

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries sold off in trading on Wednesday after President Trump announced a 90-day reprieve for reciprocal tariffs announced on Apr 02 with the stark exception of China. The front end of the maturity spectrum led the move lower in a flattening of the US yield curve as stocks staged a massive relief rally. Benchmark yields were mixed for the day. **The benchmark 2Y UST yield was 18bps higher for the day at 3.91% while the benchmark 10Y UST yield advanced by 4bps to 4.34%.** Tonight sees the release of the CPI numbers for March as well as the usual weekly jobless claims numbers, with the Fed's Logan and Schmid also due to speak.

MGS/GII

- Local government bonds sold off again in trading on Wednesday for a second straight session, amidst the sharp sell-off seen in the global bond markets, which were driven by longer dated maturities. Secondary market volume for the day climbed by 25% to RM12.49bn from the RM9.96bn that exchanged hands on Tuesday. Overall benchmark yields rose by between 2 to 11bps (prior: 0 to 7bps higher), except for the 30Y MGS which was skewed by a late off-market trade. **The benchmark 5Y MGS 8/29 yield was 5bps higher for the day at 3.47% while the yield on the benchmark 10Y MGS 7/34 advanced by 7bps to 3.76%.** Trading activity for the day was led by the benchmark 5Y GII, while decent interest was also seen in the benchmark 3Y GII, 7Y GII and 10Y MGS/GII, as well as in the off-the-run MGS 9/25 and GII 10/32. The share of GII trading for the day rose to 53% of overall govies trading versus the 48% seen the day before. There are no domestic economic data releases due for the day ahead.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Wednesday in a busier trading session, with secondary market volume for the day rising by 40% to RM780m versus the RM557m that traded on Tuesday. Trading for the day was again led by the AAA-rated segment of the market. In the GG universe, LPPSA 4/50 was the only bond traded, closing at 4.10% in a secondary market debut. In the AAA-space, trading was led by CAGA 10/29 and CAGA 3/30, which settled the day at 3.66% (-13bps versus last print) and 3.71% (+1bp) respectively. In the AA-rated arena, interest was led by MBB 1/34 and IMTIAZ 10/28, which closed at 3.82% (-4bps) and 3.75% (-11bps) respectively. In the A-rated segment, interest was seen in DIALOG 4.15% Perps, which settled at 4.26%, a whopping 63bps lower versus where the bond last traded.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.91	18
5-yr UST	4.05	13
10-yr UST	4.34	4
30-yr UST	4.74	-3

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.36	<div><div></div></div> 3	3.47	<div><div></div></div> 8	
5-yr	3.47	<div><div></div></div> 5	3.51	<div><div></div></div> 8	
7-yr	3.66	<div><div></div></div> 11	3.66	<div><div></div></div> 10	
10-yr	3.76	<div><div></div></div> 7	3.76	<div><div></div></div> 7	
15-yr	3.84	<div><div></div></div> 6	3.83	<div><div></div></div> 6	
20-yr	3.95	<div><div></div></div> 2	3.97	<div><div></div></div> 6	
30-yr	4.03	<div><div></div></div> -2	4.10	<div><div></div></div> 5	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.44	2
3-yr	3.29	1
5-yr	3.35	3
7-yr	3.42	4
10-yr	3.53	5

Source: Bloomberg

Non-Resident (NR) Bond Holdings Change

	Govt NR Holdings	Corp NR Holdings
Daily Change	-1,913	0
MTD Change	-924	73

Figures in RM 'mil (as of 04 Apr 2025)

