

## Global Markets Research

### Fixed Income

#### Fixed Income Daily Market Snapshot















##### US Treasuries

- US Treasuries were softer in trading on Monday after the long weekend, as tariff issues again weighed on the market with President Trump indicated that he was imposing a 25% levy on Japan and Korea. Impending government bond supply of USD119bn this week also added to the bearish tone of the markets. **The benchmark 2-year UST yield was 1 bp higher for the day at 3.90% while the 10-year UST yield rose by 3bps to 4.38%.** Tonight sees the release of the New York Fed's 1yr inflation expectation gauge for June, as well as the NFIB small business optimism index for the month.

##### MGS/GII

- Local govies were mixed in light trading on Monday. Secondary market volume for the day inched lower by 6% to RM4.11bn from the RM4.39bn that changed hands on Friday. Overall benchmark yields were mixed by between -1 to +1bp (prior: -1 to +1bp), except for the 30Y GII which was skewed by a late off-market odd-lot trade. **The benchmark 5Y MGS 5/30 yield closed the day 1bp lower at 3.17% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.44%.** Trading interest for the day was led by the benchmark 5Y GII, while decent interest was also seen in the benchmark 3Y GII, as well as in the off-the-run MGS 9/25 and MGS 7/26. The share of GII trading for the day inched lower to 52% of overall govies trading, versus the 53% seen the day before. There are no domestic economic data releases for the day ahead, with BNM MPC to decide on rates the following day.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.90	1
5-yr UST	3.96	2
10-yr UST	4.38	3
30-yr UST	4.92	5

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.13	 -1	3.16		0
5-yr	3.17	 -1	3.25		0
7-yr	3.38	 0	3.37		0
10-yr	3.44	 0	3.49		0
15-yr	3.68	 0	3.69		1
20-yr	3.77	 0	3.75		0
30-yr	4.00	 0	4.05		6

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.24	-1
3-yr	3.12	-1
5-yr	3.19	0
7-yr	3.28	-1
10-yr	3.40	-1

