















## Global Markets Research

### Fixed Income

#### Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.87	-9
5-yr UST	3.92	-10
10-yr UST	4.36	-10
30-yr UST	4.88	-10

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.16	 0	3.17	 0	
5-yr	3.22	 0	3.26	 1	
7-yr	3.40	 0	3.40	 1	
10-yr	3.53	 0	3.54	 0	
15-yr	3.70	 0	3.69	 0	
20-yr	3.78	 0	3.80	 1	
30-yr	4.02	 3	4.00	 0	

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.26	0
3-yr	3.13	0
5-yr	3.22	-1
7-yr	3.32	-1
10-yr	3.45	0

Source : Bloomberg

#### Upcoming Government Bond Tender

Nil

#### US Treasuries

- US Treasuries snapped a two-day losing streak and rallied as investors flocked back to safe haven bonds on the back of a much weaker than expected job addition from ADP (37k vs 114k consensus and 60k in April) that revived expectations of an earlier Fed rate cut. UST rallied further following the surprised pullback in ISM services (49.9 vs 51.6), back below the neutral threshold for the first time in 11 months, dragged by a sharp drop in new orders to nearly 2.5-year low. Overall benchmark yields plunged 9-10bps across the curve. The 2-year note yield fell 9bps on the day to 3.87% while the 10-year UST yields last settled at 4.36%, down 10bps on the day. Today will see a few market-moving data including Challenger job cuts, initial jobless claims, and trade balance for more clues on how the US economy is faring, hence implications on Fed rate cut timing.

#### MGS/GII

- The Malaysian bonds market saw mixed trading amid a quiet day on Wednesday. Secondary market volume for MGS/GII trading fell further to RM4.51bn, down 18% from RM5.47bn the day before. Overall benchmark yields were mixed with small losses of less than 1bp to +3bps (prior: -3 to +1bps). **The benchmark 5Y MGS 5/30 yield closed the day flat at 3.22% while the yield on the benchmark 10Y MGS 7/34 also settled unchanged at 3.53%.** Trading activity for the day was again led by the off-the-runs MGS 9/25, 7/26, 8/29, and GII 8/25 and 10/25., benchmark 10Y MGS 7/34 and benchmark 3Y GII 7/28. The share of GII trading for the day rose again to 36% of overall govies trading versus the 28% on Tuesday. The economic docket is empty for the week ahead and trading is expected to remain quiet ahead of the Haji holiday this weekend.

#### Corp Bonds/Sukuk

- Contrary to a quiet session in the govies space, the corporate bond/sukuk market was in lively bid tone on Wednesday. Secondary market volume jumped 126% on the day to RM1.27bn (prior: RM559m). Trading for the day was led by the AAA-rated segment, which made up 52% or RM657m of total volume for the day. Leading the pack was various tranches of Sarawak Petrochem that collectively saw RM415m transacted, between 3.61-3.92% (down 10-20bps from previous trades). This was followed by CAGA '26, '28 and '30, which were last dealt between 3.41-3.53%. Within the GG segment, PRIMA '29 (RM130m) made its maiden debut at 3.37%, followed by LPPSA '35 (RM120m) and DANAINFRA '35 (RM120m).

