

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.24	0
5-yr UST	4.37	-1
10-yr UST	4.56	-1
30-yr UST	4.78	0

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.47	0	3.34	1
5-yr	3.61	0	3.63	1
7-yr	3.77	0	3.74	0
10-yr	3.82	0	3.83	-1
15-yr	3.96	-1	3.96	-2
20-yr	4.04	0	4.08	-1
30-yr	4.21	4	4.19	0

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.56	-1
3-yr	3.49	-1
5-yr	3.53	-1
7-yr	3.60	-1
10-yr	3.70	-1

Source : Bloomberg

Upcoming Government Bond Tender

Nil

US Treasuries

- US Treasuries were little changed in trading on Thursday to start the year, reversing earlier gains during the day, after weekly jobless claims unexpectedly declined for the week to the lowest level since the end of April, which strengthens the case for a more measured approach by the US Fed in easing policy further, despite seasonal factors. Benchmark yields were little changed across the curve. **The benchmark 2Y UST yield was unchanged for the day at 4.24% while the benchmark 10Y UST yield declined by 1bp to 4.56%.** Tonight sees the release of the US ISM Manufacturing index for December, which will provide more clues as to how the US economy closed out the year.

MGS/GII

- Local govovies were mostly firmer in trading on Thursday, kicking off the year in a lighter session, amidst a decline in the S&P Global Malaysia PMI Manufacturing index in December. Secondary market volume receded by 28% to RM2.69bn from the RM3.76bn that changed hands on Tuesday. Overall benchmark yields ended the day mixed by between -2 to +4bps (prior: -3 to +5bps). **The benchmark 5Y MGS 8/29 yield was little changed for the day at 3.61% while the yield on the benchmark 10Y MGS 7/34 was also unchanged at 3.82%.** Trading activity for the day was led by the benchmark 7Y MGS, while decent interest was also seen in the benchmark 10Y GII, as well as in the off-the-run MGS 3/25, MGS 6/28, GII 10/30 and GII 10/32. The share of GII trading for the day advanced to 41% of overall govovies trading from the 22% seen the previous session. There are no domestic economic releases for the day ahead.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Thursday as activity picked up to begin the year. Secondary market volume for the day surged by 110% to RM471m versus the RM224m that traded on Tuesday. Trading for the day was led by the AA-rated segment. In the GG universe, PLUS 1/38 and DANA 10/38 led interest, with both bonds closing the day at 4.00% and lower by 2bps each compared to where they were last traded. In the AAA space, trading was led by TOYOTAC 2/30 and AIRSEL 10/30, which settled for the day at 3.96% (unchanged versus last print) and 4.03% (-2bps) respectively. In the AA-rated segment of the market, interest was led by MBB 4.13% Perps, which closed at 4.40%, 22bps higher versus where it last traded.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.218	214	3.117	12/31/2024	10
MGS	04/26	3.362	1	3.355	12/30/2024	1
MGS	07/26	3.353	2	3.356	12/31/2024	0
MGS	11/26	3.382	1	3.407	12/31/2024	-2
MGS	05/27	3.465	44	3.469	12/31/2024	0
MGS	11/27	3.471	116	3.502	12/31/2024	-3
MGS	04/28	3.524	11	3.550	12/31/2024	-3
MGS	06/28	3.571	130	3.571	12/31/2024	0
MGS	04/29	3.590	30	3.596	12/31/2024	-1
MGS	08/29	3.611	12	3.615	12/31/2024	0
MGS	04/30	3.666	5	3.649	12/31/2024	2
MGS	04/31	3.767	531	3.765	12/31/2024	0
MGS	06/31	3.767	2	3.782	12/30/2024	-2
MGS	07/34	3.822	112	3.817	12/31/2024	0
MGS	05/35	3.858	5	3.839	12/31/2024	2
MGS	04/37	3.932	2	3.948	12/31/2024	-2
MGS	06/38	3.987	1	3.959	12/31/2024	3
MGS	04/39	3.956	1	3.966	12/31/2024	-1
MGS	05/40	3.993	60	4.013	12/31/2024	-2
MGS	10/42	4.033	110	4.077	12/31/2024	-4
MGS	09/43	4.092	1	4.112	12/31/2024	-2
MGS	05/44	4.043	76	4.038	12/31/2024	0
MGS	03/46	4.049	60	4.148	12/31/2024	-10
MGS	07/48	4.119	63	4.141	12/31/2024	-2
MGS	06/50	4.132	3	4.148	12/31/2024	-2
GII	08/25	3.248	40	3.279	12/26/2024	-3
GII	10/25	3.285	11	3.252	12/31/2024	3
GII	03/26	3.322	2	3.348	12/31/2024	-3
GII	09/26	3.342	11	3.334	12/31/2024	1
GII	10/28	3.573	5	3.592	12/31/2024	-2
GII	07/29	3.626	50	3.617	12/31/2024	1
GII	09/30	3.697	30	3.708	12/31/2024	-1
GII	10/30	3.707	143	3.719	12/31/2024	-1
GII	10/31	3.739	60	3.736	12/31/2024	0
GII	10/32	3.796	250	3.807	12/31/2024	-1
GII	06/33	3.820	1	3.833	12/30/2024	-1
GII	11/34	3.828	250	3.834	12/31/2024	-1
GII	07/36	3.923	30	3.930	12/31/2024	-1
GII	03/38	3.967	6	3.973	12/30/2024	-1
GII	09/39	3.962	21	3.978	12/31/2024	-2
GII	09/41	4.024	60	4.047	12/30/2024	-2
GII	08/43	4.075	80	4.082	12/31/2024	-1
GII	11/49	4.151	30	4.168	12/18/2024	-2
GII	05/52	4.198	20	4.192	12/31/2024	1
			2693			

