

# **Global Markets Research**

# **Fixed Income**

#### UST Tenure Closing (%) Chg (bps) 2-yr UST 4 26 -10 5-yr UST 3.91 -12 10-yr UST 4.03 -11 30-yr UST 4 30 -9

	MGS			GII*			
Tenure	Closing (%)	Chg (	(bps)	Closing (%)	Chg (	bps)	
3-yr	3.35		-5	3.34		-1	
5-yr	3.52		-2	3.50		-1	
7-yr	3.68		-1	3.67		0	
10-yr	3.72		-2	3.77		-1	
15-yr	3.87		-1	3.90		-1	
20-yr	4.03		-1	4.05		-1	
30-yr	4.14		-1	4.17		0	
* Market indicative levels							

MYR IRS Levels						
IRS	Closing (%)	Chg (bps)				
1-yr	3.48	0				
3-yr	3.43	-2				
5-yr	3.49	-1				
7-yr	3.56	-4				
10-yr	3.66	-4				
Source : Bloomberg						

**Upcoming Government Bond Tender** 

Nil

# **Fixed Income Daily Market Snapshot**

## **US Treasuries**

US Treasuries rallied in trading on Wednesday, amidst the FOMC leaving rates on hold in their policy meet but signaling that a cut could come as soon as September. Heightened geopolitical tensions in the Middle East added to the bid tone of the market. Futures markets signaled a total of 73bps of cuts for the year versus the 69bps of cuts priced in for 2024 the day before. Benchmark yields finished lower by between 9 and 12bps for the day. The benchmark 2yr UST yield was 10bps lower for the session at 4.26%, while the benchmark 10yr UST yield closed the day 11bps lower at 4.03%. The focus shifts over to the ISM manufacturing index for July scheduled for release later tonight, which will provide more information on how the US economy kicked off 3Q, ahead of the monthly US employment report on Friday.

## MGS/GII

• Local govvies rallied further in trading on Wednesday, with the market setting yet another record trading day for the year, ahead of a key FOMC meeting later in the day. Secondary market volume for the day climbed by 5% to RM8.93bn compared to the RM8.54bn that changed hands the day before. Benchmark yields closed lower between 0 and 5bps for the day. The benchmark 5Y MGS 8/29 saw its yield decline by 2bps to 3.52% while the yield on the benchmark 10Y MGS 11/33 was also 2bps lower for the day at 3.72%. Trading interest was again led by the benchmark 10Y MGS, while interest was also seen in the benchmark 3Y MGS, 7Y MGS, 10Y GII and 15Y GII, as well as in the off-the-run MGS 9/24, GII 10/32 and MGS 7/34. Trading in GIIs as a proportion of total govvies trading declined to 41% versus the 46% share seen on Tuesday. Domestically, the S&P Global Malaysia manufacturing PMI for July is due today, and should help provide some clues as to how the economy started off 3Q.

## Corp Bonds/Sukuk

• The Corporate Bonds/Sukuk market was better bid in trading on Wednesday, with secondary market volume inching lower by 2% to RM779m versus the RM792m that traded on Tuesday. Trading activity for the day was spread across the GG, AAA and AA-rated segments. In the GG universe, DANA 4/40 led trading, closing the day at 3.98%, lower by 8bps versus its last print. Over in the AAA space, trading was led by CIMBI 3/31, which settled the day at 3.90%, 5bps lower compared to where it last traded. Meanwhile in the AA territory, interest was led by UMW 11/26, which closed at 3.77%, 6bps lower versus where the bond last traded. Over in the A-rated space, action was seen in MBSB 12/31, which settled the day at 4.10%, 5bps lower compared to its last print.



