

Global Markets Research

Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.88	0
5-yr UST	3.94	0
10-yr UST	4.35	0
30-yr UST	4.86	0

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.13	1	3.15	0
5-yr	3.18	1	3.26	1
7-yr	3.37	0	3.37	0
10-yr	3.44	0	3.50	0
15-yr	3.68	0	3.68	0
20-yr	3.77	0	3.75	1
30-yr	4.00	-1	4.00	0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.24	1
3-yr	3.13	1
5-yr	3.19	1
7-yr	3.29	1
10-yr	3.41	-1

Source : Bloomberg

Note: UST levels as of NY market close on Thurs, 03 July

Upcoming Government Bond Tender

Nil

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries and stock markets were shut for the day on Friday to commemorate the Fourth of July. In other major bond markets, EU government bonds and JGB's were slightly firmer for the day with 10yr Bunds and JGBs both 1bp lower, while UK Gilts were a touch softer, with the 10yr Gilt higher by 1bp. **To recap, the benchmark 2-year UST yield closed at 3.88% on Thursday while the 10-year UST yield stood at 4.35%.** There are no economic data releases or Fed-speak for the day ahead, with the attention lying squarely on the reciprocal tariff announcements by the US administration.

MGS/GII

- Local govies were softer in trading on Friday in another light session with the US markets shut for the day. Secondary market volume for the day inched lower by 3% to RM4.39bn from the RM4.50bn that traded on Thursday. Overall benchmark yields were mixed by between -1 to +1bp (prior: -2 to +1bp). **The benchmark 5Y MGS 5/30 yield closed the day 1bp higher at 3.18% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.44%.** Trading interest for the day was again led by the off-the-run MGS 9/25, while decent interest was also seen in the benchmark 7Y GII, as well as in the off-the-run GII 10/25, GII 9/26 and MGS 11/26. The share of GII trading for the day receded to 53% of overall govies trading, versus the 58% seen the previous session. There are no domestic economic data releases for the coming day, with BNM set to decide on policy on Wednesday.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Friday in a lighter trading session, with secondary market volume plunging to 50% to RM798m versus the RM1,601m that changed hands on Thursday. Trading was led by the AAA-rated segment of the market. In the GG universe, LPPSA 9/39 and PRASA 10/39 led the interest, with both bonds settling the day at 3.75%, 16bps and 6bps lower versus where they last traded respectively. In the AAA space, activity was led by TRIPLC 10/25, closing at 3.18%, a massive 142bps lower compared to its last trade. Decent activity was also seen in TRIPLC 10/26 and PASB 4/39, which settled at 3.31% (-138bps from last print) and 3.79% (unchanged) respectively. In the AA-rated territory, trading was led by MBB 1/34 and GENRMTN 11/34, which closed at 3.76% (+2bps) and 4.56% (-8bps) respectively.

