

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were higher in trading on Friday, after core PCE, the Fed's preferred inflation measure, registered a 0.3% increase for the month, in line with what was expected by the markets. Benchmark yields closed lower by between 0 and 4bps for the day, with the UST curve bull-flattening as the move was more pronounced in the longer dated end of the maturity spectrum. **The benchmark 2yr UST yield was unchanged for the session at 4.99%, while the benchmark 10yr UST yield was 4bps lower for the day at 4.66%.** There are no scheduled economic releases for the day, other than a regional Fed report on manufacturing out of Dallas.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.99	0
5-yr UST	4.69	-3
10-yr UST	4.66	-4
30-yr UST	4.78	-4

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.66	2	3.61	2
5-yr	3.82	1	3.79	3
7-yr	3.94	3	3.88	4
10-yr	4.00	2	3.99	2
15-yr	4.05	-1	4.10	3
20-yr	4.22	2	4.22	5
30-yr	4.30	0	4.30	-1

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.69	1
3-yr	3.73	2
5-yr	3.82	0
7-yr	3.92	0
10-yr	4.04	0

Source : Bloomberg

Upcoming Government Bond Tender

Nil

MGS/GII

- Local govovies were weaker again in trading on Friday, with the bearish tone seen this week in domestic market continuing, amidst the weak backdrop in major global bond markets. Secondary market volume for the day surged by 36% to RM4.09bn, compared to the RM3.02bn that changed hands the prior session. Benchmark yields closed mixed between -1 and +5 bps for the day. **The benchmark 5Y MGS 8/29 saw its yield rise by 1bp for the session to 3.82% while the benchmark 10Y MGS 11/33 was 2bps higher in yield for the day at 4.00%.** Trading interest was led by the off-the-run MGS 3/25, while interest was also seen in the benchmark 3Y GII, 5Y GII, 10Y MGS and 20Y MGS, as well as in the off-the-run MGS 6/24, MGS 7/24, MGS 9/25 and MGS 6/28. The market share of GII trading for the day receded to 37% from the 47% share seen on Thursday. There are no domestic economic releases today as a shortened trading week begins, with the Labour Day holiday on Wednesday.

Corp Bonds/Sukuk

- Corporate Bonds/Sukuk markets were better offered on Friday, with secondary market volume for the day falling by 3% to RM907m, compared to the RM932m that was traded on Thursday. Trading interest for the day was dominated by the GG segment of the market, where DANA 10/39 and PRASA 10/39 led trading for the day, with both bonds settling at 4.12%, unchanged and 10bps higher than their previously traded levels respectively. Meanwhile in the AAA space, trading interest was led by TOYOTA 3/29, which made its secondary market debut and closed the day at 4.07%. Trading in the AA universe was led by the newly priced APM 4/29 and APM 4/31, which settled the day at 3.59% and 4.72% respectively. Over in the A-rated area, interest was led by YINSON 7.5% Perps, which closed the session at 6.35%, lower by 12bps in yield versus where it last traded.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	06/24	3.307	286	3.434	04/25/2024	-13
MGS	07/24	3.308	400	3.285	04/25/2024	2
MGS	09/24	3.320	50	3.325	04/24/2024	-1
MGS	03/25	3.374	655	3.392	04/25/2024	-2
MGS	09/25	3.479	123	3.480	04/25/2024	0
MGS	04/26	3.544	20	3.592	04/25/2024	-5
MGS	07/26	3.539	53	3.534	04/24/2024	1
MGS	05/27	3.657	2	3.632	04/25/2024	2
MGS	11/27	3.683	1	3.635	04/25/2024	5
MGS	06/28	3.817	193	3.785	04/25/2024	3
MGS	09/28	3.796	4	3.665	04/24/2024	13
MGS	04/29	3.813	30	3.789	04/25/2024	2
MGS	08/29	3.817	51	3.804	04/25/2024	1
MGS	04/30	3.910	72	3.919	04/25/2024	-1
MGS	04/31	3.936	8	3.904	04/25/2024	3
MGS	04/32	3.992	6	3.935	04/24/2024	6
MGS	07/32	4.007	20	3.966	04/25/2024	4
MGS	11/33	4.003	320	3.987	04/25/2024	2
MGS	07/34	4.014	26	3.990	04/25/2024	2
MGS	05/35	4.030	2	4.012	04/24/2024	2
MGS	06/38	4.085	18	4.092	04/25/2024	-1
MGS	04/39	4.045	3	4.060	04/25/2024	-1
MGS	05/40	4.161	20	4.150	04/25/2024	1
MGS	10/42	4.216	131	4.194	04/25/2024	2
MGS	07/48	4.267	5	4.242	04/25/2024	3
MGS	06/50	4.237	30	4.271	04/25/2024	-3
MGS	03/53	4.300	41	4.295	04/25/2024	0
GII	10/25	3.438	68	3.450	04/23/2024	-1
GII	09/26	3.612	420	3.598	04/25/2024	1
GII	07/27	3.473	7	3.564	04/25/2024	-9
GII	07/28	3.788	590	3.754	04/25/2024	3
GII	12/28	3.772	40	3.733	04/24/2024	4
GII	07/29	3.829	26	3.806	04/25/2024	2
GII	09/30	3.877	90	3.838	04/24/2024	4
GII	10/30	3.907	45	3.822	04/22/2024	9
GII	10/31	3.901	20	3.902	04/25/2024	0
GII	08/33	3.993	70	3.974	04/25/2024	2
GII	11/34	4.014	10	3.962	04/18/2024	5
GII	10/35	3.830	1	3.978	04/24/2024	-15
GII	07/36	4.000	1	3.999	04/23/2024	0
GII	09/39	4.104	50	4.070	04/25/2024	3
GII	08/43	4.222	23	4.175	04/25/2024	5
GII	05/52	4.307	44	4.307	04/25/2024	0
GII	03/54	4.298	20	4.304	04/25/2024	-1
			4092			