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	09/25	3.256	918	3.231	04/08/2025	2
MGS	04/26	3.246	100	3.216	04/08/2025	3
MGS	07/26	3.260	207	3.248	04/08/2025	1
MGS	11/26	3.361	23	3.285	04/08/2025	8
MGS	03/27	3.327	3	3.300	04/04/2025	3
MGS	05/27	3.359	429	3.330	04/08/2025	3
MGS	11/27	3.410	159	3.352	04/08/2025	6
MGS	04/28	3.461	63	3.424	04/08/2025	4
MGS	06/28	3.452	316	3.398	04/08/2025	5
MGS	04/29	3.477	10	3.418	04/08/2025	6
MGS	08/29	3.471	524	3.423	04/08/2025	5
MGS	04/30	3.531	93	3.458	04/08/2025	7
MGS	04/31	3.631	196	3.544	04/08/2025	9
MGS	06/31	3.554	100	3.544	04/08/2025	1
MGS	07/32	3.663	405	3.556	04/08/2025	11
MGS	04/33	3.751	51	3.650	04/08/2025	10
MGS	11/33	3.730	66	3.669	04/08/2025	6
MGS	07/34	3.763	711	3.692	04/08/2025	7
MGS	05/35	3.775	3	3.713	04/08/2025	6
MGS	04/37	3.842	183	3.780	04/08/2025	6
MGS	06/38	3.849	24	3.789	04/08/2025	6
MGS	04/39	3.841	555	3.786	04/08/2025	6
MGS	05/40	3.876	7	3.819	04/08/2025	6
MGS	10/42	3.961	21	3.895	04/08/2025	7
MGS	05/44	3.951	470	3.934	04/08/2025	2
MGS	03/46	4.011	40	3.979	04/08/2025	3
MGS	07/48	4.057	4	4.030	04/08/2025	3
MGS	06/50	4.030	29	3.980	04/08/2025	5
MGS	03/53	4.026	171	4.046	04/08/2025	-2
GII	08/25	3.207	503	3.186	04/08/2025	2
GII	10/25	3.234	290	3.198	04/08/2025	4
GII	03/26	3.292	2	3.262	04/08/2025	3
GII	09/26	3.325	72	3.279	04/08/2025	5
GII	07/27	3.410	10	3.376	04/08/2025	3
GII	09/27	3.392	173	3.352	04/08/2025	4
GII	07/28	3.469	852	3.388	04/08/2025	8
GII	10/28	3.478	2	3.419	04/08/2025	6
GII	07/29	3.507	233	3.426	04/08/2025	8
GII	08/30	3.542	1340	3.491	04/08/2025	5
GII	09/30	3.565	42	3.497	04/08/2025	7
GII	10/31	3.664	852	3.552	04/08/2025	11
GII	10/32	3.730	702	3.617	04/08/2025	11
GII	06/33	3.764	5	3.668	04/08/2025	10
GII	08/33	3.721	290	3.674	04/08/2025	5
GII	11/34	3.757	857	3.690	04/08/2025	7
GII	07/36	3.775	11	3.731	04/08/2025	4
GII	08/37	3.851	30	3.773	04/08/2025	8
GII	03/38	3.826	2	3.778	04/08/2025	5
GII	09/39	3.839	25	3.795	04/08/2025	4
GII	07/40	3.834	70	3.769	04/08/2025	6
GII	09/41	3.943	8	3.840	04/08/2025	10
GII	08/43	3.966	162	3.907	04/08/2025	6
GII	05/47	3.990	3	3.990	04/04/2025	0
GII	05/52	4.113	44	4.081	04/08/2025	3
GII	03/54	4.102	30	4.048	04/08/2025	5
			12489			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)	Spread Against MGS*
Lembaga Pembiayaan Perumahan Sektor Awam Be	04/50	GG	4.100	20	n/a	n/a	410	12
Bank Pembangunan Malaysia Berhad	10/25	AAA	3.516	2	3.609	2/10/2024	-9	26
Cagamas Berhad	11/25	AAA	3.543	40	3.659	23/7/2024	-12	29
Hong Leong Islamic Bank Berhad	11/26	AAA	3.671	2	3.712	25/3/2025	-4	34
Cagamas Berhad	10/29	AAA	3.659	170	3.790	9/10/2024	-13	18
Pengurusan Air SPV Berhad	01/30	AAA	3.728	15	3.733	8/4/2025	0	25
Cagamas Berhad	03/30	AAA	3.711	120	3.703	4/4/2025	1	23
Pengurusan Air SPV Berhad	09/30	AAA	3.743	30	3.742	8/4/2025	0	27
Bank Pembangunan Malaysia Berhad	06/31	AAA	3.767	40	3.812	8/4/2025	-4	19
TNB Northern Energy Berhad	11/32	AAA	3.828	10	4.067	8/11/2024	-24	14
Tenaga Nasional Berhad	08/40	AAA	4.126	1	4.157	20/3/2025	-3	26
Genting Capital Berhad	06/27	AA1	4.416	10	4.458	17/3/2025	-4	109
YTL Power International Berhad	08/29	AA1	3.779	2	3.870	5/3/2025	-9	34
Press Metal Aluminium Holdings Berhad	03/32	AA1	3.908	2	3.929	3/4/2025	-2	25
Malayan Banking Berhad	01/34	AA1	3.820	80	3.863	21/3/2025	-4	10
Imtiaz Sukuk II Berhad	10/28	AA2	3.749	50	3.856	3/4/2025	-11	36
Fortune Premiere Sdn Berhad	10/25	AA	3.701	5	3.834	14/1/2025	-13	45
Pelabuhan Tanjung Pelepas Sdn Berhad	06/30	AA	3.828	20	3.818	8/4/2025	1	35
Affin Bank Berhad	05/29	AA3	3.901	4	3.937	26/3/2025	-4	46
AEON Credit Service (M) Berhad	08/29	AA3	3.890	30	3.920	9/9/2024	-3	45
Gamuda Berhad	06/30	AA3	3.848	10	3.898	3/4/2025	-5	37
Gamuda Berhad	03/31	AA3	3.858	10	3.928	10/3/2025	-7	28
Gamuda Berhad	06/33	AA3	3.899	40	3.909	4/4/2025	-1	21
DRB-Hicom Berhad	08/25	AA-	3.646	15	3.664	14/3/2025	-2	39
UEM Sunrise Berhad	09/26	AA-	3.784	1	3.763	13/3/2025	2	53
Johor Port Berhad	10/27	AA-	3.800	10	3.790	7/4/2025	1	47
7-Eleven Malaysia Holdings Berhad	06/28	AA-	4.317	10	4.377	5/11/2024	-6	93
Eco World Capital Berhad	08/28	AA-	3.867	1	3.906	26/3/2025	-4	48
Penang Port Sdn Berhad	12/29	AA-	3.898	10	4.035	20/12/2024	-14	42
Johor Port Berhad	10/32	AA-	3.935	10	3.997	25/3/2025	-6	28
Dialog Group Berhad	11/20	A1	4.255	10	4.884	2/4/2025	-63	27
JB Cocoa Sdn Berhad	11/27	A+	4.884	1	5.247	12/3/2025	-36	150
Affin Islamic Bank Berhad	10/18	A3	4.460	1	4.489	7/3/2025	-3	48
				780				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
TG Treasury Berhad	RM3bn Islamic Medium-Term Notes/ Perpetual Sukuk Programme	AA-/Stable A/Stable	Affirmed

Source: RAM, MARC

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