

Global Markets Research

Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.89	-36
5-yr UST	3.55	-30
10-yr UST	3.46	-24
30-yr UST	3.65	-16

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.44	4	3.39	3
5-yr	3.54	9	3.58	4
7-yr	3.81	10	3.85	3
10-yr	3.88	3	3.92	0
15-yr	4.07	5	4.15	9
20-yr	4.08	1	4.09	-11
30-yr	4.37	4	4.39	0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.57	4
3-yr	3.58	6
5-yr	3.64	7
7-yr	3.74	10
10-yr	3.86	7

Source : Bloomberg

Upcoming Government Bond Tender

Nil

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries resumed its rally on flight-to-safety mode on Wednesday following expectations of turmoil at Credit Suisse and weaker data from the just-released Producer Prices for February and weaker-than-forecast March Empire manufacturing. The curve steepened as overall benchmark yields declined between 16-36bps across led by the front end. **The benchmark UST 2Y rallied the most as yields plunged 36bps to 3.89% whilst the much-watched UST 10Y yield fell 24bps to 3.46%.** The bond market has had a huge lift, spurred by renewed banking sector concerns while the slow evaporation of market depth and liquidity cracks were seen to accelerate price action. The Fed is expected to have its hands full between managing financial stability versus inflation. Elsewhere, China's foreign holdings dropped by \$7.7b for the 6th straight month to \$859.4b whilst Japan saw its holdings increase by ~\$28b to \$1.1 trillion. Nevertheless, total foreign holdings of USTs rose ~\$84b to \$7.4 trillion. Meanwhile, expect some attention to shift to the jobless claims report as at 11th March and other peripheral data covering Building Permits and Housing starts, later tonight.

MGS/GII

- Local govovies were pressured on Wednesday amid higher IRS yields due to lag-effect from news emanating from the US; on views that negative news surrounding the US banking sector may not spread viciously to global markets. The curve shifted lower again as overall benchmark MGS/GII yields closed 0-10bps higher across (save for the 20Y GII), amid the halving of secondary market volume to RM4.30b. **The benchmark 5Y MGS 11/27 yield jumped 9bps higher to 3.54% whilst the 10Y MGS 7/32 moved 3bps up to 3.88%.** Interest was mainly seen in off-the-run 23's, and benchmark 3Y MGS, 5Y GII, 10Y GII. GII transactions fell to form 36% of overall trades. Expect attention to shift to the release of February trade data on Friday.

Corp Bonds/Sukuk

- On Wednesday, Corporate Bonds/Sukuk saw lesser momentum with interest still mainly across the GG-AA part of the curve. Secondary market decreased by 35% to RM486m as overall yields ended mostly mixed-to-lower across a higher number of trades totaling ~39. DANA dominated the govt-guaranteed space with several tranches exchanging hands. The long-end DANA 49-51's declined 25-26bps compared to previous-done levels between 4.50-54% area. AAA-rated PUTRAJAYA 4/24 edged 1bps lower at 3.84% whilst PLUS 26 and 32 closed 0-2bps lower at 4.08% and 4.52% respectively. In the AA-space, edotco 27 and 29 moved 5-6bps lower; at 4.12% and 4.26% each. Meanwhile, the banking/finance space was relatively active with CIMB Group Holdings 32NC27 bonds plunging 37bps to 4.30%, whereas AmBank 28NC23 edged 2bps up at 4.14%.

