

## Global Markets Research

### Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	2.71	13
5-yr UST	3.00	14
10-yr UST	2.95	11
30-yr UST	2.98	5

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.41	0	3.32	4
5-yr	3.74	5	3.84	0
7-yr	4.16	6	4.14	2
10-yr	4.13	-7	4.22	0
15-yr	4.69	1	4.83	2
20-yr	4.67	0	4.86	18
30-yr	4.88	0	4.98	26

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	2.39	-1
3-yr	3.33	1
5-yr	3.71	2
7-yr	3.89	1
10-yr	4.12	1

Source : Bloomberg

### Upcoming Government Bond Tender

Nil

## Fixed Income Daily Market Snapshot

### US Treasuries

- US Treasuries reversed prior day's gains on Thursday, led by the front-ends as Fed Chair Powell indicated that a larger-than-usual interest rate hike is on the table at the next FOMC meeting in May. Knock-on effects were earlier seen as bunds and gilts weakened due to the build-up in expectations for BOE and ECB rate-hike premiums. Overall benchmark yields rose between 5-14bps across. The curve flattened further as **the UST 2Y yield spiked 13bps to 2.71% whilst the much-watched UST 10Y yield jumped 11bps higher to 2.95%**. Elsewhere the 5Y TIPS auction reflected strong demand for inflation protection. Short-term rates were pushed higher as traders ramped up expectations for the pace of Fed policy tightening this year. Ongoing concerns over inflation and aggressive rate hikes have seen bond yields spike whilst IMF has recently cut its global economic forecast for both 2022 and 2023. Central banks bond holdings of USTs fell for the week despite the rising dollar.

### MGS/GII

- Local govies which begun steadier in the morning session on Thursday, succumbed to selling pressure in the afternoon led partly by higher IRS levels. Overall benchmark MGS/GII yields closed higher between 0-26bps (save for the 10Y MGS), amid a 30% jump in secondary market volume of RM3.31b. **The 5Y benchmark MGS 11/26 yield rose 5bps to 3.74% whilst the 10Y MGS 7/32 10Y yields declined 7bps to 4.13% instead on a single ticket of RM30m.** Trades were mainly seen in the off-the-run 22-24's and also benchmark 7Y MGS. GII trades climbed higher to form 38% of overall transactions. The bond rout in US is seen extending its legs in Asia. Expect attention to shift to the March CPI data release today.

### Corp Bonds/Sukuk

- On Thursday, the Corporate Bonds/Sukuk space saw a further increase in appetite with interest seen across the GG-AA part of the curve. Overall yields closed mostly higher, spanning across a mere 28 names amid the doubling of secondary market volume of RM477m. Govt-guaranteed DANA 32-33's spiked 47-49bps compared to previous-done levels between 4.45-58%. AAA-rated DANGA 33 saw RM100m exchange hands with yields similarly jumping 47bps higher to 4.67%. Its 2026 tranche too ended 39bps higher at 3.88%. AA-rated energy-related bonds BGSM 24 and 24 settled 25-39bps higher at 3.52% and 3.97% each. Its 12/27 tranche too closed sharply higher on yields at 4.46%. Plantation giant KLK 3/37 closed 58bps up. Meanwhile, the banking/finance space saw AEON Credit 2/27 close 39bps higher at 4.48%. Also, we noted several odd-lot transactions that were done in Alliance Bank and CIMB Group Holdings 2116NC24 perps.

