



NEWS UPDATE

31 January 2025

MARKET SUMMARY

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

US Treasury	Yield 30 January 25	Daily Change bps	Yield 29 January 25	Weekly Change bps	Yield 23 January 25	Monthly Change bps	Yield 30 December 24	YTD Change bps	Yield 31 Dec 24
3 YEAR	4.24	-3	4.27	-11	4.35	-5	4.29	-3	4.27
5 YEAR	4.31	-4	4.35	-14	4.45	-6	4.37	-7	4.38
7 YEAR	4.41	-3	4.44	-14	4.55	-5	4.46	-7	4.48
10 YEAR	4.52	-3	4.55	-13	4.65	-3	4.55	-6	4.58

MGS	Yield 28 January 25*	Daily Change bps	Yield 27 January 25	Weekly Change bps	Yield 21 January 25	Monthly Change bps	Yield 27 December 24	YTD Change bps	Yield 31 Dec 24
3 YEAR	3.44	1	3.43	1	3.43	-6	3.50	-4	3.48
5 YEAR	3.61	1	3.60	0	3.61	-2	3.63	-1	3.62
7 YEAR	3.77	0	3.77	-2	3.79	-1	3.78	0	3.77
10 YEAR	3.80	0	3.80	-2	3.82	-2	3.82	-2	3.82

*Malaysia Market closed on 29 & 30 January in observance of Chinese New Year Day Holiday

GII	Yield 28 January 25*	Daily Change bps	Yield 27 January 25	Weekly Change bps	Yield 21 January 25	Monthly Change bps	Yield 27 December 24	YTD Change bps	Yield 31 Dec 24
3 YEAR	3.55	0	3.55	23	3.32	20	3.35	22	3.33
5 YEAR	3.61	0	3.61	-2	3.63	-1	3.62	-1	3.62
7 YEAR	3.76	0	3.76	-2	3.78	2	3.74	2	3.74
10 YEAR	3.82	0	3.82	-2	3.84	-1	3.83	-1	3.83

AAA	Yield 28 January 25*	Daily Change bps	Yield 27 January 25	Weekly Change bps	Yield 21 January 25	Monthly Change bps	Yield 27 December 24	YTD Change bps	Yield 31 Dec 24
3 YEAR	3.82	0	3.82	-1	3.83	-2	3.84	-1	3.83
5 YEAR	3.89	0	3.89	-2	3.91	-5	3.94	-6	3.95
7 YEAR	3.94	0	3.94	-3	3.97	-5	3.99	-5	3.99
10 YEAR	4.00	0	4.00	-3	4.03	-4	4.04	-4	4.04

Source: US Treasury, BNM & BIX Malaysia

NEWS UPDATE

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

RAM Ratings affirms MCIS Life's ratings at A1/P1; revises outlook negative

RAM Ratings has revised the outlook on long-term ratings of MCIS Insurance Berhad (MCIS Life or the Insurer) to negative from stable, while reaffirming its A1/P1 insurer financial strength ratings and the A2 rating of its RM200 mil Tier 2 Subordinated Debt (2021/2031).

The outlook revision reflects our concerns over persistent earnings pressures faced by MCIS Life, along with its heightened reliance on single premiums or yearly renewable policies which increases the uncertainty of its longer-term growth trajectory.

In addition to scale limitations and fierce competition, recent performance in FY Dec 2023 and 1H FY Dec 2024 was further dampened by higher medical claims and increased expenses resulting from a change in the treatment of overrun costs.

The revision in treatment led to higher expenses since 2H 2023 and contributed to a 54% y-o-y decline in pre-tax profit in 1H FY Dec 2024. The Insurer's profitability metrics, as measured by its pre-tax return on assets, remained notably lower compared to peers. In the last three financial periods, this averaged at 0.6%. – RAM Ratings

Read full publication at <https://www.ram.com.my/pressrelease/?prviewid=6867>

NEWS UPDATE

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

Malaysia sees return of producer inflation

After three months of contraction, Malaysia saw a marginal producer inflation last December amid a mixed performance across key sectors. The Statistics Department reported that the producer price index (PPI), which measures price changes at the producer level, rose by 0.5% year-on-year (y-o-y) in December 2024.

In November, the PPI had shrunk by 0.4% y-o-y. The rebound in December took place amid the PPI increase in the United States and Japan. China, however, recorded a decline which is the 27th consecutive month of producer deflation. Elaborating on Malaysia's PPI rebound, chief statistician Datuk Seri Mohd Uzir Mahidin said the agriculture, forestry and fishing sector recorded a significant increase of 23.8% y-o-y in December.

This was due to the growing of perennial crops. Meanwhile, the mining sector contracted by 7% y-o-y, a smaller decline than the previous month's 8.3%. The decline was primarily due to the extraction of crude petroleum index, which fell by 9.7%.

“The manufacturing sector saw a slight decline of 1%, with the key subsectors of the manufacture of coke and refined petroleum products dropping sharply by 15.5% and the manufacture of computer, electronic and optical products decreasing by 1.5%. – The Star

Read full publication <https://www.thestar.com.my/business/business-news/2025/01/29/malaysia-sees-return-of-producer-inflation>

NEWS UPDATE

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

10-year Treasury yield slides after weaker-than-expected GDP

U.S. Treasury yields moved lower on Thursday as economic data showed slower-than-expected growth for the United States in the fourth quarter. The 10-year Treasury yield was lower by 3 basis points at 4.526%. Meanwhile, the 2-year Treasury yield was down 1 basis point to 4.213%.

The move in yields came as the Commerce Department's gross domestic product report was weaker than expected. The fourth-quarter GDP growth rate was 2.3%. Economists surveyed by Dow Jones had been expecting an increase of 2.5%.

Traders will weigh the economic growth data alongside the latest update from the Federal Reserve. On Wednesday, the central bank's Federal Open Market Committee left its overnight borrowing rate unchanged at a range between 4.25%-4.5%, in a move that investors had been anticipating after three consecutive cuts since September 2024.

Policymakers noted in a post-meeting statement that "inflation remains somewhat elevated" and "the unemployment rate has stabilized at a low level in recent months, and labor market conditions remain solid." – CNBC

Read full publication at <https://www.cnbc.com/2025/01/30/us-treasury-yields-investors-digest-feds-interest-rate-decision-.html>

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 Bond+Sukuk
Information
Exchange

BIX MALAYSIA MOBILE APP
AVAILABLE FREE AT

Available on the
App Store

Get it on
Google Play

Scan here to download

A hand holding a smartphone displaying the BIX Malaysia mobile app interface. The app shows a 'BOND+SUKUK ISSUANCE' section with a list of items. The background is a blue gradient.

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