

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were mixed in trading on Tuesday, with the front end of the maturity spectrum recording marginal gains, while longer dated bonds fell amidst concerns over the fiscal situation with a spending bill being currently in the works. Benchmark yields closed the day mixed with the UST curve steepening. **The benchmark 2Y UST yield closed 1bp lower for the day at 3.97% while the benchmark 10Y UST yield advanced by 4bps to 4.49%.** There are no Tier-1 data releases scheduled for the day ahead, with the preliminary S&P Global US PMIs for May due on Thursday.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.97	-1
5-yr UST	4.07	1
10-yr UST	4.49	4
30-yr UST	4.97	7

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.19	2	3.20	-2	
5-yr	3.30	0	3.29	-3	
7-yr	3.46	0	3.47	-1	
10-yr	3.59	2	3.59	-2	
15-yr	3.72	-1	3.74	-1	
20-yr	3.82	-2	3.85	-1	
30-yr	4.12	6	4.00	0	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.35	-1
3-yr	3.21	-2
5-yr	3.27	-3
7-yr	3.38	0
10-yr	3.51	-1

Source: Bloomberg

Upcoming Government Bond Tender

Nil

MGS/GII

- Local government bonds were mostly higher in trading on Tuesday, amidst better than expected export numbers in April on continued frontloading activities. Secondary market volume for the day receded by 9% to RM6.54bn from the RM7.19bn that traded on Monday. Overall benchmark yields were mixed by between -3 to +2bps (prior: -5 to +4bps), except for the 30Y MGS which was skewed by an off-market odd lot trade. **The benchmark 5Y MGS 5/30 yield was little changed for the day at 3.30% while the yield on the benchmark 10Y MGS 7/34 advanced by 2bps to 3.59%.** Trading activity for the day was again led by the off-the-run MGS 9/25, while decent interest was also seen in the benchmark 3Y GII, 5Y GII and 7Y GII, as well as in the off-the-run GII 10/32. The share of GII trading for the day climbed to 54% of overall govovies trading versus the 50% seen the previous session. There are no economic data releases scheduled for the day ahead.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Tuesday, with secondary market volume plunging by 58% to RM493m versus the RM1,171m that changed hands on Monday. Trading for the day was led by the AAA-rated segment of the market. In the GG universe, activity was led by LPPSA 4/44, which closed at 3.88%, 2bps lower compared to where it last traded. In the AAA-space, trading was led by PASB 4/39, which settled at 3.85%, 1bp lower versus its last print. Decent interest was also seen in CIMBI 3/34, which closed the day at 3.75%, 2bps below where it last traded. In the AA-rated arena, interest was led by AEONC 3/30 and TBE 9/30, which settled at 3.77% (-11bps from last print) and 4.53% (-32bps) respectively. In A-rated territory, interest was seen in QUALITAS 6% Perps, which closed at 5.15% (+16bps).

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	09/25	2.846	783	2.824	05/19/2025	2
MGS	07/26	2.985	233	2.987	05/19/2025	0
MGS	11/26	3.015	18	3.030	05/19/2025	-1
MGS	05/27	3.089	297	3.053	05/19/2025	4
MGS	11/27	3.132	20	3.129	05/19/2025	0
MGS	04/28	3.193	100	3.175	05/19/2025	2
MGS	06/28	3.215	11	3.243	05/19/2025	-3
MGS	04/29	3.290	1	3.307	05/19/2025	-2
MGS	08/29	3.310	251	3.323	05/19/2025	-1
MGS	04/31	3.459	206	3.465	05/19/2025	-1
MGS	06/31	3.457	58	3.436	05/16/2025	2
MGS	04/32	3.478	50	3.486	05/19/2025	-1
MGS	07/32	3.464	157	3.467	05/19/2025	0
MGS	04/33	3.538	20	3.566	05/19/2025	-3
MGS	11/33	3.566	20	3.579	05/19/2025	-1
MGS	07/34	3.594	302	3.575	05/19/2025	2
MGS	05/35	3.601	43	3.596	05/19/2025	0
MGS	04/37	3.713	79	3.728	05/19/2025	-2
MGS	06/38	3.751	1	3.751	05/19/2025	0
MGS	04/39	3.721	5	3.735	05/19/2025	-1
MGS	05/40	3.770	3	3.772	05/19/2025	0
MGS	10/42	3.860	40	3.889	05/19/2025	-3
MGS	05/44	3.819	108	3.842	05/19/2025	-2
MGS	03/46	3.968	140	3.962	05/16/2025	1
MGS	06/50	3.978	16	3.966	05/19/2025	1
MGS	03/53	4.123	24	4.068	05/19/2025	6
GII	08/25	2.917	33	2.931	05/19/2025	-1
GII	10/25	2.976	200	2.971	05/19/2025	0
GII	09/27	3.122	100	3.137	05/19/2025	-2
GII	07/28	3.195	636	3.216	05/19/2025	-2
GII	07/29	3.287	270	3.321	05/19/2025	-3
GII	08/30	3.349	320	3.378	05/19/2025	-3
GII	09/30	3.381	190	3.381	05/19/2025	0
GII	10/30	3.403	50	3.440	05/16/2025	-4
GII	10/31	3.472	360	3.487	05/19/2025	-2
GII	10/32	3.538	620	3.570	05/19/2025	-3
GII	11/34	3.594	60	3.613	05/19/2025	-2
GII	04/35	3.575	300	3.600	05/19/2025	-2
GII	10/35	3.616	20	3.649	05/15/2025	-3
GII	07/36	3.629	174	3.622	05/19/2025	1
GII	03/38	3.744	26	3.739	05/19/2025	1
GII	09/39	3.742	120	3.749	05/19/2025	-1
GII	07/40	3.739	30	3.752	05/19/2025	-1
GII	08/43	3.849	50	3.861	05/19/2025	-1
			6544			

