

## Global Markets Research

### Fixed Income

## Fixed Income Daily Market Snapshot

### US Treasuries

- US Treasuries saw the front-ends rally in a volatile session on Thursday as traders and investors began to believe that the odds for the Fed to pause or end its current rate hiking cycles is nearing its end. The curve ended steeper as overall benchmark yields closed mostly lower between 1-10bps across led by the front end, save for the long bond. **The benchmark UST 2Y rallied the most with yields ending 10bps lower at 3.84% whilst the much-watched UST 10Y edged 1bps lower at 3.43%.** Meanwhile, Treasury's auction consisting of \$15b 10Y offering of 10Y TIPS saw muted demand on a BTC ratio of 2.28x (previous three auction average: 2.53x) and awarded at 1.182% (previous auction: 1.22%). US Treasury secretary, Yellen continued to calm markets by stating that regulators will enhance measures to protect bank deposits when required. Elsewhere, Fed-dated OIS pricing currently shows a 42% chance of a last 25bps hike in the FOMC meeting scheduled in May; followed by cuts thereafter. Meanwhile, expect attention to shift to both manufacturing and services PMI for February, later tonight.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.84	-10
5-yr UST	3.44	-7
10-yr UST	3.43	-1
30-yr UST	3.70	5

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.36	-5	3.32	-1
5-yr	3.50	-1	3.56	-3
7-yr	3.79	-1	3.83	-4
10-yr	3.88	-5	3.95	-1
15-yr	4.10	0	4.14	-1
20-yr	4.15	-1	4.25	0
30-yr	4.40	-2	4.41	0

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.48	-5
3-yr	3.47	-5
5-yr	3.58	-3
7-yr	3.69	-4
10-yr	3.82	-4

Source : Bloomberg

### Upcoming Government Bond Tender

Nil

### MGS/GII

- Local govies gained on Thursday; influenced by strong receiving interest in IRS as traders were seen to believe that BNM may continue to stay pat on the OPR in the coming months. The curve shifted lower as overall benchmark MGS/GII yields declined between 0-5bps across; amid a 53% jump in secondary market volume @ RM5.88b. **The benchmark 5Y MGS 11/27 yield edged 1bps down at 3.50% whilst the 10Y MGS 7/32 declined 5bps to 3.88% each.** Interest was mainly seen in off-the-run 23-25's, 29's, 5Y MGS/GII and highest volumes~ in the benchmarks 10Y MGS/GII. GII transactions sustained to form circa 40% of overall trades. Meanwhile, expect some attention to shift to the release of February inflation data today.

### Corp Bonds/Sukuk

- On Thursday, Corporate Bonds/Sukuk saw a renewed burst in activity as secondary market volume rose ~15% to cross the RM1.0b mark. Interest was seen across the GG to single-A part of the curve as overall yields ended mixed-to-higher across a higher number of trades totaling ~53. Govt-guaranteed DANA 10/26 jumped 19bps higher compared to previous-done levels to 3.71% whilst PRASA 27's declined 6-22bps to between 3.78-80% levels. AAA-rated DANGA 9/33 moved 3bps higher to 4.32% whereas TNB 8/37 closed unchanged at 4.56%. In the AA-space, FORTUNE Premier 9/25 edged 1bps up at 4.37% whilst highway operator DUKE 8/34 saw yields plunge 37bps to 5.81%. Meanwhile, in the banking/finance space, BPMB 11/31 spiked 53bps to 4.39%. There were also several odd-lot transactions seen in AFFIN bank, ALLIANCE Bank and MBSB bank bonds.

