

## Global Markets Research

## Fixed Income

## Fixed Income Daily Market Snapshot

## US Treasuries

- US Treasuries declined in trading on Wednesday, amidst anxiety over the fiscal outlook as Congress continues to deliberate a spending bill that includes extension of tax cuts due to expire this year. Benchmark yields closed the day higher with the UST curve bear steepening. **The benchmark 2Y UST yield closed 5bp higher for the day at 4.02% while the benchmark 10Y UST yield advanced by 11bps to 4.60%.** Today sees the release of the preliminary S&P Global US PMIs for May, which may give a better glimpse at how economic activity in holding up in 2Q, and existing home sales for April.

## MGS/GII

- Local government bonds were slightly firmer in trading on Wednesday, amidst a bullish tone seen in the domestic currency throughout the trading session. Secondary market volume for the day receded by 4% to RM6.27bn from the RM6.54bn that changed hands on Tuesday. Overall benchmark yields were mixed by between -1 to +2bps (prior: -3 to +2bps), except for the 30Y MGS which was correcting from an off-market trade the day before. **The benchmark 5Y MGS 5/30 yield held steady for the day at 3.30% while the yield on the benchmark 10Y MGS 7/34 was little changed at 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 MGS, 7Y GII and 10Y MGS, as well as in the off-the-run GII 9/30. The share of GII trading for the day declined to 44% of overall govies trading versus the 54% seen the day before. The CPI figures for April are due in the day ahead,

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.02	5
5-yr UST	4.16	9
10-yr UST	4.60	11
30-yr UST	5.09	12

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.19	-1	3.19	0	
5-yr	3.30	0	3.31	2	
7-yr	3.46	0	3.47	0	
10-yr	3.59	-1	3.59	0	
15-yr	3.71	-1	3.74	0	
20-yr	3.82	0	3.86	1	
30-yr	4.06	-6	3.99	0	

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.31	-4
3-yr	3.21	0
5-yr	3.28	1
7-yr	3.38	0
10-yr	3.52	1

Source: Bloomberg

## Upcoming Government Bond Tender

Nil

## Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Wednesday, with secondary market volume surging by 85% to RM913m versus the RM493m that traded on Tuesday. Trading for the day was led by the government-guaranteed segment of the market, where activity was led by PRASA 12/25, which closed at 3.17%, 38bps lower compared to where it last traded. Strong interest was also seen in LPPSA 4/27, which settled at 3.23% in a secondary market trading debut. In the AAA-space, trading was led by ALRB 10/31, which closed at 3.71%, 14bps lower versus its last print. In the AA-rated arena, interest was led by YTLP 8/38 and YTLP 8/39, which settled at 3.84% (-1bp from last print) and 3.86% (-9bps) respectively. In A-rated territory, interest was led by DIALOG 4.15% Perps, which closed the day at 4.14% (+3bps).

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.836	961	2.846	05/20/2025	-1
MGS	07/26	2.983	126	2.985	05/20/2025	0
MGS	11/26	3.007	1	3.015	05/20/2025	-1
MGS	05/27	3.080	250	3.089	05/20/2025	-1
MGS	04/28	3.185	542	3.193	05/20/2025	-1
MGS	04/29	3.289	20	3.290	05/20/2025	0
MGS	08/29	3.310	62	3.310	05/20/2025	0
MGS	04/30	3.348	30	3.333	05/19/2025	1
MGS	04/31	3.442	181	3.459	05/20/2025	-2
MGS	06/31	3.461	61	3.457	05/20/2025	0
MGS	04/32	3.485	40	3.478	05/20/2025	1
MGS	07/32	3.462	197	3.464	05/20/2025	0
MGS	04/33	3.544	4	3.538	05/20/2025	1
MGS	11/33	3.569	4	3.566	05/20/2025	0
MGS	07/34	3.588	828	3.594	05/20/2025	-1
MGS	05/35	3.594	8	3.601	05/20/2025	-1
MGS	04/37	3.710	21	3.713	05/20/2025	0
MGS	06/38	3.737	10	3.751	05/20/2025	-1
MGS	04/39	3.711	47	3.721	05/20/2025	-1
MGS	10/42	3.860	23	3.860	05/20/2025	0
MGS	05/44	3.822	21	3.819	05/20/2025	0
MGS	03/46	3.975	20	3.968	05/20/2025	1
MGS	06/50	4.027	1	3.978	05/20/2025	5
MGS	03/53	4.062	32	4.123	05/20/2025	-6
GII	08/25	2.980	50	2.917	05/20/2025	6
GII	10/25	3.001	170	2.976	05/20/2025	2
GII	03/26	2.983	31	3.068	05/19/2025	-9
GII	07/27	3.107	57	3.132	05/19/2025	-2
GII	09/27	3.124	40	3.122	05/20/2025	0
GII	07/28	3.193	252	3.195	05/20/2025	0
GII	10/28	3.223	6	3.192	05/16/2025	3
GII	07/29	3.307	70	3.287	05/20/2025	2
GII	08/30	3.349	205	3.349	05/20/2025	0
GII	09/30	3.390	673	3.381	05/20/2025	1
GII	10/30	3.403	10	3.403	05/20/2025	0
GII	10/31	3.472	360	3.472	05/20/2025	0
GII	10/32	3.518	253	3.538	05/20/2025	-2
GII	08/33	3.559	110	3.596	05/19/2025	-4
GII	04/35	3.576	125	3.575	05/20/2025	0
GII	07/36	3.611	12	3.629	05/20/2025	-2
GII	03/38	3.722	110	3.744	05/20/2025	-2
GII	09/39	3.735	100	3.742	05/20/2025	-1
GII	07/40	3.739	48	3.739	05/20/2025	0
GII	09/41	3.789	58	3.809	05/19/2025	-2
GII	08/43	3.856	27	3.849	05/20/2025	1
GII	05/52	4.044	5	4.091	05/19/2025	-5
GII	03/54	3.992	10	3.997	05/19/2025	0
			6273			