## 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*
Projek Lebuhraya Usahasama Berhad	01/38	GG	3.999	20	4.015	3/12/2024	-2	3
DanaInfra Nasional Berhad	10/38	GG	3.997	20	4.015	5/12/2024	-2	3
DanaInfra Nasional Berhad	04/45	GG	4.131	10	3.950	28/9/2020	18	7
Tenaga Nasional Berhad	06/29	AAA	3.907	5	3.918	19/12/2024	-1	35
Petroleum Sarawak Exploration & Production Sdr	11/29	AAA	3.944	10	3.918	5/12/2024	3	32
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.928	20	3.953	31/12/2024	-2	31
Toyota Capital Malaysia Sdn Berhad	02/30	AAA	3.955	30	3.956	24/12/2024	0	34
Toyota Capital Malaysia Sdn Berhad	08/30	AAA	3.959	20	3.898	24/9/2024	6	26
Pengurusan Air Selangor Sdn Berhad	10/31	AAA	4.028	30	4.050	23/12/2024	-2	26
Tenaga Nasional Berhad	08/32	AAA	3.950	10	3.978	6/12/2024	-3	16
Sarawak Energy Berhad	11/33	AAA	3.938	5	3.949	21/10/2024	-1	13
Pengurusan Air SPV Berhad	02/34	AAA	3.980	10	4.028	27/12/2024	-5	17
GENM Capital Berhad	03/27	AA1	4.298	1	4.052	13/12/2024	25	92
Malayan Banking Berhad	01/34	AA1	3.997	10	4.000	28/11/2024	0	19
UEM Olive Capital Berhad	10/34	AA1	4.008	5	3.997	31/12/2024	-1	19
YTL Power International Berhad	08/39	AA1	4.158	30	4.181	3/12/2024	2	19
PONSB Capital Berhad	05/29	AA2	3.975	20	3.973	2/12/2024	0	42
Point Zone (M) Sdn Berhad	03/29	AA	3.933	5	3.817	7/10/2024	12	38
SD Guthrie Berhad (fka Sime Darby Plantation Berhad)	03/16	AA	4.026	20	4.055	27/12/2024	-3	-3
Edra Energy Sdn Berhad	07/27	AA3	3.920	10	3.925	12/7/2024	0	44
IJM Corporation Berhad	08/28	AA3	3.844	10	3.846	14/11/2024	0	29
Senai Desaru Expressway Berhad	12/38	AA3	3.964	40	3.992	18/11/2024	-3	0
Perbadanan Kemajuan Negeri Selangor	08/34	AA3	4.269	10	n/a	n/a	427	45
Edra Energy Sdn Berhad	01/35	AA3	4.199	4	4.178	18/12/2024	2	38
IJM Treasury Management Sdn Berhad	03/39	AA3	4.199	15	4.229	19/12/2024	-3	23
Malayan Banking Berhad	02/17	AA3	4.402	53	4.187	30/12/2024	22	34
Malaysian Resources Corporation Berhad	10/26	AA-	4.126	10	4.195	13/11/2024	-7	75
MMC Port Holdings Sdn Berhad	04/29	AA-	4.007	30	4.020	31/12/2024	-1	45
UMW Holdings Berhad	04/18	AA-	4.617	1	4.227	19/12/2024	39	56
WCT Holdings Berhad	11/18	A-	6.288	8	6.288	30/12/2024	0	223
Bank Muamalat Malaysia Berhad	09/22	BBB	4.899	1	6.011	30/12/2024	-111	84
				471				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

**Hong Leong Bank Berhad**

Fixed Income &amp; Economic Research, Global Markets

Level 8, Hong Leong Tower

6, Jalan Damanlela

Bukit Damansara

50490 Kuala Lumpur

Tel: 603-2081 1221

Fax: 603-2081 8936

Email: [HLMarkets@hbb.hongleong.com.my](mailto:HLMarkets@hbb.hongleong.com.my)**DISCLAIMER**

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