

## Global Markets Research

### Fixed Income

#### Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	0.64	0
5-yr UST	1.34	0
10-yr UST	1.64	0
30-yr UST	1.96	0

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	2.75	1	2.83	0
5-yr	3.14	-3	3.17	0
7-yr	3.43	1	3.44	4
10-yr	3.56	0	3.60	0
15-yr	3.92	0	4.04	1
20-yr	4.17	-3	4.22	0
30-yr	4.22	1	4.48	0

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	2.11	0
3-yr	2.75	0
5-yr	2.99	1
7-yr	3.23	0
10-yr	3.41	-1

Source: Bloomberg

#### US Treasuries

- Financial markets were closed in US on Thursday to celebrate Thanksgiving Day. Nevertheless Treasury bond futures were set to gain; partly influenced by the decline in yields in both Gilts and Bunds, amid renewed concerns over the pandemic. To re-cap, both the UST 2Y and much-watched 10Y yields last closed at 0.64% and 1.64% each on Wednesday. The FOMC minutes revealed the possibility of tapering asset purchases at a faster pace but did highlight economic uncertainties which may cause the Fed to stay the course where rates are concerned. Elsewhere, Treasury is expected to auction \$57b 3-month, \$51b 6-month, \$34b 1-year and also \$30b 21-day bills between 29<sup>th</sup>-30<sup>th</sup> November i.e. next week, to fund the government's obligations. Expect a quiet session going into the weekend on the back of a light data front.

#### MGS/GIII

- Local govies saw a relatively quieter session whilst trending mostly weaker on Thursday; with focus centred on the successful switch auction which encompassed higher amount i.e. RM3.86b (compared to the initial estimated RM3.50b) worth of MGS 2022 bonds; with longer-maturity bonds consisting of MGS 6/31, MGS 9/43, MGS 7/48 and MGS 6/50. Overall benchmark yields closed mostly higher i.e. between 0-4bps save for the 5Y and 20Y MGS as secondary market volume dipped 28% @ RM2.16b. **The 5Y benchmark MGS 11/26 yield eased 3bps to 3.14% whilst the 10Y benchmark MGS 4/31 settled within 1bps higher from prior day's close at 3.56%.** Interest was mainly seen in the off-the-run 21-22's. Expect some attention today to shift to the CPI data release for October.

#### Corp Bonds/Sukuk

- Corporate Bonds/Sukuk space saw investor interest dip on Thursday amid the halving of secondary market volume @ RM208m. Interest was seen mainly across the GG-AA part of the curve as overall yields closed mostly mixed-to-higher, spanning across 21 names. The longer-end govt-guaranteed PRASA 9/37 and DANA 11/49 spiked 8-26bps compared to previous-done levels at 4.38% and 4.61% respectively. AAA-rated DANGA 26 and 28 declined 6bps each to 3.42% and 3.80%. In the AA-space, BENIH Restu 6/25 jumped 20bps to 3.44%. Energy-related bonds BGSM 12/23 moved 4bps lower to 2.90% whereas Southern Power 4/30 spiked 33bps instead to 4.33%. Meanwhile there were nil trades in the banking/finance space.