## Daily Trades : Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	04/23	2.650	310	2.395	22/03/2023	26
MGS	08/23	2.414	210	2.538	22/03/2023	-12
MGS	06/24	2.945	129	2.990	22/03/2023	-5
MGS	07/24	2.957	66	3.053	22/03/2023	-10
MGS	09/24	2.995	145	3.122	22/03/2023	-13
MGS	03/25	3.262	262	3.284	22/03/2023	-2
MGS	09/25	3.283	36	3.361	22/03/2023	-8
MGS	07/26	3.363	121	3.409	22/03/2023	-5
MGS	11/26	3.425	23	3.418	22/03/2023	1
MGS	05/27	3.513	1	3.548	22/03/2023	-4
MGS	11/27	3.498	286	3.510	22/03/2023	-1
MGS	06/28	3.584	126	3.626	22/03/2023	-4
MGS	04/29	3.799	289	3.822	22/03/2023	-2
MGS	08/29	3.831	80	3.867	22/03/2023	-4
MGS	04/30	3.793	1	3.806	22/03/2023	-1
MGS	04/31	3.878	160	3.916	22/03/2023	-4
MGS	07/32	3.878	715	3.931	22/03/2023	-5
MGS	04/33	3.965	9	3.971	22/03/2023	-1
MGS	11/33	3.922	50	4.017	22/03/2023	-10
MGS	07/34	4.039	140	4.084	22/03/2023	-4
MGS	04/37	4.159	141	4.188	22/03/2023	-3
MGS	06/38	4.104	150	4.102	22/03/2023	0
MGS	05/40	4.159	44	4.236	22/03/2023	-8
MGS	03/46	4.305	11	4.345	22/03/2023	-4
MGS	06/50	4.401	39	4.423	22/03/2023	-2
GII	05/23	2.383	635	2.598	22/03/2023	-22
GII	11/23	2.914	7	2.881	22/03/2023	3
GII	05/24	3.108	50	3.135	22/03/2023	-3
GII	10/25	3.318	320	3.332	22/03/2023	-1
GII	03/26	3.479	130	3.441	22/03/2023	4
GII	07/27	3.530	10	3.592	22/03/2023	-6
GII	07/28	3.563	355	3.594	22/03/2023	-3
GII	10/28	3.671	20	3.681	22/03/2023	-1
GII	12/28	3.743	10	3.727	16/03/2023	2
GII	09/30	3.829	70	3.866	22/03/2023	-4
GII	10/32	3.945	500	3.952	22/03/2023	-1
GII	06/33	3.985	70	4.032	21/03/2023	-5
GII	08/33	3.993	20	4.031	22/03/2023	-4
GII	11/34	4.108	1	4.119	22/03/2023	-1
GII	10/35	4.170	1	4.199	22/03/2023	-3
GII	08/37	4.136	20	4.180	10/03/2023	-4
GII	03/38	4.141	91	4.148	22/03/2023	-1
GII	09/41	4.222	22	4.254	22/03/2023	-3
GII	11/49	4.530	1	4.351	20/03/2023	18
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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	06/23	GG	3.334	5	2.388	17/02/2022	95	18
DanaInfra Nasional Berhad	11/25	GG	3.628	5	3.441	07/02/2023	19	26
Pengurusan Air SPV Berhad	02/26	GG	3.700	15	3.700	21/03/2023	0	33
Pengurusan Air SPV Berhad	06/26	GG	3.721	15	3.541	08/02/2022	18	35
DanaInfra Nasional Berhad	10/26	GG	3.709	20	3.520	27/01/2022	19	26
Prasarana Malaysia Berhad	09/27	GG	3.780	15	3.837	01/03/2023	-6	33
Prasarana Malaysia Berhad	12/27	GG	3.801	65	4.017	29/08/2022	-22	31
DanaInfra Nasional Berhad	04/29	GG	3.851	15	3.820	03/02/2023	3	20
DanaInfra Nasional Berhad	10/36	GG	4.210	30	4.210	16/03/2023	0	11
Suria KLCC Sdn Berhad	12/24	AAA	3.840	40	3.890	16/02/2023	-5	55
Cagamas Berhad	10/25	AAA	3.850	100	3.849	17/03/2023	0	48
Pengurusan Air SPV Berhad	06/26	AAA	3.928	2	3.915	22/03/2023	1	56
Malaysia Airport Holdings Berhad	12/26	AAA	4.182	15	4.236	07/03/2023	-5	73
Malaysia Airport Holdings Berhad	11/27	AAA	4.301	5	4.278	14/03/2023	2	81
Westports Malaysia Sdn Berhad	03/28	AAA	4.027	10	4.315	15/12/2022	-29	53
