



NEWS UPDATE

2 May 2024

MARKET SUMMARY

- 1 bps = 0.01%
- Increase in Yield = Decrease in the bond price/ value

US Treasury	Yield 1 May 24	Daily Change bps	Yield 30 April 24	Weekly Change bps	Yield 24 April 24	YTD Change bps	Yield 1 April 24	YTD Change bps	Yield 29 Dec 23
3 YEAR	4.79	-8	4.87	1	4.78	28	4.51	78	4.01
5 YEAR	4.64	-8	4.72	0	4.64	30	4.34	80	3.84
7 YEAR	4.64	-7	4.71	-2	4.66	31	4.33	76	3.88
10 YEAR	4.63	-6	4.69	-2	4.65	30	4.33	75	3.88

MGS	Yield 30 April 24*	Daily Change bps	Yield 29 April 24	Weekly Change bps	Yield 23 April 24	YTD Change bps	Yield 29 March 24	YTD Change bps	Yield 29 Dec 23
3 YEAR	3.61	0	3.61	3	3.58	11	3.50	12	3.49
5 YEAR	3.78	0	3.78	2	3.76	19	3.59	20	3.58
7 YEAR	3.89	-2	3.91	1	3.88	12	3.77	18	3.71
10 YEAR	3.97	-1	3.98	1	3.96	12	3.85	23	3.74

*Malaysia Market closed on 1 May in observance of Labour Day Holiday

GII	Yield 30 April 24*	Daily Change bps	Yield 29 April 24	Weekly Change bps	Yield 23 April 24	YTD Change bps	Yield 29 March 24	YTD Change bps	Yield 29 Dec 23
3 YEAR	3.59	-1	3.60	8	3.51	15	3.44	10	3.49
5 YEAR	3.78	-1	3.79	7	3.71	18	3.60	17	3.61
7 YEAR	3.89	-1	3.90	4	3.85	14	3.75	12	3.77
10 YEAR	3.98	-1	3.99	3	3.95	13	3.85	21	3.77

AAA	Yield 30 April 24*	Daily Change bps	Yield 29 April 24	Weekly Change bps	Yield 23 April 24	YTD Change bps	Yield 29 March 24	YTD Change bps	Yield 29 Dec 23
3 YEAR	3.83	0	3.83	4	3.79	11	3.72	0	3.83
5 YEAR	3.97	0	3.97	5	3.92	14	3.83	7	3.90
7 YEAR	4.09	0	4.09	4	4.05	13	3.96	12	3.97
10 YEAR	4.16	-1	4.17	2	4.14	10	4.06	11	4.05

Source: US Treasury, BNM & BIX Malaysia

NEWS UPDATE

Today's headlines of interest and summaries as extracted from the international and local media.

RAM Ratings affirms Sasaran Etika's AA1/Stable issue rating

RAM Ratings has affirmed the AA1/Stable rating of Sasaran Etika Sdn Bhd's (the Company) RM220 mil Fixed-Rate Serial Bonds (2012/2027). The bonds' robust debt coverage and credit metrics are sustained by steady concession-based earnings and cash reserves, as well as the Company's satisfactory performance in maintaining residential hostels and accompanying facilities on the campus of International Islamic University Malaysia (IIUM) Kuantan.

Sasaran Etika holds a 221/2-year concession for the construction and maintenance of the campus facilities in exchange for fixed and timely monthly cash flows. The Company achieved a healthy debt coverage for the review period with debt service coverage ratios (DSCRs)¹ of above 1.50 times, commensurate with the AA1 rating.

While the transaction's covenants permit distributions to shareholders, sizeable payouts in the past have resulted in lower accumulated cash reserves, putting pressure on its liquidity buffers under our stressed projections. To ensure the transaction continues to perform at current levels, Sasaran Etika has committed to being mindful of its longer-term cashflow profile and debt coverage measures in determining future distributions.

Timely receipt of monthly Availability Charges from IIUM is crucial as they are the sole source of funds for bond repayments. – RAM Ratings

Read full publication at <https://www.ram.com.my/pressrelease/?prviewid=6606>

NEWS UPDATE

Today's headlines of interest and summaries as extracted from the international and local media.

Pelaburan Hartanah Berhad Attains Gold Sustainability Rating from RAM Sustainability

Pelaburan Hartanah Berhad (PHB), the operational arm of Yayasan Amanah Hartanah Bumiputera (YAHB), today announced its attainment of a Gold3 Sustainability Rating from RAM Sustainability Sdn Bhd (RAM Sustainability) highlighting PHB's exemplary sustainability performance in the property investment sector.

