

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries traded lower on Thursday, after New York Fed President John Williams did not rule out a rate hike when queried whether it was a possibility. A stronger than expected regional manufacturing report out of Philadelphia added to the offerish tone for the session. Benchmark yields were higher by between 3 and 6bps for the day. **The benchmark 2yr UST yield was 5bps higher for the session at 4.99%, while the benchmark 10yr UST yield was also 5bps higher at 4.63%.** There are no scheduled economic reports due today, but Chicago Fed Presidents Austan Goolsbee is scheduled to be on the wires.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.99	5
5-yr UST	4.68	6
10-yr UST	4.63	5
30-yr UST	4.73	3

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.60	-1	3.49	-2
5-yr	3.76	-2	3.70	0
7-yr	3.87	0	3.84	0
10-yr	3.96	-2	3.95	-3
15-yr	4.06	0	4.05	2
20-yr	4.19	-1	4.14	-4
30-yr	4.24	-2	4.28	-1

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.64	0
3-yr	3.67	-2
5-yr	3.77	-4
7-yr	3.89	-3
10-yr	3.99	-2

Source : Bloomberg

MGS/GII

- Local govies had a decent respite in trading on Thursday as the market finished stronger for the day after selling off for the last few days. Secondary market volume for the day rose by 7% to RM3.84bn, versus the RM3.59bn that traded the day before. Benchmark yields closed mixed between -4 and +2 bps for the day. **The benchmark 5Y MGS 8/29 saw its yield decline by 2bps for the session to 3.76% while the benchmark 10Y MGS 11/33 was also 2bps lower in yield at 3.96%.** Trading for the day was led by the benchmark 5Y MGS, while interest was also seen in the off-the-run MGS 6/24, MGS 9/25, MGS 4/30 and GII 7/27 as well as in the benchmark 3Y MGS, 7Y MGS and 10Y MGS. The market share of GII receded to 29%, from the 40% share seen on Wednesday. Next up for the markets domestically are the release of March trade numbers and advanced 1Q GDP later today.

Upcoming Government Bond Tender

Nil

Corp Bonds/Sukuk

- Corporate Bonds/Sukuk markets were better bid in trading on Thursday, as secondary market volume for the day fell by 23% to RM521m, compared to RM676m that changed hands on Wednesday. Trading interest for the day was dominated by the AAA segment of the market. In the GG universe, DANA 3/40 led trading, making its secondary market trading debut and closed the day at 4.12%. Over in the AAA space, trading interest was led by CAGA 7/24, which settled the day at 3.50%, down 5bps in yield versus where it last traded. Interest was also seen in DANGA 9/33, which closed at 4.10%, down 3bps in yield versus its last print. Meanwhile in the AA segment, trading interest was led by PONSB 12/28, which settled for the day at 4.10%, 4bps lower versus its last print. Over in the A-rated space, trading interest was led by DIALOG 4.15% Perps, which closed the session at 4.55%, lower by 2bps in yield compared to where it last traded.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	06/24	3.257	561	3.261	04/17/2024	0
MGS	03/25	3.324	11	3.419	04/17/2024	-10
MGS	09/25	3.399	151	3.446	04/17/2024	-5
MGS	04/26	3.456	61	3.452	04/15/2024	0
MGS	07/26	3.542	6	3.530	04/17/2024	1
MGS	11/26	3.502	5	3.515	04/17/2024	-1
MGS	05/27	3.601	150	3.607	04/17/2024	-1
MGS	11/27	3.621	36	3.595	04/16/2024	3
MGS	04/28	3.696	51	3.682	04/17/2024	1
MGS	06/28	3.688	34	3.674	04/17/2024	1
MGS	04/29	3.720	3	3.730	04/17/2024	-1
MGS	08/29	3.759	614	3.777	04/17/2024	-2
MGS	04/30	3.852	306	3.860	04/17/2024	-1
MGS	04/31	3.874	152	3.875	04/16/2024	0
MGS	06/31	3.902	15	3.926	04/17/2024	-2
MGS	07/32	3.959	43	3.940	04/16/2024	2
MGS	04/39	3.956	194	3.979	04/17/2024	-2
MGS	07/34	3.972	23	3.990	04/17/2024	-2
MGS	04/37	4.071	149	4.043	04/17/2024	3
MGS	06/38	4.059	5	4.068	04/17/2024	-1
MGS	05/40	4.160	65	4.099	04/16/2024	6
MGS	10/42	4.187	23	4.203	04/17/2024	-2
MGS	03/46	4.195	11	4.190	04/17/2024	0
MGS	07/48	4.227	2	4.212	04/17/2024	2
MGS	06/50	4.250	36	4.230	04/17/2024	2
MGS	03/53	4.235	21	4.260	04/17/2024	-2
GII	05/24	3.246	30	3.224	04/17/2024	2
GII	08/24	3.269	36	3.274	04/17/2024	0
GII	10/24	3.315	106	3.367	04/16/2024	-5
GII	08/25	3.379	4	3.388	04/15/2024	-1
GII	10/25	3.431	20	3.402	04/17/2024	3
GII	03/26	3.537	6	3.458	04/17/2024	8
GII	09/26	3.487	1	3.506	04/17/2024	-2
GII	07/27	3.617	408	3.570	04/17/2024	5
GII	09/27	3.609	5	3.583	04/16/2024	3
GII	07/28	3.697	140	3.700	04/17/2024	0
GII	10/31	3.715	10	3.728	04/17/2024	-1
GII	07/29	3.750	110	3.778	04/17/2024	-3
GII	09/30	3.839	40	3.839	04/17/2024	0
GII	10/30	3.816	2	3.809	04/16/2024	1
GII	10/32	3.927	10	3.913	04/16/2024	1
GII	08/33	3.950	70	3.978	04/17/2024	-3
GII	11/34	3.962	1	3.962	04/17/2024	0
GII	09/41	4.105	2	4.103	04/17/2024	0
GII	08/43	4.139	26	4.184	04/17/2024	-4
GII	05/52	4.296	10	4.302	04/17/2024	-1
GII	03/54	4.283	81	4.292	04/17/2024	-1
			3844			

