

## Global Markets Research

### Fixed Income

#### Fixed Income Daily Market Snapshot

##### US Treasuries

- US Treasuries were mostly higher in trading on Tuesday, save for the longer dated maturity spectrum, amidst the preliminary US PMIs for April coming in south of expectations. The short end of the curve was also buoyed by a well bid auction of USD69bn 2yr USTs. Benchmark yields were mixed by between -4 and +1 bps for the day, with the UST curve steepening. **The benchmark 2yr UST yield was 4bps lower for the session at 4.93%, while the benchmark 10yr UST yield was 1bp lower at 4.60%.** Tonight sees the release of the preliminary durable goods orders numbers for March. UST refunding also continues with USD70bn 5yr USTs to be auctioned tonight.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.93	-4
5-yr UST	4.63	-2
10-yr UST	4.60	-1
30-yr UST	4.73	1

MGS			GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.58	<div><div></div></div> -2	3.51	<div><div></div></div> 2
5-yr	3.75	<div><div></div></div> -1	3.71	<div><div></div></div> -1
7-yr	3.88	<div><div></div></div> -1	3.82	<div><div></div></div> 0
10-yr	3.96	<div><div></div></div> -1	3.95	<div><div></div></div> 0
15-yr	4.07	<div><div></div></div> 0	4.06	<div><div></div></div> 2
20-yr	4.18	<div><div></div></div> 0	4.18	<div><div></div></div> 0
30-yr	4.25	<div><div></div></div> 2	4.29	<div><div></div></div> 0

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.65	0
3-yr	3.68	0
5-yr	3.78	-1
7-yr	3.89	0
10-yr	4.02	0

Source : Bloomberg

#### Upcoming Government Bond Tender

Reopening auction of RM5bn 3yr GII 9/26 on Thursday, 25 Apr

##### MGS/GII

- Local govies were mixed in trading on Tuesday amidst a more active session. Secondary market volume for the day more than tripled to RM3.44bn, compared to the RM1.08bn that was traded on Monday. Benchmark yields closed mixed between -2 and +2 bps for the day. **The benchmark 5Y MGS 8/29 saw its yield fall by 1bp for the session to 3.75% while the benchmark 10Y MGS 11/33 was also 1bps lower in yield for the day at 3.96%.** Trading interest was led by the off-the-run MGS 6/24, while interest was also seen in the benchmark 3Y GII, 5Y MGS, 15Y GII and 20Y GII, as well as in the off-the-run GII 10/24, MGS 3/25 and MGS 4/37. The market share of GII trading for the day declined to 36%, from the 43% share seen the previous session. The reopening of RM5bn of the benchmark 3yr GII 9/26 was announced, with the auction set to take place on Thursday. The next key release for the markets domestically is the March CPI numbers, also on Thursday.

##### Corp Bonds/Sukuk

- Corporate Bonds/Sukuk markets saw a slightly busier trading session on Tuesday, as secondary market volume for the day rose by 10% to RM944m, compared to RM862m that changed hands the previous session. Trading interest for the day was led by the GG and AA segments of the market. In GG space, DANA 10/36 led trading for the day, settling at 4.06%, unchanged from its last print. Interest was also seen in PASB 2/29, which closed the day at 3.80%, up 6bps versus where it last traded. Meanwhile in the AAA universe, trading interest was led by TNB 3/33, which settled for the day at 4.01%, 5bps higher versus its last print. Trading in the AA segment was led by DUKE 8/39 and UEM 9/26, which closed the day at 5.22% (-20bps from last print) and 4.02% (-8bps) respectively. Over in the A-rated space, interest was led by TGE 3.95% Perps, which exchanged hands at 5.04%, a whopping 91bps lower versus where it last traded.

## Daily Trades: Government Bond

		Closing	Vol	Previous	Previous	Chg
Securities		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	06/24	3.253	1280	3.293	04/22/2024	-4
MGS	03/25	3.393	170	3.332	04/22/2024	6
MGS	07/25	3.443	14	3.264	03/29/2024	18
MGS	04/26	3.572	21	3.520	04/22/2024	5
MGS	11/26	3.550	27	3.526	04/22/2024	2
MGS	05/27	3.575	1	3.594	04/22/2024	-2
MGS	11/27	3.626	71	3.621	04/22/2024	0
MGS	04/28	3.696	1	3.709	04/22/2024	-1
MGS	06/28	3.707	1	3.687	04/22/2024	2
MGS	04/29	3.727	11	3.700	04/22/2024	3
MGS	08/29	3.746	255	3.758	04/22/2024	-1
MGS	04/30	3.855	21	3.874	04/22/2024	-2
MGS	04/31	3.882	59	3.890	04/22/2024	-1
MGS	07/32	3.948	10	3.977	04/22/2024	-3
MGS	11/33	3.956	4	3.963	04/22/2024	-1
MGS	07/34	3.972	1	3.972	04/22/2024	0
MGS	05/35	3.965	3	4.001	04/19/2024	-4
MGS	04/37	4.089	143	4.063	04/22/2024	3
MGS	06/38	4.076	25	4.067	04/19/2024	1
MGS	10/42	4.183	1	4.187	04/22/2024	0
MGS	07/48	4.258	1	4.238	04/19/2024	2
MGS	06/50	4.250	6	4.254	04/22/2024	0
MGS	03/53	4.249	67	4.231	04/22/2024	2
GII	05/24	3.249	10	3.226	04/22/2024	2
GII	10/24	3.297	150	3.353	04/22/2024	-6
GII	08/25	3.349	1	3.341	04/22/2024	1
GII	10/25	3.450	20	3.436	04/22/2024	1
GII	03/26	3.493	48	3.547	04/22/2024	-5
GII	09/26	3.507	318	3.487	04/19/2024	2
GII	09/27	3.562	1	3.584	04/22/2024	-2
GII	07/28	3.705	50	3.713	04/19/2024	-1
GII	07/29	3.760	10	3.747	04/22/2024	1
GII	10/31	3.854	30	3.854	04/22/2024	0
GII	10/32	3.926	30	3.927	04/22/2024	0
GII	07/36	3.999	34	3.983	04/22/2024	2
GII	09/39	4.062	241	4.045	04/22/2024	2
GII	09/41	4.078	2	4.117	04/22/2024	-4
GII	08/43	4.177	251	4.173	04/22/2024	0
GII	05/52	4.297	32	4.280	04/22/2024	2
GII	03/54	4.287	21	4.291	04/19/2024	0
		3441				

