 06/50 | 4.027          | 21              | 4.027           | 05/21/2025                             | 0           |
| MGS        | 03/53 | 4.062          | 115             | 4.062           | 05/21/2025                             | 0           |
| GII        | 08/25 | 2.832          | 20              | 2.980           | 05/21/2025                             | -15         |
| GII        | 03/26 | 3.024          | 80              | 2.983           | 05/21/2025                             | 4           |
| GII        | 09/26 | 3.067          | 110             | 3.077           | 05/19/2025                             | -1          |
| GII        | 09/27 | 3.131          | 20              | 3.124           | 05/21/2025                             | 1           |
| GII        | 07/28 | 3.185          | 260             | 3.193           | 05/21/2025                             | -1          |
| GII        | 10/28 | 3.208          | 4               | 3.223           | 05/21/2025                             | -1          |
| GII        | 07/29 | 3.290          | 80              | 3.307           | 05/21/2025                             | -2          |
| GII        | 08/30 | 3.342          | 220             | 3.349           | 05/21/2025                             | -1          |
| GII        | 09/30 | 3.373          | 890             | 3.390           | 05/21/2025                             | -2          |
| GII        | 10/30 | 3.403          | 51              | 3.403           | 05/21/2025                             | 0           |
| GII        | 10/31 | 3.465          | 370             | 3.472           | 05/21/2025                             | -1          |
| GII        | 10/32 | 3.514          | 420             | 3.518           | 05/21/2025                             | 0           |
| GII        | 06/33 | 3.538          | 140             | 3.587           | 05/19/2025                             | -5          |
| GII        | 08/33 | 3.550          | 100             | 3.559           | 05/21/2025                             | -1          |
| GII        | 11/34 | 3.582          | 100             | 3.594           | 05/20/2025                             | -1          |
| GII        | 04/35 | 3.564          | 465             | 3.576           | 05/21/2025                             | -1          |
| GII        | 07/36 | 3.606          | 178             | 3.611           | 05/21/2025                             | -1          |
| GII        | 03/38 | 3.724          | 100             | 3.722           | 05/21/2025                             | 0           |
| GII        | 09/39 | 3.731          | 90              | 3.735           | 05/21/2025                             | 0           |
| GII        | 08/43 | 3.841          | 280             | 3.856           | 05/21/2025                             | -1          |
| GII        | 05/52 | 4.051          | 20              | 4.044           | 05/21/2025                             | 1           |
| GII        | 03/54 | 4.061          | 50              | 3.992           | 05/21/2025                             | 7           |
|            |       |                | 7316            |                 |  |             |