## 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	12/32	GG	4.011	40	3.968	16/4/2024	4	4
DanaInfra Nasional Berhad	04/33	GG	4.019	40	3.909	20/3/2024	11	5
DanaInfra Nasional Berhad	09/34	GG	4.045	10	3.969	19/1/2024	8	5
Prasarana Malaysia Berhad	02/35	GG	4.045	10	3.969	9/1/2024	8	5
Lembaga Pembiayaan Perumahan Sektor Awam	07/39	GG	4.112	90	4.111	25/4/2024	0	3
Lembaga Pembiayaan Perumahan Sektor Awam	09/39	GG	4.115	90			412	3
Prasarana Malaysia Berhad	10/39	GG	4.119	100	4.021	3/4/2024	10	3
DanaInfra Nasional Berhad	10/39	GG	4.119	200	4.114	24/4/2024	0	3
DanaInfra Nasional Berhad	05/41	GG	4.165	10	4.155	17/4/2024	1	8
Prasarana Malaysia Berhad	08/41	GG	4.170	65	4.180	16/4/2024	-1	8
DanaInfra Nasional Berhad	10/41	GG	4.175	20	4.069	8/3/2024	11	9
DanaInfra Nasional Berhad	04/43	GG	4.211	20	4.319	21/11/2023	-11	0
Aman Sukuk Berhad	05/24	AAA	3.569	5	3.539	16/1/2024	3	17
Toyota Capital Malaysia Sdn Berhad	03/29	AAA	4.068	20			407	26
Tenaga Nasional Berhad	08/40	AAA	4.159	2	4.128	24/4/2024	3	7
CIMB Group Holdings Berhad	06/24	AA1	3.568	15	3.542	14/3/2024	3	17
GENM Capital Berhad	08/25	AA1	4.247	1	4.248	25/4/2024	0	85
Sabah Development Bank Berhad	04/26	AA1	4.251	5			425	74
Genting RMTN Berhad	03/27	AA1	4.457	1	4.497	25/3/2024	-4	83
APM Automotive Holdings Berhad	04/29	AA2	3.590	51			359	-22
APM Automotive Holdings Berhad	04/31	AA2	4.720	45			472	80
RHB Bank Berhad	09/32	AA2	4.383	1	4.774	20/3/2024	-39	44
Fortune Premiere Sdn Berhad	09/25	AA	4.006	40	4.257	26/10/2023	-25	61
Gamuda Berhad	11/26	AA3	3.863	5	3.844	18/4/2024	2	24
Gamuda Berhad	06/28	AA3	3.937	10	3.870	26/3/2024	7	20
Gamuda Berhad	03/31	AA3	4.078	5	4.068	17/4/2024	1	15
Affin Bank Berhad	07/32	A1	4.455	1	4.126	3/4/2024	33	51
Tropicana Corporation Berhad	10/25	A	6.897	1	8.955	25/4/2024	-206	350
TG Excellence Berhad	02/20	A	5.800	1	5.038	23/4/2024	76	159
Yinson Holdings Berhad	11/22	A3	6.345	2	6.467	22/4/2024	-12	214
Eco World Capital Assets	08/24	NR(LT)	4.983	2	5.508	16/4/2024	-53	159
				907				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
UniTapah Sdn Bhd	Sukuk Murabahah of up to RM600m (2014/2035)	AAA/Stable	Affirmed

Source: RAM, MARC

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