















Global Markets Research

Fixed Income






Fixed Income Daily Market Snapshot

US Treasuries

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.56	0
5-yr UST	3.93	0
10-yr UST	3.80	0
30-yr UST	3.96	0

MGS			GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.42	 -3	3.38	 0
5-yr	3.48	 1	3.53	 -2
7-yr	3.69	 1	3.71	 -2
10-yr	3.75	 -1	3.83	 -4
15-yr	4.03	 0	4.01	 0
20-yr	4.11	 -2	4.17	 -1
30-yr	4.19	 -3	4.27	 -3

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.53	 -3
3-yr	3.52	 -2
5-yr	3.56	 -3
7-yr	3.70	 -3
10-yr	3.82	 -3

Source : Bloomberg

Upcoming Government Bond Tender

Re-opening of RM 3.0b+ RM1.5b private placement of 15Y MGS 6/38 on Tuesday, 30th May, 2023

- US financial markets were closed on Monday to celebrate Memorial Day. However, treasury futures linked to the 10-30Y sector rallied on light volume on Monday ahead of optimism that the debt-ceiling deadlock will likely be resolved soon. **To re-cap, both the UST 2Y and 10Y yields are currently at 4.56% and 3.80% with the 2s10s spread still prominently inverted at 76bps.** Further expectations include a deluge of short-term T-bill issuances which may drain liquidity from markets if debt-ceiling matters are resolved. Elsewhere, Fed-dated OIS pricing currently reflect a 61% probability of a 25bps rate hike in June. Expect attention to shift to the release of jobless claims and ISM manufacturing data on Thursday and NFP jobs data on Friday.

MGS/GII

- Local govies continued to perform better on Monday; buoyed by lower IRS levels. Overall benchmark MGS/GII yields ended lower between 0-4bps across (save for the 5Y, 7Y MGS), on the back of a 28% fall in secondary market volume to RM3.31b. **The benchmark 5Y MGS 4/28 edged 1bps up to 3.48% whilst the MGS 10Y 7/32 edged 1bps lower to 3.75%.** Interest was mainly seen in the off-the-run 24's, 29's, 37's, 37's and benchmarks, 10Y MGS/GII. GII transactions eased to form 33% of overall trades. Meanwhile, expect attention to shift to the 15Y MGS auction today.