## Daily Trades: Corp Bonds/ Sukuk

| Securities                                     |       | Rating | Closing<br>YTM | Vol<br>(RM mil) | Previous<br>YTM | Previous<br>Trade Date<br>(dd/mm/yyyy) | Chg<br>(bp) | Spread<br>Against MGS* |
|--|-------|--------|----------------|-----------------|-----------------|--|-------------|------------------------|
| Prasarana Malaysia Berhad                      | 08/28 | GG     | 3.336          | 20              | 3.497           | 23/4/2025                              | -16         | 15                     |
| Prasarana Malaysia Berhad                      | 08/32 | GG     | 3.587          | 110             | 3.642           | 5/5/2025                               | -5          | 12                     |
| Prasarana Malaysia Berhad                      | 12/32 | GG     | 3.601          | 110             | 3.659           | 2/5/2025                               | -6          | 7                      |
| DanaInfra Nasional Berhad                      | 11/35 | GG     | 3.649          | 30              | 3.658           | 19/5/2025                              | -1          | 6                      |
| Malaysia Rail Link Sdn Berhad                  | 07/36 | GG     | 3.699          | 30              | 3.768           | 30/4/2025                              | -7          | 11                     |
| Prasarana Malaysia Berhad                      | 06/39 | GG     | 3.809          | 50              | 3.837           | 8/5/2025                               | -3          | 8                      |
| Prasarana Malaysia Berhad                      | 10/39 | GG     | 3.809          | 50              | 4.021           | 7/1/2025                               | -21         | 8                      |
| Malaysia Rail Link Sdn Berhad                  | 02/40 | GG     | 3.779          | 50              | 3.789           | 21/5/2025                              | -1          | 5                      |
| Small Medium Enterprise Development Bank Malay | 08/25 | AAA    | 3.686          | 10              | 3.781           | 6/3/2025                               | -10         | 69                     |
| Cagamas Berhad                                 | 05/26 | AAA    | 3.899          | 100             | 3.657           | 5/12/2024                              | 24          | 90                     |
| Cagamas Berhad                                 | 02/28 | AAA    | 3.450          | 20              | 3.609           | 22/4/2025                              | -16         | 26                     |
| Toyota Capital Malaysia Sdn Berhad             | 03/29 | AAA    | 3.829          | 10              | 3.818           | 14/5/2025                              | 1           | 58                     |
| Johor Corporation                              | 07/30 | AAA    | 3.607          | 10              | 3.656           | 6/5/2025                               | -5          | 35                     |
| CIMB Islamic Bank Berhad                       | 11/30 | AAA    | 3.679          | 10              | 3.708           | 19/5/2025                              | -3          | 27                     |
| Toyota Capital Malaysia Sdn Berhad             | 01/31 | AAA    | 3.879          | 10              | 3.914           | 12/3/2025                              | -4          | 47                     |
| Manjung Island Energy Berhad                   | 11/31 | AAA    | 3.667          | 20              | 3.728           | 7/5/2025                               | -6          | 20                     |
| Pengurusan Air Selangor Sdn Berhad             | 07/32 | AAA    | 3.627          | 20              | 3.649           | 20/5/2025                              | -2          | 16                     |
| Pengurusan Air Selangor Sdn Berhad             | 09/32 | AAA    | 3.637          | 40              | 3.952           | 21/1/2025                              | -32         | 17                     |
| Danum Capital Berhad                           | 08/34 | AAA    | 3.720          | 20              | 3.779           | 28/4/2025                              | -6          | 15                     |
| Infracap Resources Sdn Berhad                  | 04/35 | AAA    | 3.790          | 30              | 3.888           | 5/5/2025                               | -10         | 20                     |
| Projek Lebuhraya Usahasama Berhad              | 01/36 | AAA    | 3.730          | 5               | 3.879           | 11/4/2025                              | -15         | 14                     |
| Tenaga Nasional Berhad                         | 06/37 | AAA    | 3.739          | 10              | 3.745           | 14/5/2025                              | -1          | 15                     |
| YTL Corporation Berhad                         | 04/28 | AA1    | 3.687          | 20              | 3.863           | 21/2/2025                              | -18         | 50                     |
| YTL Power International Berhad                 | 08/28 | AA1    | 3.710          | 5               | 3.747           | 24/4/2025                              | -4          | 52                     |
| Batu Kawan Berhad                              | 02/29 | AA1    | 3.697          | 10              | 3.658           | 8/5/2025                               | 4           | 45                     |
| Perbadanan Kemajuan Negeri Selangor            | 07/31 | AA1    | 3.898          | 5               | 4.062           | 4/3/2025                               | -16         | 49                     |