## Daily Trades : Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	08/22	1.701	81	1.816	18/04/2022	-12
MGS	09/22	1.701	187	1.817	20/04/2022	-12
MGS	03/23	2.334	354	2.378	20/04/2022	-4
MGS	08/23	2.435	7	2.484	20/04/2022	-5
MGS	06/24	3.089	39	3.089	20/04/2022	0
MGS	07/24	3.128	5	3.198	20/04/2022	-7
MGS	09/24	3.183	2	3.141	20/04/2022	4
MGS	03/25	3.409	90	3.406	20/04/2022	0
MGS	09/25	3.543	76	3.513	20/04/2022	3
MGS	04/26	3.601	3	3.650	20/04/2022	-5
MGS	07/26	3.671	3	3.686	20/04/2022	-2
MGS	11/26	3.746	153	3.699	20/04/2022	5
MGS	03/27	3.739	1	3.779	20/04/2022	-4
MGS	05/27	3.84	82	3.812	20/04/2022	3
MGS	11/27	3.883	103	3.794	20/04/2022	9
MGS	06/28	4.161	346	4.100	20/04/2022	6
MGS	08/29	4.246	86	4.253	20/04/2022	-1
MGS	04/30	4.244	4	4.245	20/04/2022	0
MGS	04/31	4.313	104	4.268	20/04/2022	4
MGS	06/31	4.301	13	4.298	20/04/2022	0
MGS	07/32	4.128	30	4.200	20/04/2022	-7
MGS	04/33	4.491	7	4.460	20/04/2022	3
MGS	11/33	4.527	27	4.364	14/04/2022	16
MGS	07/34	4.611	6	4.631	20/04/2022	-2
MGS	05/35	4.613	3	4.697	20/04/2022	-8
MGS	04/37	4.687	3	4.678	20/04/2022	1
MGS	06/38	4.742	2	4.727	20/04/2022	1
MGS	05/40	4.89	13	4.881	20/04/2022	1
MGS	09/43	4.904	12	4.785	20/04/2022	12
MGS	03/46	4.937	3	4.846	18/04/2022	9
MGS	07/48	4.915	12	4.901	20/04/2022	1
MGS	06/50	4.884	17	4.887	20/04/2022	0
GII	07/22	1.72	245	1.751	20/04/2022	-3
GII	05/23	2.251	62	2.336	20/04/2022	-9
GII	07/23	2.355	84	2.281	11/04/2022	7
GII	10/23	2.383	2	2.287	01/04/2022	10
GII	05/24	3.346	495	3.268	20/04/2022	8
GII	08/24	3.385	120	3.143	18/04/2022	24
GII	10/24	3.324	34	3.283	20/04/2022	4
GII	08/25	3.545	12	3.401	18/04/2022	14
GII	10/25	3.464	2	3.347	11/04/2022	12
GII	03/26	3.602	20	3.602	20/04/2022	0
GII	09/26	3.627	2	3.581	11/04/2022	5
GII	07/27	3.796	25	3.588	14/04/2022	21
GII	09/27	3.844	31	3.845	20/04/2022	0
GII	08/28	4.033	1	3.693	23/03/2022	34
GII	10/28	4.139	112	4.122	20/04/2022	2
GII	07/29	4.235	21	4.015	13/04/2022	22
GII	09/30	4.316	3	4.042	11/04/2022	27
GII	10/30	4.249	4	4.281	20/04/2022	-3
GII	06/33	4.476	1	4.403	18/04/2022	7
GII	08/33	4.525	2	4.324	11/04/2022	20
GII	10/35	4.715	4	4.616	18/04/2022	10
GII	07/36	4.834	150	4.812	20/04/2022	2
GII	08/37	4.89	2	4.520	11/04/2022	37
GII	09/39	4.897	3	4.653	18/04/2022	24
GII	09/41	4.861	2	4.685	15/04/2022	18
GII	05/47	4.955	1	4.339	21/03/2022	62
GII	11/49	4.984	3	4.723	13/04/2022	26
			<u>3313</u>			

## 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*	
Khazanah Nasional Berhad	08/23	GG	2.718	50	2.301	23/07/2021	42	47
DanaInfra Nasional Berhad	05/32	GG	4.449	60	3.961	22/03/2022	49	28
DanaInfra Nasional Berhad	10/33	GG	4.581	20	4.111	19/11/2021	47	41
Danum Capital Berhad	02/26	AAA	3.829	20	3.428	14/01/2022	40	25
Danga Capital Berhad	02/26	AAA	3.882	20	3.491	04/02/2022	39	30
Aman Sukuk Berhad	04/27	AAA	4.175	10	3.258	09/06/2021	92	47
Eternal Icon Sdn Berhad	03/28	AAA	4.340	12	4.289	18/04/2022	5	45
Danga Capital Berhad	01/33	AAA	4.668	100	4.199	28/10/2021	47	50
Tenaga Nasional Berhad	11/41	AAA	5.139	1	4.580	09/03/2022	56	33
UniTapah Sdn Berhad	12/25	AA1	4.127	10	3.690	24/02/2022	44	54
TRIplic Medical Sdn Berhad	10/26	AA1	4.319	10	3.934	14/11/2019	39	61
YTL Power International Berhad	05/27	AA1	5.187	0	4.977	20/04/2022	21	148
Public Bank Berhad	04/32	AA1	3.791	4	3.791	20/04/2022	0	-38
Kuala Lumpur Kepong Berhad	03/37	AA1	5.087	10	4.510	25/03/2022	58	38
Sime Darby Property Berhad	12/27	AA+	4.360	10	3.909	11/03/2022	45	47
Fortune Premiere Sdn Berhad	03/23	AA	3.178	20	3.155	12/04/2022	2	93
Bandar Serai Development Sdn Berhad	08/23	AA3	2.993	10	2.880	16/03/2022	11	74
BGSM Management Sdn Berhad	08/24	AA3	3.515	20	3.261	15/02/2022	25	57
BGSM Management Sdn Berhad	08/25	AA3	3.967	20	3.578	16/03/2022	39	55
AEON Credit Service (M) Berhad	02/27	AA3	4.481	10	4.093	25/01/2022	39	78
Gamuda Land (T12) Sdn Berhad	08/27	AA3	4.539	10	4.198	14/04/2021	34	83
BGSM Management Sdn Berhad	12/27	AA3	4.463	10	4.001	12/10/2021	46	57
IJM Corporation Berhad	04/29	AA3	4.692	10	4.337	17/01/2022	36	58
Pujian Bayu Sdn Berhad	07/29	AA3	5.300	10	5.420	16/12/2021	-12	119
CIMB Group Holdings Berhad	05/16	A1	3.178	1	3.189	06/04/2022	-1	-163
TSH Sukuk Murabahah Sdn Berhad	08/26	A+	4.671	18	5.129	24/01/2022	-46	109
Alliance Bank Malaysia Berhad	10/30	A2	4.201	1	3.594	18/04/2022	61	2
Eco World Capital Services Berhad	03/26	-	5.220	1	5.345	20/04/2022	-13	164
YNH Property Berhad	08/19	-	5.729	0	6.596	20/04/2022	-87	92
YNH Property Berhad	08/19	-	6.669	0	6.142	13/04/2022	53	186
				<u>477</u>				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil	Nil	Nil	Nil

Source: RAM, MARC

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