## 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	02/26	GG	3.490	10	3.491	17/4/2024	0	1
Pengurusan Air SPV Berhad	02/29	GG	3.802	100	3.737	19/4/2024	6	5
DanaInfra Nasional Berhad	10/36	GG	4.062	160	4.058	16/4/2024	0	-1
DanaInfra Nasional Berhad	10/43	GG	4.201	40	4.139	29/1/2024	6	3
DanaInfra Nasional Berhad	05/46	GG	4.280	20	4.189	23/2/2024	9	11
Sarawak Energy Berhad	07/24	AAA	3.487	25	3.502	19/4/2024	-1	10
Suria KLCC Sdn Berhad	12/24	AAA	3.515	40	3.532	15/3/2024	-2	13
Petroleum Sarawak Exploration & Production Sdr	11/29	AAA	3.928	10	3.819	22/3/2024	11	10
TNB Western Energy Berhad	01/30	AAA	4.348	10	4.275	8/3/2024	7	52
Petroleum Sarawak Exploration & Production Sdr	02/30	AAA	3.946	30	3.864	18/3/2024	8	11
Petroleum Sarawak Exploration & Production Sdr	03/31	AAA	4.017	10	3.918	1/4/2024	10	13
TNB Power Generation Sdn Berhad	03/33	AAA	4.009	50	3.959	27/3/2024	5	7
Johor Corporation	07/33	AAA	4.039	12	4.038	22/4/2024	0	10
Tenaga Nasional Berhad	08/33	AAA	4.019	20	4.017	22/4/2024	0	8
Pengurusan Air Selangor Sdn Berhad	10/36	AAA	4.097	10	4.109	18/4/2024	-1	3
Projek Lebuhraya Usahasama Berhad	01/37	AAA	4.068	20	4.070	22/4/2024	0	0
Tenaga Nasional Berhad	08/40	AAA	4.158	1	4.229	22/4/2024	-7	9
TNB Power Generation Sdn Berhad	03/43	AAA	4.258	30	4.149	1/4/2024	11	9
Sabah Development Bank Berhad	10/29	AA1	4.467	20	4.427	12/3/2024	4	71
United Overseas Bank (Malaysia) Berhad	10/32	AA1	3.969	2	3.900	13/2/2024	7	3
United Overseas Bank (Malaysia) Berhad	02/34	AA1	4.018	10	3.970	14/3/2024	5	6
Genting RMTN Berhad	11/34	AA1	5.188	1	5.002	4/4/2024	19	123
UMW Holdings Berhad	11/26	AA+	3.858	1	3.814	5/4/2024	4	26
Imtiaz Sukuk II Berhad	10/28	AA2	4.097	30	4.003	14/2/2024	9	41
OSK Rated Bond Sdn Berhad	09/30	AA	4.068	10	3.997	18/3/2024	7	24
Perbadanan Kemajuan Negeri Selangor	05/25	AA3	4.010	20	4.390	13/12/2023	-38	63
Affin Islamic Bank Berhad	12/26	AA3	4.007	10	4.000	17/4/2024	1	41
UEM Sunrise Berhad	09/26	AA-	4.023	50	4.105	14/3/2024	-8	55
Lebuhraya DUKE Fasa 3 Sdn Berhad	08/28	AA-	4.668	10	5.010	22/6/2023	-34	98
UEM Sunrise Berhad	02/29	AA-	4.105	10	4.056	26/3/2024	5	35
Lebuhraya DUKE Fasa 3 Sdn Berhad	08/29	AA-	4.718	10	4.962	19/9/2023	-24	96
UEM Sunrise Berhad	02/31	AA-	4.168	20	4.209	18/4/2024	-4	28
Lebuhraya DUKE Fasa 3 Sdn Berhad	08/33	AA-	4.875	10	4.857	22/3/2024	2	94
Lebuhraya DUKE Fasa 3 Sdn Berhad	08/34	AA-	4.903	30	4.890	27/3/2024	1	94
Lebuhraya DUKE Fasa 3 Sdn Berhad	08/39	AA-	5.215	80	5.419	7/2/2024	-20	114
Hong Leong Bank Berhad	11/17	A1	4.200	3	4.095	17/4/2024	11	3
DRB-Hicom Berhad	12/29	A+	4.701	1	4.796	22/4/2024	-10	87
TG Excellence Berhad	02/20	A	5.038	20	5.951	19/4/2024	-91	87
Tropicana Corporation Berhad	09/19	A-	6.419	1	11.006	9/4/2024	-459	225
				944				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Eternal Icon Sdn Bhd	Senior Class ASEAN Green Second Medium-Term Notes under RM400m MTN Programme	AAA/Stable	Affirmed

Source: RAM, MARC

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