| YTL Power International Berhad                 | 10/31 | AA1    | 3.680          | 5               | 3.982           | 29/11/2024                             | -30         | 27                     |
| YTL Power International Berhad                 | 03/33 | AA1    | 3.725          | 10              | 3.868           | 16/4/2025                              | -14         | 19                     |
| YTL Corporation Berhad                         | 09/33 | AA1    | 3.788          | 20              | 4.109           | 6/9/2024                               | -32         | 25                     |
| Genting RMTN Berhad                            | 11/34 | AA1    | 5.038          | 0               | 4.520           | 15/5/2025                              | 52          | 147                    |
| Perbadanan Kemajuan Negeri Selangor            | 02/35 | AA1    | 3.978          | 20              | 3.999           | 13/5/2025                              | -2          | 39                     |
| YTL Power International Berhad                 | 03/40 | AA1    | 3.879          | 20              | 3.869           | 15/5/2025                              | 1           | 15                     |
| PONSB Capital Berhad                           | 12/28 | AA2    | 3.732          | 5               | 4.050           | 21/5/2025                              | -32         | 48                     |
| Benih Restu Berhad                             | 04/30 | AA2    | 3.687          | 20              | n/a             | n/a                                    | 369         | 43                     |
| SP Setia Berhad                                | 06/26 | AA     | 3.664          | 20              | 3.777           | 15/4/2025                              | -11         | 66                     |
| Evyap Sabun Malaysia Sdn Berhad                | 12/29 | AA     | 4.088          | 1               | n/a             | n/a                                    | 409         | 83                     |
| Perbadanan Kemajuan Pertanian Negeri Pahang (  | 10/25 | AA3    | 4.430          | 1               | 4.528           | 23/1/2025                              | -10         | 143                    |
| AME Capital Sdn Berhad                         | 04/28 | AA3    | 3.916          | 0               | 4.005           | 22/4/2025                              | -9          | 73                     |
| Affin Bank Berhad                              | 05/29 | AA3    | 3.737          | 10              | 3.808           | 29/4/2025                              | -7          | 49                     |
| Edra Energy Sdn Berhad                         | 07/29 | AA3    | 3.729          | 15              | 3.997           | 7/1/2025                               | -27         | 48                     |
| Tanjung Bin Energy Sdn Berhad                  | 03/31 | AA3    | 4.561          | 5               | 4.828           | 12/2/2025                              | -27         | 115                    |
| Tanjung Bin Energy Sdn Berhad                  | 09/31 | AA3    | 4.585          | 1               | 4.946           | 18/11/2024                             | -36         | 118                    |
| IJM Treasury Management Sdn Berhad             | 03/35 | AA3    | 3.836          | 10              | 3.879           | 23/4/2025                              | -4          | 25                     |
| MY E.G. Services Berhad                        | 03/27 | AA-    | 5.459          | 1               | 5.211           | 5/5/2025                               | 25          | 237                    |
| Southern Power Generation Sdn Berhad           | 04/27 | AA-    | 3.647          | 10              | 3.796           | 5/5/2025                               | -15         | 55                     |
| Guan Chong Berhad                              | 01/30 | AA-    | 4.951          | 5               | 4.961           | 20/5/2025                              | -1          | 170                    |
| TG Treasury Berhad                             | 02/30 | AA-    | 3.978          | 10              | 3.988           | 20/5/2025                              | -1          | 72                     |
| Hong Leong Bank Berhad                         | 11/17 | A1     | 4.470          | 1               | 4.062           | 14/4/2025                              | 41          | 64                     |
| Dialog Group Berhad                            | 11/20 | A1     | 4.494          | 17              | 4.141           | 21/5/2025                              | 35          | 66                     |
| Tan Chong Motor Holdings Berhad                | 09/29 | A      | 5.717          | 1               | 6.043           | 6/5/2025                               | -33         | 247                    |
|  |       |        |                | 1012            |                 |  |             |                        |

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

| Rating Action  |  |                             |          |
|--|--|-----------------------------|----------|
| Issuer   | PDS Description  | Rating/Outlook              | Action   |
| AMMB Holdings Berhad and its banking subsidiaries                  | Corporate Credit Rating  | AA2/Stable/P1               | Affirmed |
| Ambank Berhad, Ambank Islamic Berhad, and Aminvestment Bank Berhad | Financial Institution Rating   | AA2/Stable/P1               | Affirmed |
| Cahaya Mata Sarawak Berhad   | Corporate Credit Rating<br>RM2bn Islamic Medium-Term Notes Programme (2017/2037) | AA3/Stable/P1<br>AA3/Stable | Affirmed |

Source: RAM, MARC

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