# **Daily Trades: Government Bond**

		Closing	Vol	Previous	Previous	Chg
Secu	ırities	YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/24	3.112	451	3.067	07/30/2024	4
MGS	03/25	3.168	39	3.169	07/30/2024	0
MGS	09/25	3.192	78	3.185	07/30/2024	1
MGS	04/26	3.257	3	3.275	07/30/2024	-2
ИGS	07/26	3.284	132	3.287	07/30/2024	0
ИGS	11/26	3.254	123	3.247	07/30/2024	1
ИGS	03/27	3.367	1	3.470	07/16/2024	-10
ИGS	05/27	3.351	467	3.404	07/30/2024	-5
/IGS	11/27	3.394	161	3.425	07/30/2024	-3
/IGS	04/28	3.431	121	3.431	07/30/2024	0
∕IGS ∕IGS	06/28 04/29	3.490 3.547	157 84	3.509 3.566	07/30/2024 07/30/2024	-2 -2
иGS	08/29	3.515	162	3.535	07/30/2024	-2 -2
иGS	04/30	3.613	121	3.636	07/30/2024	-2 -2
иGS	04/30	3.676	561	3.684	07/30/2024	-1
иGS	06/31	3.678	96	3.703	07/30/2024	-2
иGS	04/32	3.747	5	3.787	07/25/2024	-4
/IGS	07/32	3.728	238	3.787	07/30/2024	-6
/IGS	04/33	3.759	89	3.776	07/30/2024	-2
/IGS	11/33	3.716	1062	3.740	07/30/2024	-2
ΛGS	07/34	3.708	470	3.737	07/30/2024	-3
ИGS	05/35	3.819	53	3.826	07/29/2024	-1
ИGS	04/37	3.891	50	3.894	07/30/2024	0
ИGS	06/38	3.912	74	3.926	07/30/2024	-1
ИGS	04/39	3.866	85	3.874	07/30/2024	-1
ИGS	05/40	3.951	135	3.989	07/30/2024	-4
ИGS	10/42	4.017	83	4.010	07/30/2024	1
ИGS	09/43	4.051	40	4.065	07/30/2024	-1
MGS	05/44	4.025	6	4.032	07/30/2024	-1
ИGS	03/46	4.104	46	4.119	07/30/2024	-1
MGS	07/48	4.133	2	4.136	07/30/2024	0
MGS	06/50	4.144	35 13	4.090	07/30/2024	5 -1
MGS SII	03/53 10/24	4.139 3.074	13 280	4.151 3.130	07/30/2024 07/30/2024	-6
311 311	08/25	3.074	37	3.220	07/30/2024	1
311 311	10/25	3.190	25	3.262	07/30/2024	-7
511	03/26	3.325	30	3.352	07/24/2024	-3
511	09/26	3.338	300	3.344	07/30/2024	-1
311	07/27	3.411	3	3.406	07/29/2024	0
611	09/27	3.411	90	3.444	07/26/2024	-3
SII	07/28	3.498	137	3.504	07/30/2024	-1
SII	10/28	3.514	52	3.524	07/30/2024	-1
SII	07/29	3.540	80	3.557	07/30/2024	-2
SII	09/30	3.668	171	3.670	07/30/2024	0
ill	10/30	3.672	155	3.670	07/30/2024	0
SII	10/31	3.693	150	3.711	07/30/2024	-2
6H	10/32	3.770	370	3.770	07/30/2024	0
611 	06/33	3.768	70	3.785	07/30/2024	-2
611 211	08/33	3.769	190	3.784	07/30/2024	-1
611 Su	11/34	3.731	447	3.742	07/30/2024	-1
ill :::	07/36	3.857	62 40	3.872	07/30/2024	-1 1
ill ill	08/37 03/38	3.887	40 20	3.901	07/30/2024 07/30/2024	-1 -1
ill	03/38	3.892 3.901	538	3.901 3.913	07/30/2024	-1 -1
ill SII	09/39	3.905	556 7	4.021	07/30/2024	-1 -12
311 311	09/41	4.048	7 271	4.021	07/30/2024	-12 -1
311 311	05/47	4.113	20	4.118	07/30/2024	0
311	11/49	4.171	75	4.180	07/30/2024	-1
511	05/52	4.196	41	4.198	07/30/2024	0
611	03/54	4.170	20	4.173	07/30/2024	0
	-				•	