Source: Bloomberg

#### Upcoming Government Bond Tender

Nil

##### Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Monday, with secondary market volume climbing by 7% to RM858m versus the RM798m that traded on Friday. Trading for the day was led by the AA-rated segment of the market. In the GG universe, PRASA 9/42 and DANA 11/44 led the interest, settling the day at 3.81% (-25bps from last print) and 3.85% (-12bps) respectively. In the AAA space, activity was led by CAGA 3/28, closing at 3.43%, 2bps lower compared to its last trade. Decent activity was also seen in PASB 11/25, which settled at 3.40% in a secondary trading debut. In the AA-rated territory, trading was led by MCEMENT 10/28 and MCEMENT 7/29, which closed at 3.79% (-44bps) and 3.83% (-3bps) respectively. Over in the A-rated sector, interest for the day was led by BIMB 5/35, which settled the day at 3.86%, little changed from where the bond last traded.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.993	543	2.916	07/04/2025	8
MGS	07/26	2.960	250	2.959	07/04/2025	0
MGS	11/26	3.005	2	2.997	07/04/2025	1
MGS	05/27	3.046	19	3.046	07/04/2025	0
MGS	04/28	3.128	1	3.134	07/04/2025	-1
MGS	08/29	3.242	26	3.216	07/04/2025	3
MGS	04/30	3.199	220	3.232	07/04/2025	-3
MGS	05/30	3.174	36	3.183	07/04/2025	-1
MGS	04/31	3.352	67	3.350	07/04/2025	0
MGS	07/32	3.376	56	3.372	07/04/2025	0
MGS	11/33	3.487	129	3.482	07/04/2025	0
MGS	07/34	3.504	78	3.489	07/04/2025	2
MGS	05/35	3.500	1	3.513	07/04/2025	-1
MGS	07/35	3.440	10	3.440	07/02/2025	0
MGS	04/37	3.649	81	3.659	07/04/2025	-1
MGS	06/38	3.680	81	3.683	07/04/2025	0
MGS	04/39	3.680	94	3.676	07/04/2025	0
MGS	10/42	3.790	72	3.772	07/04/2025	2
MGS	09/43	3.804	1	3.819	07/04/2025	-2
MGS	05/44	3.772	1	3.773	07/04/2025	0
MGS	03/46	3.912	40	3.906	07/04/2025	1
MGS	07/48	3.941	21	3.938	07/04/2025	0
MGS	06/50	3.907	33	3.976	07/04/2025	-7
MGS	03/53	3.995	112	3.995	07/04/2025	0
GII	08/25	2.951	60	2.862	07/02/2025	9
GII	10/25	2.995	110	2.975	07/04/2025	2
GII	03/26	2.954	44	2.957	07/03/2025	0
GII	09/26	2.988	60	3.007	07/04/2025	-2
GII	09/27	3.093	1	3.075	07/03/2025	2
GII	07/28	3.157	371	3.153	07/04/2025	0
GII	10/28	3.178	5	3.182	07/04/2025	0
GII	07/29	3.231	1	3.218	07/04/2025	1
GII	08/30	3.253	547	3.256	07/04/2025	0
GII	09/30	3.284	70	3.270	07/03/2025	1
GII	10/31	3.372	40	3.371	07/04/2025	0
GII	10/32	3.438	220	3.451	07/04/2025	-1
GII	08/33	3.494	20	3.477	07/03/2025	2
GII	04/35	3.494	170	3.495	07/04/2025	0
GII	07/36	3.594	100	3.596	07/04/2025	0
GII	08/37	3.633	30	3.638	07/04/2025	0
GII	09/39	3.700	21	3.692	07/04/2025	1
GII	07/40	3.686	20	3.680	07/04/2025	1
GII	09/41	3.758	100	3.758	07/04/2025	0
GII	08/43	3.776	30	3.837	07/04/2025	-6
GII	05/47	3.902	6	3.926	06/30/2025	-2
GII	11/49	4.016	16	3.962	07/04/2025	5
GII	05/52	3.998	21	4.001	07/03/2025	0
GII	03/54	4.055	71	3.995	07/03/2025	6
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## Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bps)	Spread Against MGS*
DanaInfra Nasional Berhad	10/26	GG	3.251	10	3.186	4/6/2025	6	25
DanaInfra Nasional Berhad	04/40	GG	3.779	20	3.780	2/7/2025	0	9
DanaInfra Nasional Berhad	05/40	GG	3.781	20	3.890	21/4/2025	-11	10
Prasarana Malaysia Berhad	09/42	GG	3.809	40	4.063	9/9/2024	-25	13
DanaInfra Nasional Berhad	11/44	GG	3.854	40	3.970	22/1/2020	-12	8
Lembaga Pembiayaan Perumahan Sektor Awam	03/45	GG	3.855	5	4.138	28/11/2024	-28	8
Prasarana Malaysia Berhad	10/46	GG	3.900	10	3.899	20/6/2025	0	12
Pengurusan Air SPV Berhad	11/25	AAA	3.396	50	n/a	n/a	340	39
Sarawak Energy Berhad	06/26	AAA	3.450	10	3.638	17/2/2025	-19	44
Small Medium Enterprise Development Bank Malay	07/26	AAA	3.710	10	3.721	26/6/2025	-1	70
Projek Lebuhraya Usahasama Berhad	01/27	AAA	3.539	10	3.532	1/7/2025	1	47
Danga Capital Berhad	09/27	AAA	3.532	10	3.544	13/6/2025	-1	46
Cagamas Berhad	03/28	AAA	3.426	100	3.450	17/6/2025	-2	30
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.597	20	3.599	23/6/2025	0	42
Bakun Hydro Power Generation Sdn Berhad (fka S	08/30	AAA	3.603	5	3.587	3/7/2025	2	42
SMJ Energy Sdn Berhad (fka SMJ Sdn Berhad)	06/35	AAA	3.799	30	3.789	4/7/2025	1	35
Sabah Development Bank Berhad	02/26	AA1	4.495	20	4.478	20/6/2025	2	149
Encorp Systembilt Sdn Berhad	05/26	AA1	3.562	5	3.099	7/9/2021	46	56
Malayan Cement Berhad (fka Lafarge Malaysia Ber	10/28	AA1	3.794	70	4.230	23/6/2025	-44	67
Malayan Cement Berhad (fka Lafarge Malaysia Ber	07/29	AA1	3.828	70	3.858	23/6/2025	-3	65
Genting RMTN Berhad	11/34	AA1	4.670	1	4.563	4/7/2025	11	121
Imtiaz Sukuk II Berhad	05/29	AA2	3.739	40	3.743	14/5/2025	0	56
Imtiaz Sukuk II Berhad	05/30	AA2	3.760	40	3.850	30/4/2025	-9	58
SP Setia Berhad	04/27	AA	3.726	20	3.725	3/7/2025	0	65
Pelabuhan Tanjung Pelepas Sdn Berhad	08/27	AA	3.696	10	3.722	28/5/2025	-3	62
Evyap Sabun Malaysia Sdn Berhad	12/29	AA	4.057	4	4.080	6/6/2025	-2	88
Gamuda Berhad	11/26	AA3	3.536	5	3.753	10/3/2025	-22	53
AEON Credit Service (M) Berhad	05/32	AA3	3.774	20	3.798	2/7/2025	-2	40
Malayan Banking Berhad	02/17	AA3	4.296	2	8.297	4/7/2025	-400	52
UEM Sunrise Berhad	05/26	AA-	3.678	10	3.696	12/6/2025	-2	67
Eco World Capital Berhad	10/27	AA-	3.697	60	3.725	4/6/2025	-3	62
MY E.G. Services Berhad	11/27	AA-	5.777	1	5.187	5/6/2025	59	270
Malakoff Power Berhad	12/29	AA-	3.878	10	4.258	5/3/2025	-38	70
UEM Sunrise Berhad	08/33	AA-	3.799	10	3.818	20/6/2025	-2	35
Affin Islamic Bank Berhad	10/33	A1	3.845	20	3.894	1/7/2025	-5	40
Bank Islam Malaysia Berhad	05/35	A1	3.855	30	3.855	3/7/2025	0	41
Hong Leong Bank Berhad	11/17	A1	4.323	1	4.464	2/7/2025	-14	54
Bank Islam Malaysia Berhad	10/23	A3	3.916	20	4.000	23/6/2025	-8	14
				858				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

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