## 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*
DanaInfra Nasional Berhad	11/25	GG	3.120	40	3.145	14/5/2025	-2	11
Prasarana Malaysia Berhad	11/25	GG	3.175	60	2.395	20/11/2020	78	16
Prasarana Malaysia Berhad	12/25	GG	3.171	110	3.548	30/5/2024	-38	16
Lembaga Pembiayaan Perumahan Sektor Awam	04/27	GG	3.231	100	n/a	n/a	323	14
DanaInfra Nasional Berhad	04/34	GG	3.633	10	3.821	11/9/2024	-19	6
Prasarana Malaysia Berhad	08/34	GG	3.632	40	3.629	19/5/2025	0	6
DanaInfra Nasional Berhad	10/36	GG	3.669	20	3.780	24/4/2025	-11	7
Lembaga Pembiayaan Perumahan Sektor Awam	07/38	GG	3.749	20	4.074	16/4/2024	-33	1
Lembaga Pembiayaan Perumahan Sektor Awam	04/39	GG	3.769	40	3.839	6/5/2025	-7	3
DanaInfra Nasional Berhad	10/39	GG	3.775	40	4.038	25/11/2024	-26	3
Malaysia Rail Link Sdn Berhad	02/40	GG	3.789	40	3.849	7/5/2025	-6	5
Lembaga Pembiayaan Perumahan Sektor Awam	11/43	GG	3.859	20	4.106	6/8/2024	-25	2
DanaInfra Nasional Berhad	02/44	GG	3.864	10	3.875	20/5/2025	-1	2
DanaInfra Nasional Berhad	02/51	GG	4.019	15	4.045	8/5/2025	-3	18
Pengurusan Air SPV Berhad	02/26	AAA	3.515	5	3.596	22/4/2025	-8	50
Amanat Lebuhraya Rakyat Berhad	10/31	AAA	3.710	30	3.853	10/4/2025	-14	29
Amanat Lebuhraya Rakyat Berhad	10/32	AAA	3.730	10	3.902	27/3/2025	-17	27
CIMB Islamic Bank Berhad	03/34	AAA	3.758	10	3.749	20/5/2025	1	19
Pengurusan Air Selangor Sdn Berhad	08/44	AAA	3.950	10	3.959	16/5/2025	-1	11
GENM Capital Berhad	05/29	AA1	4.147	1	4.151	15/5/2025	0	88
YTL Power International Berhad	08/38	AA1	3.840	90	3.854	14/5/2025	-1	10
YTL Power International Berhad	08/39	AA1	3.859	70	3.950	30/4/2025	-9	12
PONSB Capital Berhad	12/28	AA2	4.050	1	3.848	5/3/2025	20	79
Fortune Premiere Sdn Berhad	10/25	AA	3.647	34	3.701	9/4/2025	-5	64
SP Setia Berhad	04/29	AA	4.150	1	3.797	14/5/2025	35	89
OSK Rated Bond Sdn Berhad	09/33	AA	3.799	10	3.878	30/4/2025	-8	26
OSK Rated Bond Sdn Berhad	03/35	AA	3.808	20	3.829	16/5/2025	-2	21
AmBank Islamic Berhad	03/32	AA3	3.718	15	3.829	23/4/2025	-11	25
Malayan Banking Berhad	02/17	AA3	4.281	1	3.873	15/4/2025	41	44
UEM Sunrise Berhad	02/26	AA-	3.696	10	3.733	29/4/2025	-4	69
SIBS Sdn Berhad	03/26	AA-	5.089	10	4.751	20/3/2025	34	208
Dialog Group Berhad	11/20	A1	4.141	20	4.112	2/5/2025	3	30
Qualitas Sukuk Berhad	03/25	A2	4.899	1	5.150	20/5/2025	-25	106
				913				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Public Bank Berhad and Public Islamic Bank Berhad	Financial Institution Rating	AAA/Stable/P1	Affirmed
UiTM Solar Power Sdn Bhd	RM240.0 million Sukuk Programme	A+/Stable	Withdrawn

Source: RAM, MARC

**Hong Leong Bank Berhad**

Fixed Income &amp; Economic Research, Global Markets

Level 8, Hong Leong Tower

6, Jalan Damanlela

Bukit Damansara

50490 Kuala Lumpur

Tel: 603-2081 1221

Fax: 603-2081 8936

Email: [HLMarkets@hlbb.hongleong.com.my](mailto:HLMarkets@hlbb.hongleong.com.my)**DISCLAIMER**

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