# Daily Trades: Corp Bonds/ Sukuk

		Rating	Closing	Vol	Previous	Previous	Chg	Spread
Securities			YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)	Against MGS
DanaInfra Nasional Berhad	10/26	GG	3.431	20	3.579	10/6/2024	-15	13
DanaInfra Nasional Berhad	06/38	GG	3.934	20	4.020	14/2/2024	-9	6
DanaInfra Nasional Berhad	06/38	GG	3.934	20	4.014	21/3/2024	-8	6
DanaInfra Nasional Berhad	04/40	GG	3.979	100	4.055	22/7/2024	-8	11
Prasarana Malaysia Berhad	08/42	GG	4.065	20	4.099	12/7/2024	-3	4
DanaInfra Nasional Berhad	04/43	GG	4.079	20	4.160	7/6/2024	-8	6
DanaInfra Nasional Berhad	02/44	GG	4.099	20	4.089	30/7/2024	1	8
DanaInfra Nasional Berhad	07/44	GG	4.109	20	4.145	15/7/2024	-4	9
Pengurusan Air SPV Berhad	02/26	AAA	3.695	30	3.808	19/12/2023	-11	39
DiGi Telecommunications Sdn Berhad	09/26	AAA	3.706	5	3.740	11/6/2024	-3	41
CIMB Bank Berhad	05/27	AAA	3.747	40	3.788	22/7/2024	-4	38
Johor Corporation	06/27	AAA	3.905	10	3.918	26/7/2024	-1	54
CIMB Islamic Bank Berhad	11/28	AAA	3.847	20	3.879	16/7/2024	-3	37
DiGi Telecommunications Sdn Berhad	06/29	AAA	3.748	30	3.798	25/7/2024	-5	22
Pengurusan Air SPV Berhad	01/30	AAA	3.869	10	3.869	29/7/2024	0	25
Pengurusan Air SPV Berhad	02/30	AAA	3.868	10	3.965	19/6/2024	-10	25
CIMB Islamic Bank Berhad	03/31	AAA	3.898	60	3.948	30/7/2024	-5	22
DiGi Telecommunications Sdn Berhad	06/31	AAA	3.838	5	3.913	16/7/2024	-7	16
Rantau Abang Capital Berhad	01/32	AAA	3.858	20	4.078	29/4/2024	-22	18
TNB Power Generation Sdn Berhad	03/43	AAA	4.091	10	4.144	24/7/2024	-5	7
Sabah Development Bank Berhad	07/26	AA1	4.398	1	4.252	15/7/2024	15	110
Batu Kawan Berhad	02/29	AA1	3.838	10	3.950	16/5/2024	-11	31
Public Bank Berhad	10/33	AA1	3.922	10	3.945	29/7/2024	-2	20
YTL Power International Berhad	08/35	AA1	4.008	10	4.069	18/7/2024	-6	28
UMW Holdings Berhad	11/26	AA+	3.766	80	3.828	12/7/2024	-6	47
Sime Darby Property Berhad	12/27	AA+	3.870	5	3.892	18/7/2024	-2	50
AmBank Islamic Berhad	05/29	AA2	3.876	35	n/a	n/a	388	35
SunREIT Bond Berhad (fka SunREIT Unrated Bond	07/29	AA2	3.878	5	3.907	29/7/2024	-3	35
PONSB Capital Berhad	05/31	AA2	4.043	1	3.979	28/6/2024	6	37
CIMB Group Holdings Berhad	12/32	AA2	4.330	1	4.478	12/6/2024	-15	61
Sunway Healthcare Treasury Sdn Berhad	04/29	AA	3.827	5	3.887	13/6/2024	-6	30
BGSM Management Sdn Berhad	08/25	AA3	3.797	10	3.807	29/7/2024	-1	57
Gamuda Berhad	03/29	AA3	3.868	5	3.851	29/3/2024	2	34
RP Hydro (Kelantan) Sdn Berhad	01/30	AA3	4.701	5	n/a	n/a	470	118
RP Hydro (Kelantan) Sdn Berhad	07/30	AA3	4.732	5	4.789	10/7/2024	-6	111
Edra Energy Sdn Berhad	07/31	AA3	3.997	5	4.048	23/7/2024	-5	32
RP Hydro (Kelantan) Sdn Berhad	01/32	AA3	4.811	5	n/a	n/a	481	113
RP Hydro (Kelantan) Sdn Berhad	07/32	AA3	4.851	5	n/a	n/a	485	114
Edra Energy Sdn Berhad	07/37	AA3	4.219	10	4.234	23/7/2024	-1	35
Edra Energy Sdn Berhad	01/38	AA3	4.249	10	4.328	12/6/2024	-8	38
Malayan Banking Berhad	02/17	AA3	4.005	1	4.152	11/7/2024	-15	-2
STM Lottery Sdn Berhad (fka Sports Toto Malaysia	06/25	AA-	4.554	1	4.615	5/7/2024	-6	133
Eco World Capital Berhad	08/28	AA-	3.913	5	3.978	28/6/2024	-7	44
Alliance Bank Malaysia Berhad	10/30	A2	4.142	1	4.833	18/7/2024	-69	52
MBSB Bank Berhad (fka Asian Finance Bank Berha	12/29	A3	4.090	20	4.071	25/6/2024	2	57
MBSB Bank Berhad (fka Asian Finance Bank Berha	12/23	A3	4.097	40	4.149	24/7/2024	-5	42
				770	-			
				779	1			

<sup>\*</sup> The spread against nearest indicative tenured MGS (Source: BPAM)

Rating Action								
Issuer	PDS Description	Rating/Outlook	Action					
Niil								

Source: RAM, MARC



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