Bank Pertanian Malaysia Berhad	11/28	AAA	4.138	1	4.541	05/07/2022	-40	49
Tenaga Nasional Berhad	06/29	AAA	4.134	10	4.150	16/03/2023	-2	48
DiGi Telecommunications Sdn Berhad	09/29	AAA	4.132	20	4.162	15/03/2023	-3	413
Bank Pembangunan Malaysia Berhad	11/31	AAA	4.392	10	3.859	27/09/2021	53	53
Amanat Lebuhraya Rakyat Berhad	10/32	AAA	4.509	1	4.552	08/03/2023	-4	61
Sarawak Energy Berhad	12/32	AAA	4.332	20	4.378	09/03/2023	-5	43
Projek Lebuhraya Usahasama Berhad	01/33	AAA	4.552	30	-	-	-	65
Tenaga Nasional Berhad	08/33	AAA	4.434	10	4.460	16/03/2023	-3	54
Danga Capital Berhad	09/33	AAA	4.315	40	4.289	24/02/2023	3	42
Tenaga Nasional Berhad	08/37	AAA	4.558	70	4.559	20/03/2023	0	456
Sabah Development Bank Berhad	07/24	AA1	4.955	1	4.957	20/03/2023	0	180
Sabah Development Bank Berhad	02/25	AA1	4.698	3	4.540	22/03/2023	16	140
Genting RMTN Berhad	03/27	AA1	4.828	30	4.657	01/03/2023	17	138
United Overseas Bank (Malaysia) Berhad	10/32	AA1	3.966	1	4.498	20/03/2023	-53	7
YTL Power International Berhad	03/33	AA1	4.810	5	-	-	-	91
GENM Capital Berhad	07/33	AA1	5.306	20	5.706	15/11/2022	-40	531
Celcom Networks Sdn Berhad	10/26	AA+	4.058	20	4.047	17/03/2023	1	61
Imtiaz Sukuk II Berhad	11/27	AA2	4.199	10	4.200	20/03/2023	0	71
CIMB Group Holdings Berhad	12/32	AA2	4.299	30	4.296	20/03/2023	0	40
CIMB Group Holdings Berhad	03/33	AA2	4.436	5	4.368	21/03/2023	7	54
Fortune Premiere Sdn Berhad	09/25	AA	4.366	60	4.354	08/02/2023	1	107
Sime Darby Plantation Berhad (fka Sime Darby Plantat	03/16	AA	4.307	60	4.334	09/03/2023	-3	15
Perbadanan Kemajuan Negeri Selangor	03/24	AA3	4.520	45	-	-	-	136
Malayan Cement Berhad (fka Lafarge Malaysia Berhad	01/26	AA3	4.980	10	-	-	-	161
UEM Sunrise Berhad	03/26	AA-	4.819	1	4.476	21/03/2023	34	482
Johor Port Berhad	10/27	AA-	4.429	10	4.470	10/03/2023	-4	94
MMC Port Holdings Sdn Berhad	04/29	AA-	4.621	30	4.727	14/02/2023	-11	97
Lebuhraya DUKE Fasa 3 Sdn Berhad	08/34	AA-	5.812	10	6.185	14/11/2022	-37	191
TG Excellence Berhad	02/20	AA-	5.120	20	6.268	22/03/2023	-115	512
Yinson Holdings Berhad	12/26	A1	5.650	1	5.789	15/03/2023	-14	220
Affin Bank Berhad	07/32	A1	4.361	1	4.365	10/03/2023	0	50
Dialog Group Berhad	11/20	A1	4.714	1	5.201	21/03/2023	-49	56
Tropicana Corporation Berhad	06/23	A+	6.465	2	6.427	21/03/2023	4	331
MBSB Bank Berhad (fka Asian Finance Bank Berhad)	04/27	A+	4.572	1	4.332	17/02/2023	24	112
Projek Lintasan Sungai Besi-Ulu Klang Sdn Berhad	11/27	A+	5.708	80	5.708	20/03/2023	0	221
Alliance Bank Malaysia Berhad	10/30	A2	4.246	1	4.936	22/03/2023	-69	41
YNH Property Berhad	08/19	-	6.601	2	5.598	15/03/2023	100	244
Cypark Renewable Energy Sdn Berhad	09/20	-	6.494	1	6.886	22/02/2023	-39	234
				<u>1025</u>				

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

## SkyWorld Capital Berhad's Rating Action

Issuer	PDS Description	Rating/Outlook	Action
Nil	Nil	Nil	Nil

Source: RAM, MARC

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