#### Upcoming Government Bond Tender

Nil

## Daily Trades : Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	11/21	1.759	410	1.297	24/11/2021	46
MGS	03/22	1.680	396	1.782	24/11/2021	-10
MGS	08/22	1.680	560	1.730	22/11/2021	-5
MGS	09/22	1.680	20	1.680	24/11/2021	0
MGS	03/23	2.337	12	2.301	24/11/2021	4
MGS	04/23	2.351	123	2.358	24/11/2021	-1
MGS	08/23	2.376	10	2.353	24/11/2021	2
MGS	06/24	2.754	20	2.736	24/11/2021	2
MGS	07/24	2.722	25	2.720	24/11/2021	0
MGS	09/25	2.933	92	2.917	24/11/2021	2
MGS	07/26	3.157	13	3.146	24/11/2021	1
MGS	09/26	3.206	1	2.939	06/10/2021	27
MGS	11/26	3.140	90	3.172	24/11/2021	-3
MGS	05/27	3.248	25	3.246	24/11/2021	0
MGS	06/28	3.429	37	3.413	24/11/2021	2
MGS	08/29	3.519	3	3.510	24/11/2021	1
MGS	04/31	3.563	29	3.561	24/11/2021	0
MGS	07/34	3.950	14	3.955	24/11/2021	0
MGS	05/35	3.918	35	3.920	24/11/2021	0
MGS	04/37	4.248	60	4.141	24/11/2021	11
MGS	05/40	4.171	1	4.205	24/11/2021	-3
MGS	09/43	4.340	1	4.311	19/11/2021	3
MGS	07/48	4.400	20	4.402	24/11/2021	0
MGS	06/50	4.220	44	4.210	24/11/2021	1
GII	05/23	2.338	10	2.329	24/11/2021	1
GII	07/23	2.409	10	2.339	23/11/2021	7
GII	08/25	3.062	8	2.989	24/11/2021	7
GII	10/25	3.131	20	3.059	24/11/2021	7
GII	03/26	3.166	10	3.165	24/11/2021	0
GII	07/27	3.415	15	3.419	24/11/2021	0
GII	09/27	3.444	15	3.403	24/11/2021	4
GII	10/28	3.515	10	3.492	24/11/2021	2
GII	10/30	3.601	4	3.604	24/11/2021	0
GII	07/36	4.042	4	4.035	24/11/2021	1
GII	05/47	4.427	15	4.471	19/11/2021	-4
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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 (bp)	Spread Against MGS*	
Pengurusan Air SPV Berhad	09/25	GG	3.120	5	2.978	07/10/2021	14	15
Prasarana Malaysia Berhad	09/37	GG	4.378	20	4.300	10/06/2021	8	44
DanaInfra Nasional Berhad	11/49	GG	4.612	10	4.349	09/12/2020	26	41
Danga Capital Berhad	02/26	AAA	3.422	10	3.487	21/10/2021	-6	45
Bakun Hydro Power Generation Sdn Berhad (fka Sarawak Hydro)	08/27	AAA	3.688	10	3.669	16/11/2021	2	38
Danga Capital Berhad	01/28	AAA	3.798	10	3.858	27/10/2021	-6	49
GENM Capital Berhad	07/23	AA1	4.155	1	4.332	24/11/2021	-18	179
GENM Capital Berhad	08/25	AA1	4.130	2	4.531	22/11/2021	-40	116
UMW Holdings Berhad	06/22	AA+	2.313	4	2.302	28/10/2021	1	46
GENM Capital Berhad	03/27	AA1	4.766	5	4.790	22/11/2021	-2	160
Benih Restu Berhad	06/25	AA2	3.439	5	3.236	28/09/2021	20	47
Fortune Premiere Sdn Berhad	11/23	AA	3.182	10	3.204	11/10/2021	-2	81
Fortune Premiere Sdn Berhad	09/25	AA	3.880	10	3.469	15/09/2021	41	91
BGSM Management Sdn Berhad	12/23	AA3	2.904	10	2.948	23/11/2021	-4	54
AZRB Capital Sdn Berhad	12/22	AA-	3.463	26	3.526	26/08/2021	-6	161
Pelabuhan Tanjung Pelepas Sdn Berhad	08/25	AA-	3.656	30	3.370	10/06/2021	29	69
Southern Power Generation Sdn Berhad	04/30	AA-	4.329	10	4.001	28/06/2021	33	83
Quantum Solar Park (Semenanjung) Sdn Berhad	04/34	AA-	4.758	10	4.599	01/10/2021	16	119
Quantum Solar Park (Semenanjung) Sdn Berhad	10/34	AA-	4.808	10	4.809	24/11/2021	0	87
DRB-Hicom Berhad	12/24	A+	4.135	10	3.864	21/10/2021	27	142
Mah Sing Group Berhad	10/26	-	4.640	1	4.449	20/10/2021	19	147
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\*spread against nearest indicative tenured MGS (Source : BPAM)

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Malakoff Power Berhad	Outstanding RM2.93 billion Sukuk Murabahah	AA-IS/Stable	Affirmed
Yinson Holdings Berhad	RM1.0 billion Islamic Medium-Term Notes (IMTN) Programme	A+IS/Stable	Assigned
CIMB Group Holdings Bhd	Corporate Credit Rating	AA1/Stable/P1	Assigned
	Proposed RM15b Sukuk Wakalah Programme		
	Senior Sukuk	AA1/Stable	Assigned
	Tier-2 Subordinated Sukuk	AA2/Stable	Assigned
	Additional Tier-1 Sukuk	A1/Stable	Assigned
CIMB Bank Bhd	Financial Institution Ratings	AAA/Stable/P1	Assigned
	Senior Sukuk	AAA/Stable	Assigned
	Tier-2 Subordinated Sukuk	AA2/Stable	Assigned
	Additional Tier-1 Sukuk	A1/Stable	Assigned
MCIS Insurance Berhad	Insurer financial strength (IFS) ratings	A1/Stable/P1	Assigned

Source: RAM, MARC

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