## 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*
DanaInfra Nasional Berhad	02/33	GG	3.969	10	3.988	17/4/2024	-2	3
Perbadanan Tabung Pendidikan Tinggi Nasional	03/36	GG	4.058	20	3.999	7/9/2021	6	10
DanaInfra Nasional Berhad	03/40	GG	4.121	30	n/a	n/a	412	5
DanaInfra Nasional Berhad	03/44	GG	4.205	15	4.131	5/4/2024	7	3
Cagamas Berhad	07/24	AAA	3.499	60	3.545	27/2/2024	-5	12
Celcom Networks Sdn Berhad	08/24	AAA	3.528	10	3.547	20/2/2024	-2	15
Amanat Lebuhraya Rakyat Berhad	10/24	AAA	3.568	40	3.582	13/3/2024	-1	19
Westports Malaysia Sdn Berhad	04/25	AAA	3.566	10	3.706	4/12/2023	-14	19
Projek Lebuhraya Usahasama Berhad	01/29	AAA	3.914	10	3.852	13/3/2024	6	16
Danga Capital Berhad	09/33	AAA	4.099	50	4.128	17/4/2024	-3	16
Pengurusan Air SPV Berhad	02/34	AAA	4.099	30	4.013	21/3/2024	9	14
Pengurusan Air Selangor Sdn Berhad	10/36	AAA	4.109	1	4.568	16/3/2023	-46	4
SMJ Energy Sdn Berhad (fka SMJ Sdn Berhad)	10/38	AAA	4.248	10	4.149	11/3/2024	10	18
Encorp Systembilt Sdn Berhad	11/26	AA1	3.833	5	4.657	12/10/2017	-82	24
GENM Capital Berhad	05/28	AA1	4.576	10	4.577	17/4/2024	0	90
edotco Malaysia Sdn Berhad	09/32	AA+	4.068	30	3.986	13/3/2024	8	15
Solarpack Suria Sungai Petani Sdn Berhad	04/26	AA2	4.067	10	n/a	n/a	407	60
PONSB Capital Berhad	12/28	AA2	4.103	70	4.146	4/1/2024	-4	35
Gamuda Berhad	11/26	AA3	3.844	5	3.795	5/4/2024	5	25
Gamuda Berhad	06/30	AA3	3.999	10	4.008	17/4/2024	-1	16
Tadau Energy Sdn Berhad	07/33	AA3	4.758	1	5.069	22/3/2022	-31	82
UEM Sunrise Berhad	09/25	AA-	3.993	20	4.069	18/3/2024	-8	62
Farm Fresh Berhad (fka The Holstein Milk Compa)	05/26	AA-	4.002	10	4.447	24/2/2023	-45	53
MMC Port Holdings Sdn Berhad	04/29	AA-	4.087	1	4.037	14/3/2024	5	34
UEM Sunrise Berhad	02/31	AA-	4.209	20	4.570	9/2/2024	-36	33
Lebuhraya DUKE Fasa 3 Sdn Berhad	08/31	AA-	4.828	2	5.095	30/8/2023	-27	95
Dialog Group Berhad	11/20	A1	4.548	30	4.566	20/3/2024	-2	38
Affin Islamic Bank Berhad	10/18	A3	4.388	1	4.551	16/4/2024	-16	22
				521				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
OCC Group Berhad	RM400m Tranche 1 Sukuk Murabahah	AA-/Stable	Affirmed

Source: RAM, MARC

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