

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were higher in trading on Wednesday, after the FOMC statement was less hawkish than had been feared by the markets. Fed Chair Powell acknowledged that progress on inflation has been slower than anticipated, but ruled out the next move being a hike. Benchmark yields closed lower by between 3 and 7bps for the day, with the UST curve bull-steepening as the move was more pronounced in the shorter dated maturities. **The benchmark 2yr UST yield was lower by 7bps for the session at 4.96%, while the benchmark 10yr UST yield was 5bps lower for the day at 4.63%.** Tonight sees the release of the latest Challenger report on job cuts and unit labour costs for 1Q, as well as the US trade balance and factory orders for March.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.96	-7
5-yr UST	4.65	-7
10-yr UST	4.63	-5
30-yr UST	4.75	-3

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.61	0	3.59	-1
5-yr	3.78	0	3.78	-1
7-yr	3.90	-1	3.88	0
10-yr	3.99	1	3.98	-1
15-yr	4.05	1	4.05	-3
20-yr	4.23	2	4.21	-1
30-yr	4.30	0	4.28	-1

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.66	0
3-yr	3.69	0
5-yr	3.79	-1
7-yr	3.91	1
10-yr	4.02	1

Source : Bloomberg

Upcoming Government Bond Tender

Nil

MGS/GII

- Local govovies were mixed in trading on Tuesday in a more active session, ahead of the Labour Day holiday domestically and a much anticipated US FOMC policy meeting. Secondary market volume for the day surged by 170% to RM3.86bn, versus the RM1.43bn that exchanged hands the previous session. Benchmark yields closed mixed between -3 and +2bps for the day. **The benchmark 5Y MGS 8/29 saw its yield little changed for the session to 3.78% while the benchmark 10Y MGS 11/33 was 1bp higher in yield at 3.99%.** Trading interest was led by the off-the-run MGS 9/25, while interest was also seen in the off-the-run MGS 6/24, MGS 9/24, MGS 3/25, MGS 4/28, MGS 6/28 and MGS 6/38, as well as in the benchmark 3Y GII. The market share of GII trading for the day receded to 16% compared to the 37% seen the previous session. There are no domestic economic releases today, with the next scheduled release being the S&P Global Malaysia PMI Manufacturing for April tomorrow.

Corp Bonds/Sukuk

- Corporate Bonds/Sukuk markets saw a much lighter trading session on Tuesday, with secondary market volume for the day plunging by 43% to RM582m, compared to the RM1,026m that was traded on Monday. The market was better offered, and trading interest for the day was led by the GG and AA segments of the market. In the GG universe, trading was led by JKSB 5/25 and PLUS 12/38, which settled for the day at 3.51% (+10bps versus than last print) and 4.09% (+3bps) respectively. Meanwhile in the AAA space, trading interest was seen in Infracap 4/35, which closed the day at 4.15%, 4bps higher versus where it last traded. Trading in the AA universe was led by HLF 8/24, which settled the day at 3.63%, 4bps lower compared to its last print, while trading interest was also seen in a series of YTL and UEM bonds during the day.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	06/24	3.328	153	3.328	04/29/2024	0
MGS	09/24	3.305	290	3.320	04/26/2024	-1
MGS	03/25	3.380	321	3.324	04/29/2024	6
MGS	09/25	3.446	522	3.463	04/29/2024	-2
MGS	04/26	3.477	84	3.544	04/26/2024	-7
MGS	07/26	3.536	27	3.519	04/29/2024	2
MGS	11/26	3.549	23	3.564	04/29/2024	-2
MGS	03/27	3.575	1	3.568	04/22/2024	1
MGS	05/27	3.609	73	3.611	04/29/2024	0
MGS	11/27	3.643	19	3.683	04/26/2024	-4
MGS	04/28	3.766	397	3.769	04/29/2024	0
MGS	06/28	3.782	196	3.812	04/29/2024	-3
MGS	04/29	3.790	1	3.806	04/29/2024	-2
MGS	08/29	3.777	60	3.779	04/29/2024	0
MGS	04/30	3.885	29	3.879	04/29/2024	1
MGS	04/31	3.901	149	3.908	04/29/2024	-1
MGS	06/31	3.928	38	3.912	04/29/2024	2
MGS	07/32	3.983	25	3.965	04/29/2024	2
MGS	04/33	3.985	34	3.971	04/26/2024	1
MGS	11/33	3.991	98	3.980	04/29/2024	1
MGS	07/34	3.978	49	3.978	04/29/2024	0
MGS	05/35	4.028	28	4.052	04/29/2024	-2
MGS	04/37	4.074	5	4.099	04/29/2024	-3
MGS	06/38	4.109	180	4.085	04/26/2024	2
MGS	04/39	4.053	117	4.045	04/29/2024	1
MGS	05/40	4.130	46	4.143	04/29/2024	-1
MGS	10/42	4.231	121	4.211	04/29/2024	2
MGS	09/43	4.217	1	4.204	04/24/2024	1
MGS	03/46	4.266	110	4.255	04/22/2024	1
MGS	07/48	4.283	2	4.264	04/29/2024	2
MGS	06/50	4.300	42	4.287	04/29/2024	1
MGS	03/53	4.295	9	4.299	04/29/2024	0
GII	10/24	3.251	14	3.284	04/24/2024	-3
GII	08/25	3.479	12	3.429	04/29/2024	5
GII	10/25	3.433	9	3.422	04/29/2024	1
GII	03/26	3.493	19	3.472	04/29/2024	2
GII	09/26	3.588	205	3.600	04/29/2024	-1
GII	07/27	3.644	1	3.596	04/29/2024	5
GII	09/27	3.606	13	3.622	04/29/2024	-2
GII	07/28	3.778	49	3.788	04/26/2024	-1
GII	10/28	3.756	5	3.771	04/29/2024	-2
GII	07/29	3.797	2	3.797	04/29/2024	0
GII	10/30	3.875	25	3.879	04/29/2024	0
GII	10/31	3.890	24	3.901	04/26/2024	-1
GII	10/32	3.949	7	3.961	04/29/2024	-1
GII	08/33	3.980	83	3.986	04/29/2024	-1
GII	07/36	4.043	5	4.000	04/26/2024	4
GII	09/39	4.053	27	4.085	04/29/2024	-3
GII	09/41	4.137	11	4.144	04/29/2024	-1
GII	08/43	4.209	79	4.222	04/26/2024	-1
GII	05/47	4.309	2	4.115	04/26/2024	19
GII	11/49	4.322	3	4.260	04/24/2024	6
GII	05/52	4.312	11	4.202	04/29/2024	11
GII	03/54	4.280	1	4.292	04/29/2024	-1
			3857			