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*
Perbadanan Tabung Pendidikan Tinggi Nasional	07/41	GG	3.848	20	4.033	7/2/2025	-19	11
DanaInfra Nasional Berhad	02/44	GG	3.875	20	4.074	3/2/2025	-20	3
Lembaga Pembiayaan Perumahan Sektor Awam	04/44	GG	3.878	60	3.899	14/5/2025	-2	3
Lembaga Pembiayaan Perumahan Sektor Awam	03/46	GG	3.919	20	4.039	20/3/2025	-12	8
Lembaga Pembiayaan Perumahan Sektor Awam	04/50	GG	4.010	5	4.009	14/5/2025	0	17
Lembaga Pembiayaan Perumahan Sektor Awam	04/55	GG	4.075	5	4.060	14/5/2025	2	23
Danum Capital Berhad	02/26	AAA	3.511	10	3.603	11/3/2025	-9	51
Projek Lebuhraya Usahasama Berhad	01/27	AAA	3.522	10	3.568	14/5/2025	-5	43
Johor Corporation	06/27	AAA	3.587	10	3.642	8/5/2025	-5	49
Amanat Lebuhraya Rakyat Berhad	10/27	AAA	3.603	5	3.626	15/5/2025	-2	51
Bank Pembangunan Malaysia Berhad	12/28	AAA	3.636	10	3.796	24/3/2025	-16	37
Pengurusan Air Selangor Sdn Berhad	07/32	AAA	3.649	5	3.924	8/10/2024	-28	18
Tenaga Nasional Berhad	08/32	AAA	3.628	5	3.770	24/4/2025	-14	16
Danga Capital Berhad	09/33	AAA	3.691	5	3.819	27/3/2025	-13	16
Pengurusan Air Selangor Sdn Berhad	10/33	AAA	3.687	15	4.011	31/12/2024	-32	15
CIMB Islamic Bank Berhad	03/34	AAA	3.749	30	3.769	16/5/2025	-2	18
Projek Lebuhraya Usahasama Berhad	01/35	AAA	3.698	10	3.749	13/5/2025	-5	10
Pengurusan Air SPV Berhad	04/39	AAA	3.849	55	3.859	16/5/2025	-1	11
TNB Power Generation Sdn Berhad	03/43	AAA	3.878	10	3.869	16/5/2025	1	3
Tenaga Nasional Berhad	06/47	AAA	4.001	20	4.040	8/5/2025	-4	16
Sabah Development Bank Berhad	06/25	AA1	4.431	10	4.438	19/5/2025	-1	143
Press Metal Aluminium Holdings Berhad	03/40	AA1	3.888	10	3.899	16/5/2025	-1	15
Sime Darby Property Berhad	04/32	AA+	3.727	10	n/a	n/a	373	26
Imtiaz Sukuk II Berhad	05/27	AA2	3.690	10	3.713	11/4/2025	-2	60
RHB Bank Berhad	09/32	AA2	3.926	1	3.871	14/5/2025	6	46
SP Setia Berhad	06/28	AA	3.746	20	3.779	19/5/2025	-3	56
Tanjung Bin Energy Sdn Berhad	03/27	AA3	4.379	10	4.497	5/5/2025	-12	129
AEON Credit Service (M) Berhad	03/30	AA3	3.768	20	3.880	7/4/2025	-11	48
Gamuda Berhad	06/30	AA3	3.709	10	3.888	12/3/2025	-18	42
Tanjung Bin Energy Sdn Berhad	09/30	AA3	4.530	20	4.848	19/11/2024	-32	124
AEON Credit Service (M) Berhad	03/31	AA3	3.869	10	3.937	25/4/2025	-7	46
AEON Credit Service (M) Berhad	05/32	AA3	3.889	10	3.900	19/5/2025	-1	42
UEM Sunrise Berhad	02/29	AA-	3.779	10	3.838	25/4/2025	-6	51
Jimah East Power Sdn Berhad	12/29	AA-	3.922	5	4.095	16/10/2024	-17	64
Guan Chong Berhad	01/30	AA-	4.961	5	4.403	20/6/2024	56	168
JB Cocoa Sdn Berhad	11/27	A+	4.995	1	4.963	11/4/2025	3	190
Qualitas Sukuk Berhad	03/25	A2	5.150	2	4.989	19/5/2025	16	131
				493				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Farm Fresh Berhad	Islamic Medium-Term Notes (IMTN) Programme of RM1bn	AA-/Stable	Affirmed
Solar Management (Seremban) Sdn Bhd	RM260m ASEAN Green SRI Sukuk (2020/2038)	AA3/Stable	Affirmed
Al Dzahab Assets Berhad	Tranche 6 Sukuk: RM80.0 mil Class A RM20.0 mil Class B	AAA/Stable AA2/Stable	Assigned Preliminary Ratings
Bank Pembangunan Malaysia Berhad	Financial Institution Rating	AAA/Stable	Affirmed
TY Consolidated Capital Berhad	RM200m First Tranche Senior Medium-Term Notes (MTN) to be issued under its RM500m MTN Programme	AAA/Stable	Assigned Preliminary Ratings
Axis REIT Sukuk Two Berhad	Proposed Senior Sukuk; and Subordinated Perpetual Sukuk, with an aggregate limit of up to RM3bn	AA2/Stable A1/Stable	Assigned

Source: RAM, MARC

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