Corp Bonds/Sukuk

- On Monday, the Corporate Bonds/Sukuk space saw investor activity taper-off with some interest seen across the AAA to single A part of the curve. Secondary market volume rose 25% to RM310m, as overall yields ended mostly mixed-to-lower across a higher number of trades totaling 31. Govt-guaranteed PTPTN 26-27's moved 3-4 bps lower compared to previous-done levels between 3.51-56% whereas the long-end DANA 5/47 settled 4bps lower at 4.23%. AAA-rated DANGA 1/33 fell 16bps to 4.14% whereas Pet Sarawak 2/33 edged 2bps lower at 4.51%. In the AA-space, YTL Power 5/27 closed unchanged at 4.26% whilst KKK 9/29 rose 4bps to 4.14%. Meanwhile, the banking/finance space was relatively quiet with several odd-lot transactions seen in Sabah Development Bank, UOB Bank and Hong Leong Bank bonds.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	08/23	3.228	78	3.075	26/05/2023	15
MGS	09/24	3.224	228	3.276	26/05/2023	-5
MGS	03/25	3.328	70	3.329	26/05/2023	0
MGS	07/26	3.419	102	3.446	26/05/2023	-3
MGS	11/26	3.481	25	3.487	26/05/2023	-1
MGS	11/27	3.508	140	3.520	26/05/2023	-1
MGS	04/28	3.483	50	3.474	26/05/2023	1
MGS	06/28	3.560	152	3.599	26/05/2023	-4
MGS	04/29	3.653	80	3.688	26/05/2023	-4
MGS	08/29	3.675	132	3.730	26/05/2023	-6
MGS	04/30	3.686	30	3.680	26/05/2023	1
MGS	04/31	3.797	22	3.787	26/05/2023	1
MGS	06/31	3.769	177	3.806	26/05/2023	-4
MGS	04/32	3.805	27	3.770	05/05/2023	4
MGS	07/32	3.751	220	3.758	26/05/2023	-1
MGS	04/33	3.822	10	3.879	26/05/2023	-6
MGS	07/34	3.912	90	3.927	26/05/2023	-2
MGS	05/35	3.974	1	4.000	26/05/2023	-3
MGS	04/37	4.000	372	4.026	26/05/2023	-3
MGS	10/42	4.112	100	4.130	26/05/2023	-2
MGS	06/50	4.116	90	4.158	26/05/2023	-4
MGS	03/53	4.189	23	4.218	26/05/2023	-3
GII	10/24	3.353	4	3.331	26/05/2023	2
GII	08/25	3.364	1	3.382	24/05/2023	-2
GII	03/26	3.352	16	3.397	26/05/2023	-4
GII	09/26	3.356	105	3.397	26/05/2023	-4
GII	09/27	3.534	6	3.501	26/05/2023	3
GII	07/28	3.534	175	3.553	26/05/2023	-2
GII	10/28	3.580	10	3.641	26/05/2023	-6
GII	07/29	3.709	350	3.797	26/05/2023	-9
GII	09/30	3.710	80	3.726	26/05/2023	-2
GII	10/30	3.795	15	3.817	26/05/2023	-2
GII	10/32	3.827	157	3.864	26/05/2023	-4
GII	11/34	3.945	36	3.946	24/05/2023	0
GII	08/37	3.932	10	3.923	25/05/2023	1
GII	09/41	4.085	20	4.070	22/05/2023	1
GII	08/43	4.165	90	4.173	26/05/2023	-1
GII	05/52	4.273	13	4.301	26/05/2023	-3
			<u>3305</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*
Perbadanan Tabung Pendidikan Tinggi Nasional	08/26	GG	3.506	25	3.537	25/05/2023	-3	8
Perbadanan Tabung Pendidikan Tinggi Nasional	03/27	GG	3.557	25	3.597	19/04/2023	-4	9
Prasarana Malaysia Berhad	12/27	GG	3.607	10	4.069	19/12/2022	-46	10
Prasarana Malaysia Berhad	12/27	GG	3.607	10	3.801	23/03/2023	-19	10
DanaInfra Nasional Berhad	11/33	GG	4.010	10	4.059	30/01/2023	-5	24
DanaInfra Nasional Berhad	03/34	GG	4.029	20	4.071	14/01/2022	-4	26
DanaInfra Nasional Berhad	09/34	GG	4.050	10	4.235	16/02/2022	-19	28
DanaInfra Nasional Berhad	05/47	GG	4.229	10	4.269	17/05/2023	-4	10
Cagamas Berhad	01/28	AAA	3.947	2	3.929	26/04/2023	2	44
Amanat Lebuhraya Rakyat Berhad	10/32	AAA	4.350	10	4.509	29/03/2023	-16	60
Danga Capital Berhad	01/33	AAA	4.139	60	4.295	06/04/2023	-16	37
Petroleum Sarawak Exploration & Production Sdn Bert	02/33	AAA	4.511	20	4.530	26/04/2023	-2	75
TNB Power Generation Sdn Berhad	03/33	AAA	4.190	10	4.225	05/05/2023	-3	42
Infracap Resources Sdn Berhad	04/36	AAA	4.588	2	4.459	15/05/2023	13	56
Tenaga Nasional Berhad	11/36	AAA	4.329	5	4.329	25/05/2023	0	30
Sabah Development Bank Berhad	07/24	AA1	5.100	4	3.692	26/05/2023	141	192
Sabah Development Bank Berhad	05/25	AA1	5.451	1	5.450	26/05/2023	0	217
YTL Power International Berhad	05/27	AA1	4.255	30	4.257	25/05/2023	0	79
Kuala Lumpur Kepong Berhad	09/29	AA1	4.141	10	4.100	19/05/2023	4	53
Sabah Development Bank Berhad	10/29	AA1	4.938	10	4.996	27/04/2023	-6	133
United Overseas Bank (Malaysia) Berhad	10/32	AA1	4.281	7	3.854	25/05/2023	43	53
Genting RMTN Berhad	11/34	AA1	5.596	3	5.100	16/05/2023	50	183
Solar Management (Seremban) Sdn Berhad	10/37	AA3	5.783	10	5.816	17/05/2023	-3	175
UEM Sunrise Berhad	01/26	AA-	5.050	1	5.050	26/05/2023	0	163
Hong Leong Bank Berhad	11/17	A1	4.239	1	4.337	23/05/2023	-10	11
DRB-Hicom Berhad	12/24	A+	4.679	1	4.719	25/05/2023	-4	140
MCIS Insurance Berhad	12/31	A2	4.749	1	5.261	26/05/2023	-51	100
IJM Land Berhad	03/19	A2	4.767	1	5.479	26/05/2023	-71	63
WCT Holdings Berhad	03/19	A	6.007	1	6.142	28/02/2023	-14	187
YNH Property Berhad	08/19	-	7.177	2	5.775	26/05/2023	140	304
Cypark Renewable Energy Sdn Berhad	09/20	-	6.699	1	6.752	20/04/2023	-5	257
				310				

*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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