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (mm/dd/yyyy)	(bp)
MGS	09/25	2.81	751	2.80	06/03/2025	1
MGS	07/26	2.97	448	2.95	06/03/2025	2
MGS	11/26	2.98	7	2.97	06/03/2025	1
MGS	03/27	3.04	1	3.02	06/03/2025	2
MGS	05/27	3.09	231	3.07	05/30/2025	2
MGS	11/27	3.09	15	3.10	06/03/2025	-1
MGS	04/28	3.16	239	3.16	06/03/2025	0
MGS	06/28	3.18	53	3.17	06/03/2025	1
MGS	04/29	3.23	1	3.24	06/03/2025	-1
MGS	08/29	3.28	396	3.28	06/03/2025	0
MGS	04/30	3.28	27	3.28	06/03/2025	0
MGS	05/30	3.22	0	3.22	06/03/2025	0
MGS	04/31	3.38	22	3.36	06/03/2025	2
MGS	06/31	3.38	2	3.44	06/03/2025	-6
MGS	04/32	3.40	20	3.41	06/03/2025	0
MGS	07/32	3.40	86	3.40	06/03/2025	0
MGS	04/33	3.52	2	3.52	06/03/2025	0
MGS	11/33	3.52	19	3.53	06/03/2025	0
MGS	07/34	3.53	355	3.53	06/03/2025	0
MGS	05/35	3.54	1	3.54	06/03/2025	0
MGS	04/37	3.67	2	3.68	06/03/2025	0
MGS	06/38	3.70	7	3.69	06/03/2025	0
MGS	04/39	3.70	7	3.70	06/03/2025	0
MGS	05/40	3.74	10	3.74	06/03/2025	0
MGS	10/42	3.80	21	3.81	06/03/2025	-1
MGS	09/43	3.85	5	3.85	06/03/2025	0
MGS	05/44	3.78	40	3.78	06/03/2025	0
MGS	03/46	3.94	71	3.94	06/03/2025	0
MGS	07/48	3.98	11	3.98	06/03/2025	0
MGS	06/50	4.00	14	4.01	06/03/2025	-1
MGS	03/53	4.02	31	3.99	06/03/2025	3
GII	08/25	2.84	120	2.82	05/28/2025	3
GII	10/25	3.00	208	2.91	06/03/2025	9
GII	03/26	2.99	61	2.97	06/03/2025	2
GII	09/26	3.01	1	3.00	06/03/2025	1
GII	07/27	3.09	0	3.08	05/23/2025	2
GII	09/27	3.10	1	3.09	06/03/2025	1
GII	07/28	3.17	201	3.17	06/03/2025	0
GII	07/29	3.26	84	3.25	05/30/2025	1
GII	08/30	3.29	40	3.29	06/03/2025	-1
GII	09/30	3.33	41	3.34	06/03/2025	0
GII	10/30	3.35	4	3.34	05/30/2025	1
GII	10/31	3.40	94	3.40	06/03/2025	1
GII	10/32	3.48	56	3.47	06/03/2025	0
GII	06/33	3.52	130	3.53	06/03/2025	-1
GII	08/33	3.52	133	3.50	06/03/2025	2
GII	11/34	3.54	107	3.55	06/03/2025	0
GII	04/35	3.53	21	3.53	06/03/2025	1
GII	07/36	3.61	60	3.60	06/03/2025	0
GII	03/38	3.65	5	3.67	06/03/2025	-2
GII	09/39	3.70	1	3.70	06/03/2025	0
GII	07/40	3.69	0	3.69	06/03/2025	0
GII	09/41	3.77	30	3.77	06/03/2025	0
GII	08/43	3.80	30	3.79	06/03/2025	1
GII	05/45	3.76	41	3.75	06/03/2025	1
GII	05/47	3.94	30	3.94	05/30/2025	0
GII	11/49	3.99	100	4.00	06/03/2025	-1
GII	03/54	4.00	12	4.00	06/03/2025	0
			<u>4505</u>			

## Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (mm/dd/yyyy)	Chg (bp)	Spread Against MGS*
DanInfra Nasional Berhad	10/26	GG	3.19	10	3.50	03/05/2025	-31	21
PRIMA Corporation Malaysia	10/29	GG	3.37	130			337	18
Perbadanan Tabung Pendidikan Tinggi Nasional	02/34	GG	3.59	40	3.84	02/18/2025	-25	8
DanInfra Nasional Berhad	03/34	GG	3.59	60	3.61	05/15/2025	-2	8
Lembaga Pembiayaan Perumahan Sektor Awam	02/35	GG	3.63	120	3.63	05/30/2025	0	9
DanInfra Nasional Berhad	10/35	GG	3.63	120	3.63	05/30/2025	0	9
Sarawak Petchem Sdn Berhad	07/26	AAA	3.61	10	3.71	03/14/2024	-10	63
Cagamas Berhad	08/26	AAA	3.41	30	3.67	05/21/2024	-26	43
Cagamas Berhad	10/26	AAA	3.42	30	3.40	06/03/2025	2	44
Sarawak Petchem Sdn Berhad	07/27	AAA	3.65	10	3.75	06/24/2024	-10	57
Pelaburan Hartanah Berhad	09/27	AAA	3.63	20	3.64	05/27/2025	-1	56
Projek Lebuhraya Usahasama Berhad	01/28	AAA	3.55	30	3.66	04/30/2025	-11	40
Cagamas Berhad	02/28	AAA	3.45	30	3.45	05/28/2025	0	30
Cagamas Berhad	03/28	AAA	3.45	30	3.45	06/03/2025	0	30
Sarawak Petchem Sdn Berhad	07/28	AAA	3.70	45	3.88	12/18/2024	-18	55
Sarawak Petchem Sdn Berhad	07/29	AAA	3.72	75	3.88	01/08/2025	-16	53
Cagamas Berhad	03/30	AAA	3.53	30	3.52	06/03/2025	1	33
Sarawak Petchem Sdn Berhad	07/30	AAA	3.73	115	3.88	02/12/2025	-15	53
Sarawak Petchem Sdn Berhad	07/31	AAA	3.74	25	3.93	02/12/2025	-19	40
Pelaburan Hartanah Berhad	09/31	AAA	3.75	4	3.75	05/26/2025	0	41
Malaysia Airport Holdings Berhad	11/31	AAA	3.63	15	3.68	05/16/2025	-5	29
Sarawak Petchem Sdn Berhad	07/32	AAA	3.76	45	3.90	02/26/2025	-14	36
Sarawak Petchem Sdn Berhad	07/33	AAA	3.79	70	3.94	02/14/2025	-15	32
Sarawak Petchem Sdn Berhad	07/35	AAA	3.86	10	4.06	11/25/2024	-20	33
Bank Pembangunan Malaysia Berhad	11/35	AAA	3.81	10	3.81	05/30/2025	0	28
Sarawak Petchem Sdn Berhad	07/37	AAA	3.92	10	4.02	03/14/2025	-10	39
Tenaga Nasional Berhad	11/41	AAA	3.86	13	4.06	02/14/2025	-20	16
Sabah Credit Corporation	12/26	AA1	3.65	15	3.75	04/07/2025	-10	58
Batu Kawan Berhad	02/29	AA1	3.68	10	3.70	05/28/2025	-2	49
YTL Power International Berhad	10/39	AA1	3.84	10	3.87	05/09/2025	-3	14
PONSB Capital Berhad	06/27	AA2	5.49	1	3.67	06/03/2025	182	241
Benih Restu Berhad	04/32	AA2	3.73	10	3.85	05/02/2025	-12	33
Benih Restu Berhad	04/37	AA2	3.83	10	3.85	05/30/2025	-2	30
AEON Credit Service (M) Berhad	03/30	AA3	3.76	10	3.77	05/20/2025	-1	56
MMC Corporation Berhad	11/25	AA-	3.65	22	3.68	04/29/2025	-3	67
Quantum Solar Park (Semenanjung) Sdn Berhad	10/26	AA-	3.84	10	4.46	01/30/2023	-61	86
DRB-Hicom Berhad	12/26	AA-	3.76	6	3.76	05/29/2025	0	69
Eco World Capital Berhad	10/27	AA-	3.73	10	3.90	03/12/2025	-17	65
LBS Bina Group Berhad	01/29	AA-	4.23	1	4.23	06/03/2025	0	104
Alliance Bank Malaysia Berhad	10/32	A2	4.15	14	4.39	05/27/2025	-24	75
Yinson Holdings Berhad	11/22	A-	5.49	1	5.97	05/26/2025	-48	168
Alliance Bank Malaysia Berhad	11/17	BBB1	4.40	0	4.45	05/06/2025	-5	59
				1267				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Sabah Development Bank Berhad	RM3.0bil Commercial Papers 2021/2028/ MTN Programme 2021/2046	AA1/ Stable/ P1	Affirmed
	RM3.0bil MTN Programme 2011/2036	AA1/ Stable	Affirmed
	RM1.0bil MTN Programme 2008/2028	AA1/ Stable	Affirmed
Ranhill Sabah Energy II Sdn Berhad	RM250mil Islamic MTN Programme	AAA <sub>IS(bg)</sub> / Stable	Affirmed

Source: RAM, MARC

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