Daily Trades : Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	04/23	2.591	937	2.571	14/03/2023	2
MGS	08/23	2.870	301	2.888	14/03/2023	-2
MGS	06/24	3.143	53	3.105	14/03/2023	4
MGS	07/24	3.196	31	3.094	14/03/2023	10
MGS	09/24	3.228	78	3.236	14/03/2023	-1
MGS	03/25	3.310	185	3.297	14/03/2023	1
MGS	09/25	3.353	127	3.355	14/03/2023	0
MGS	07/26	3.437	232	3.396	14/03/2023	4
MGS	11/26	3.423	5	3.417	14/03/2023	1
MGS	05/27	3.506	12	3.500	14/03/2023	1
MGS	11/27	3.537	94	3.442	14/03/2023	9
MGS	06/28	3.605	10	3.564	14/03/2023	4
MGS	04/29	3.842	1	3.793	14/03/2023	5
MGS	08/29	3.849	2	3.796	14/03/2023	5
MGS	04/30	3.807	164	3.708	14/03/2023	10
MGS	04/31	3.864	32	3.837	14/03/2023	3
MGS	06/31	3.911	11	3.827	14/03/2023	8
MGS	07/32	3.878	126	3.852	14/03/2023	3
MGS	04/33	3.892	4	3.965	13/03/2023	-7
MGS	11/33	3.873	50	3.868	14/03/2023	1
MGS	07/34	4.050	42	4.039	14/03/2023	1
MGS	04/37	4.102	70	4.101	14/03/2023	0
MGS	06/38	4.067	148	4.013	14/03/2023	5
MGS	05/40	4.172	23	4.184	14/03/2023	-1
MGS	10/42	4.075	3	4.062	14/03/2023	1
MGS	03/46	4.342	2	4.368	14/03/2023	-3
MGS	06/50	4.366	4	4.329	14/03/2023	4
GII	10/23	3.031	224	3.135	09/03/2023	-10
GII	11/23	3.014	280	3.126	08/03/2023	-11
GII	05/24	3.170	50	3.120	14/03/2023	5
GII	08/25	3.381	2	3.460	10/03/2023	-8
GII	10/25	3.393	200	3.366	14/03/2023	3
GII	03/26	3.477	78	3.446	14/03/2023	3
GII	07/27	3.620	75	3.608	14/03/2023	1
GII	09/27	3.593	31	3.520	14/03/2023	7
GII	07/28	3.578	154	3.541	14/03/2023	4
GII	10/28	3.674	66	3.660	14/03/2023	1
GII	07/29	3.850	70	3.824	14/03/2023	3
GII	09/30	3.844	60	3.794	14/03/2023	5
GII	10/32	3.915	203	3.915	14/03/2023	0
GII	03/38	4.153	10	4.062	14/03/2023	9
GII	09/41	4.307	20	4.272	14/03/2023	4
GII	08/43	4.089	30	4.203	13/03/2023	-11
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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*
GovCo Holdings Berhad	02/24	GG	3.416	100	2.796	09/03/2022	62	24
DanaInfra Nasional Berhad	02/25	GG	3.549	5	3.567	22/02/2023	-2	23
DanaInfra Nasional Berhad	05/28	GG	3.759	10	3.720	08/02/2023	4	24
Prasarana Malaysia Berhad	08/29	GG	3.949	30	4.645	10/11/2022	-70	29
Prasarana Malaysia Berhad	08/31	GG	4.029	10	4.261	26/07/2022	-23	21
DanaInfra Nasional Berhad	05/47	GG	4.450	10	4.450	14/03/2023	0	30
DanaInfra Nasional Berhad	02/49	GG	4.500	10	4.749	29/12/2022	-25	35
DanaInfra Nasional Berhad	05/51	GG	4.540	10	4.797	30/03/2022	-26	39
Putrajaya Holdings Sdn Berhad	04/24	AAA	3.837	60	3.846	07/03/2023	-1	66
Aman Sukuk Berhad	05/25	AAA	3.955	10	4.065	04/01/2023	-11	64
DiGi Telecommunications Sdn Berhad	12/25	AAA	3.870	10	3.929	23/02/2023	-6	45
Projek Lebuhraya Usahasama Berhad	01/26	AAA	4.078	30	4.097	14/03/2023	-2	66
Pengurusan Air SPV Berhad	06/26	AAA	3.888	2	3.928	17/02/2023	-4	47
DiGi Telecommunications Sdn Berhad	09/29	AAA	4.162	5	4.219	09/03/2023	-6	37
Petroleum Sarawak Exploration & Production Sdn Bert	02/30	AAA	4.460	25	4.439	28/02/2023	2	67
Infracap Resources Sdn Berhad	04/31	AAA	4.425	5	4.421	22/02/2023	0	60
Projek Lebuhraya Usahasama Berhad	01/32	AAA	4.519	10	4.519	10/03/2023	0	67
Tenaga Nasional Berhad	08/33	AAA	4.438	10	4.741	21/12/2022	-30	444
Cagamas Berhad	10/33	AAA	4.299	20	4.560	06/01/2023	-26	40
Tenaga Nasional Berhad	08/40	AAA	4.589	1	4.375	27/02/2023	21	53
Pengurusan Air Selangor Sdn Berhad	09/42	AAA	4.722	10	4.722	14/03/2023	0	57
GENM Capital Berhad	08/25	AA1	4.544	5	4.511	02/02/2023	3	123
Sabah Credit Corporation	01/27	AA1	4.232	5	-	-	-	76
YTL Power International Berhad	05/27	AA1	4.537	10	5.123	23/02/2023	-59	106
Imtiaz Sukuk II Berhad	05/27	AA2	4.199	2	4.219	20/02/2023	-2	72
edotco Malaysia Sdn Berhad	09/27	AA+	4.117	10	4.177	22/02/2023	-6	64
edotco Malaysia Sdn Berhad	09/29	AA+	4.258	10	4.308	09/03/2023	-5	60
CIMB Group Holdings Berhad	12/32	AA2	4.300	20	4.674	03/02/2023	-37	40
UEM Sunrise Berhad	05/23	AA-	4.415	5	4.484	17/02/2023	-7	124
Point Zone (M) Sdn Berhad	03/30	AA-	4.568	5	4.638	13/03/2023	-7	78
Southern Power Generation Sdn Berhad	10/31	AA-	4.849	5	4.978	19/07/2022	-13	100
Yinson Holdings Berhad	12/26	A1	5.789	2	5.341	16/01/2023	45	231
AmBank (M) Berhad	11/28	A1	4.141	10	4.125	14/03/2023	2	48
Tropicana Corporation Berhad	09/19	A	8.043	1	7.068	08/03/2023	98	389
YNH Property Berhad	02/25	A+	5.498	2	5.772	13/03/2023	-27	550
Alliance Bank Malaysia Berhad	10/30	A2	4.952	1	4.932	07/03/2023	2	113
Bank Muamalat Malaysia Berhad	07/32	A3	4.752	10	4.942	15/02/2023	-19	90
Eco World Capital Services Berhad	03/26	-	5.595	1	5.573	10/03/2023	2	217
YNH Property Berhad	08/19	-	5.598	1	6.200	13/03/2023	-60	145
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*spread against nearest indicative tenured MGS (Source: BPAM)

SkyWorld Capital Berhad's Rating Action

Issuer	PDS Description	Rating/Outlook	Action
Manjung Island Energy Berhad	RM3.86 bil Islamic Securities (2011/2030) (Series 1)	AAA/Stable	Reaffirmed
	RM990 mil Islamic Securities (2011/2031) (Series 2)	AAA(s)/Stable	Reaffirmed

Source: RAM, MARC

Hong Leong Bank Berhad

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