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	09/25	2.916	837	2.905	07/03/2025	1
MGS	07/26	2.959	104	2.955	07/03/2025	0
MGS	11/26	2.997	237	2.994	07/03/2025	0
MGS	05/27	3.046	11	3.031	07/03/2025	1
MGS	11/27	3.074	1	3.057	07/03/2025	2
MGS	04/28	3.134	9	3.119	07/03/2025	1
MGS	06/28	3.158	6	3.141	07/03/2025	2
MGS	04/29	3.198	30	3.217	07/03/2025	-2
MGS	08/29	3.216	67	3.223	07/03/2025	-1
MGS	04/30	3.232	154	3.222	07/03/2025	1
MGS	05/30	3.183	106	3.174	07/03/2025	1
MGS	04/31	3.350	44	3.340	07/03/2025	1
MGS	07/32	3.372	20	3.373	07/03/2025	0
MGS	11/33	3.482	70	3.480	07/03/2025	0
MGS	07/34	3.489	21	3.762	07/03/2025	-27
MGS	05/35	3.513	4	3.466	07/03/2025	5
MGS	04/37	3.659	53	3.652	07/03/2025	1
MGS	06/38	3.683	10	3.669	07/03/2025	1
MGS	04/39	3.676	50	3.672	07/03/2025	0
MGS	10/42	3.772	22	3.790	07/03/2025	-2
MGS	09/43	3.819	10	3.805	07/02/2025	1
MGS	05/44	3.773	20	3.775	07/03/2025	0
MGS	03/46	3.906	60	3.906	07/03/2025	0
MGS	07/48	3.938	50	3.940	07/03/2025	0
MGS	06/50	3.976	64	3.977	07/03/2025	0
MGS	03/53	3.995	14	4.001	07/03/2025	-1
GII	10/25	2.975	470	2.927	07/02/2025	5
GII	09/26	3.007	250	3.024	07/03/2025	-2
GII	07/28	3.153	90	3.150	07/03/2025	0
GII	10/28	3.182	100	3.172	07/03/2025	1
GII	12/28	3.197	10	3.202	07/02/2025	0
GII	07/29	3.218	4	3.232	07/03/2025	-1
GII	08/30	3.256	40	3.250	07/03/2025	1
GII	10/31	3.371	510	3.365	07/03/2025	1
GII	10/32	3.451	40	3.442	07/03/2025	1
GII	04/35	3.495	160	3.490	07/03/2025	0
GII	07/36	3.596	215	3.590	07/03/2025	1
GII	08/37	3.638	80	3.640	07/03/2025	0
GII	09/39	3.692	100	3.689	07/03/2025	0
GII	07/40	3.680	104	3.680	07/03/2025	0
GII	09/41	3.758	81	3.752	07/03/2025	1
GII	08/43	3.837	1	3.791	07/02/2025	5
GII	05/45	3.752	20	3.746	07/03/2025	1
GII	11/49	3.962	41	3.963	07/03/2025	0
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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 (bps)	Spread Against MGS*
Lembaga Pembiayaan Perumahan Sektor Awam	09/39	GG	3.747	80	3.911	16/4/2025	-16	6
Prasarana Malaysia Berhad	10/39	GG	3.748	80	3.809	22/5/2025	-6	7
Prasarana Malaysia Berhad	02/40	GG	3.757	10	3.772	30/6/2025	-1	7
Prasarana Malaysia Berhad	03/40	GG	3.759	10	3.865	23/4/2025	-11	8
DanaInfra Nasional Berhad	05/46	GG	3.870	30	3.874	3/7/2025	0	9
TRIpIc Ventures Sdn Berhad	10/25	AAA	3.183	50	4.602	9/7/2012	-142	18
Projek Lebuhraya Usahasama Berhad	01/26	AAA	3.402	35	3.429	24/6/2025	-3	40
Projek Lebuhraya Usahasama Berhad	01/26	AAA	3.411	10	4.101	29/3/2023	-69	41
TRIpIc Ventures Sdn Berhad	10/26	AAA	3.313	40	4.695	19/12/2011	-138	31
Mercedes-Benz Services Malaysia Sdn Berhad	03/27	AAA	3.632	15	3.828	21/6/2024	-20	56
Small Medium Enterprise Development Bank Malay	05/28	AAA	3.758	20	3.978	17/1/2025	-22	64
Cagamas Berhad	06/28	AAA	3.457	10	n/a	n/a	346	33
CelcomDigi Telecommunications Sdn Berhad (fka C	05/30	AAA	3.609	20	3.612	19/6/2025	0	43
Bank Pembangunan Malaysia Berhad	06/31	AAA	3.698	10	3.707	26/6/2025	-1	37
Sarawak Energy Berhad	12/32	AAA	3.628	20	3.617	5/6/2025	1	25
Tenaga Nasional Berhad	08/33	AAA	3.649	10	3.858	20/3/2025	-21	20
Sarawak Energy Berhad	11/33	AAA	3.649	10	3.795	17/4/2025	-15	20
CIMB Islamic Bank Berhad	03/34	AAA	3.709	20	3.728	1/7/2025	-2	25
Danum Capital Berhad	08/34	AAA	3.672	25	3.678	10/6/2025	-1	21
SMJ Energy Sdn Berhad (fka SMJ Sdn Berhad)	06/35	AAA	3.789	20	n/a	n/a	379	34
CIMB Islamic Bank Berhad	07/35	AAA	3.719	10	3.749	1/7/2025	-3	27
Pengurusan Air SPV Berhad	04/39	AAA	3.789	40	3.789	3/7/2025	0	11
Kuala Lumpur Kepong Berhad	04/26	AA1	3.494	10	3.498	3/7/2025	0	49
United Overseas Bank (Malaysia) Berhad	10/32	AA1	3.363	2	3.364	3/7/2025	0	-1
Malayan Banking Berhad	01/34	AA1	3.760	40	3.742	23/6/2025	2	30
Kuala Lumpur Kepong Berhad	09/34	AA1	3.768	10	3.771	3/7/2025	0	31
Genting RMTN Berhad	11/34	AA1	4.563	40	4.645	24/6/2025	-8	110
Perbadanan Kemajuan Negeri Selangor	02/35	AA1	3.930	20	3.949	24/6/2025	-2	48
Sabah Credit Corporation	04/35	AA1	3.829	20	3.859	23/6/2025	-3	38
Sime Darby Property Berhad	04/40	AA+	3.798	10	3.798	24/6/2025	0	12
OSK Rated Bond Sdn Berhad	04/31	AA	3.703	5	3.712	25/6/2025	-1	38
OSK Rated Bond Sdn Berhad	03/35	AA	3.758	30	3.759	1/7/2025	0	31
Qualitas Sukuk Berhad	03/28	AA3	4.260	10	4.346	6/5/2025	-9	114
Gamuda Berhad	06/30	AA3	3.659	10	3.682	1/7/2025	-2	48
Malayan Banking Berhad	02/17	AA3	8.297	1	5.613	1/7/2025	268	452
Quantum Solar Park (Semenanjung) Sdn Berhad	10/27	AA-	3.826	10	4.017	12/8/2024	-19	75
Qualitas Sukuk Berhad	03/25	A2	5.588	3	5.728	3/7/2025	-14	181
Affin Islamic Bank Berhad	10/18	A3	4.432	1	4.247	23/6/2025	19	65
Tropicana Corporation Berhad	09/19	A-	6.545	1	6.547	5/6/2025	0	277
				798				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
AEON Credit Service (M) Berhad	RM5bn Sukuk Wakalah Programme: Senior Sukuk Subordinated Sukuk	AA3/Stable A1/Stable	Affirmed
TRIpIc Ventures Sdn Bhd	MTN Programme of up to RM240m in nominal value (2011/2026)	AAA(bg)/Stable	Affirmed
Pujian Bayu Sdn Bhd's	RM200m MTN Programme	AA3/Stable	Affirmed
Ideal Water Resources Sdn Bhd	RM255m Tranche 2 Sukuk (2025/2034) under its existing Sukuk Murabahah Programme of up to RM1bn (2023/-)	AA2/Stable	Assigned Final Ratings

Source: RAM, MARC

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