The rating positions PHB among the top half of RAM Sustainability's overall rating portfolio, and demonstrates PHB's commitment to integrating Environmental, Social and Governance (ESG) standards into its property investment and operational practices while pursuing financial results for its stakeholders.

"Our strong sustainability performance demonstrates the success of our consistent ESG efforts, laying the groundwork for our real estate portfolio to perform in the long run," said Group Managing Director/Chief Executive Officer of PHB, Mohamad Damshal Awang Damit.

"As ESG becomes more important for managing finances and risks, PHB strives to strike a good balance between ESG adoption and the positive economic values it brings for our tenants and Amanah Hartanah Bumiputera (AHB) investors," he added. – RAM Ratings

Read full publication at <https://www.ram.com.my/pressrelease/?prviewid=6605>

NEWS UPDATE

Today's headlines of interest and summaries as extracted from the international and local media.

Treasury yields fall as Fed says it will ease back on balance sheet tightening

Treasury yields fell on Wednesday, as investors digested the Federal Reserve's move to ease the pace of balance sheet reduction, and the central bank's chairman Jerome Powell ruled out the possibility of a rate hike next month. The yield on the 10-year Treasury dropped 5 basis points at 4.632%. The 2-year Treasury yield was down nearly 9 basis points at 4.96%.

The central bank said that beginning in June it will slow the pace at which it allows maturing bond proceeds to roll off its balance sheet without reinvesting them, a process known as quantitative tightening. QT was one way the Fed tightened monetary conditions after inflation surged.

"They are not cutting interest rates, but they are cutting QT. What? The bond market oughta love this," Chris Rupkey, chief economist at FWDBONDS, said in a note. "Cutting QT means less new cash that the U.S. Treasury has to raise in the markets ... This sounds to us like a backdoor easing of monetary policy."

The Fed had been allowing up to \$95 billion a month in proceeds from maturing Treasuries and mortgage-backed securities to roll off each month. Under the new plan, the Fed will reduce the monthly cap on Treasuries to \$25 billion from \$60 billion. – CNBC

Read full publication at <https://www.cnbc.com/2024/05/01/us-treasury-yields-ahead-of-fed-decision-policy-guidance.html>

DISCLAIMER

No Offer

The information provided and services described in the BIX website are of a general nature, are not offers for investment and are not intended to be personalised financial advice to investor. The information provided in the BIX website is not intended to be a substitute for professional advice. Reliance should not be placed on the BIX website, and you should seek appropriate personalised financial advice from a qualified professional to suit your individual circumstances and risk profile.

Website Information

BIX website is a publisher of content supplied by third parties. While every effort is made to ensure the information on the BIX website is up-to-date and correct, the Company makes no representations or warranties of any kind, express or implied, about the accuracy, reliability, completeness, suitability or availability of the BIX website or the information provided on the BIX website from the sources. The information on the BIX website is subject to change at any time. Any reference on this BIX website to historical information and performance may not necessarily be a good guide to future performance. You are solely responsible for any actions you take or do not take by relying on such information. To the full extent legally allowable, the directors, associates, vendors and staff of the Company expressly disclaim all and any liability and responsibility to any person in respect of anything, and of the consequences of anything, done or omitted to be done by any such person in reliance, whether wholly or partially, upon the whole or any part of the contents of this BIX website.

Third party products and services

Through the BIX website you may be able to link to other websites which are not under the control of the [Company](#). The Company has no knowledge of or control over the nature, content, and availability of those websites. The Company does not sponsor, recommend, or endorse anything contained on these linked websites. The Company does not accept any liability of any description for any loss suffered by you by relying on anything contained or not contained on these linked websites. The Company accept no responsibility or liability for the content, use or availability of such websites. The Company shall not be liable for any and all liability for the acts, omissions and conduct of any third parties in connection with or related to your use of this site and/or our services.

SUBSCRIBE NOW

Head on to our website at **bixmalaysia.com** to learn more about Malaysia's Bond & Sukuk



DOWNLOAD NOW

Receive updates on your bond and sukuk via **BIX Malaysia mobile app**

REACH OUT TO US

Research & Business Development,
BIX Malaysia



feedback@bixmalaysia.com