## 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*
Prasarana Malaysia Berhad	03/25	GG	3.505	10	3.556	8/11/2023	-5	11
Jambatan Kedua Sdn Berhad	05/25	GG	3.505	90	3.402	20/3/2024	10	11
Pengurusan Air SPV Berhad	06/25	GG	3.493	30	3.415	28/2/2024	8	9
DanaInfra Nasional Berhad	11/25	GG	3.501	40	3.492	24/4/2024	1	0
Projek Lebuhraya Usahasama Berhad	12/38	GG	4.094	80	4.069	19/4/2024	3	3
Cagamas Berhad	09/24	AAA	3.510	30	n/a	n/a	351	11
Putrajaya Holdings Sdn Berhad	04/25	AAA	3.704	5	3.641	19/4/2024	6	31
Cagamas Berhad	04/26	AAA	3.733	10	3.749	5/3/2024	-2	23
Infracap Resources Sdn Berhad	04/35	AAA	4.149	30	4.109	23/2/2024	4	17
TNB Power Generation Sdn Berhad	06/42	AAA	4.265	10	4.160	20/2/2024	11	4
Hong Leong Financial Group Berhad	08/24	AA1	3.634	50	3.677	19/4/2024	-4	24
GENM Capital Berhad	08/25	AA1	4.251	1	4.252	29/4/2024	0	85
Sabah Development Bank Berhad	07/26	AA1	4.644	1	3.862	29/4/2024	78	115
Samalaju Industrial Port Sdn Berhad	12/26	AA1	3.804	5	3.746	16/2/2024	6	19
Genting RMTN Berhad	03/27	AA1	4.547	2	4.457	26/4/2024	9	93
Samalaju Industrial Port Sdn Berhad	12/27	AA1	3.901	5	3.866	16/1/2024	3	18
YTL Power International Berhad	08/29	AA1	4.020	20	4.032	12/1/2024	-1	23
YTL Corporation Berhad	04/31	AA1	4.180	10	4.182	29/4/2024	0	28
YTL Corporation Berhad	09/33	AA1	4.242	20	4.152	19/1/2024	9	28
Malayan Banking Berhad	01/34	AA1	4.017	10	3.917	20/3/2024	10	3
YTL Power International Berhad	08/38	AA1	4.261	10	4.349	29/4/2024	-9	20
Sime Darby Property Berhad	12/27	AA+	3.966	1	3.877	2/4/2024	9	24
AmBank Islamic Berhad	03/25	AA2	3.703	20	3.589	27/3/2024	11	31
SP Setia Berhad	06/30	AA	4.109	10	4.114	24/4/2024	0	26
OSK Rated Bond Sdn Berhad	09/30	AA	4.098	10	4.068	23/4/2024	3	24
Gamuda Berhad	06/28	AA3	3.947	15	3.937	26/4/2024	1	22
UEM Sunrise Berhad	02/25	AA-	3.900	5	n/a	n/a	390	50
UEM Sunrise Berhad	04/25	AA-	3.902	5	4.601	16/4/2024	-70	50
UEM Sunrise Berhad	05/26	AA-	4.024	10	4.104	5/3/2024	-8	53
UEM Sunrise Berhad	09/27	AA-	4.058	10	n/a	n/a	406	45
Konsortium KAJV Sdn Bhd	05/31	AA-	5.458	10	5.368	12/3/2024	9	155
Konsortium KAJV Sdn Bhd	05/31	AA-	5.459	10	5.368	12/3/2024	9	156
Affin Bank Berhad	07/32	A1	4.388	1	4.455	26/4/2024	-7	45
MNRB Holdings Berhad	03/34	A1	4.072	1	4.354	29/4/2024	-28	9
Hong Leong Bank Berhad	11/17	A1	3.979	1	3.857	8/3/2024	12	-24
Tropicana Corporation Berhad	10/25	A	5.470	1	6.897	26/4/2024	-143	207
TG Excellence Berhad	02/20	A	5.205	2	5.800	26/4/2024	-60	99
DRB-Hicom Berhad	12/14	A-	5.132	2	5.109	21/3/2024	2	91
Tropicana Corporation Berhad	09/19	A-	11.318	1	6.292	29/4/2024	503	710
Bank Muamalat Malaysia Berhad	09/22	BBB	5.306	1	5.386	22/4/2024	-8	109
				582				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Sasaran Etika Sdn Bhd	RM220m Fixed-Rate Serial Bonds (2012/2027)	AA1/Stable	Affirmed

Source: RAM, MARC

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