

Global Markets Research

Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
1-yr UST	3.91	-4
2-yr UST	3.97	-5
3-yr UST	4.36	-6
30-yr UST	4.84	-8

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.17	2	3.18	-1
5-yr	3.24	-3	3.27	-2
7-yr	3.44	-2	3.41	-3
10-yr	3.54	-3	3.57	0
15-yr	3.70	-1	3.69	-2
20-yr	3.79	1	3.81	2
30-yr	4.00	-2	3.99	-1

Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.27	-1
3-yr	3.19	-1
5-yr	3.27	-1
7-yr	3.37	-1
10-yr	3.49	-2

Source: Bloomberg

Upcoming Government Bond Tender

Reopening of RM3bn of the benchmark 30Y GII 3/54 on Friday 13 June (with an additional RM2bn to be privately placed)

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries continued to rally in trading on Thursday, as US PPI for May coming in cooler than expected and a continued elevated level of weekly jobless claims reinvigorated Fed rate cut bets. A solid 30-year UST auction added to the bid tone for the day and the long end outperformed, resulting in the UST curve flattening. **The benchmark 2-year UST yield fell by 4bps to 3.91% while the 10-year UST yield declined by 6bps for the day to 4.36%.** The University of Michigan's preliminary consumer sentiment index for June is scheduled for release today, with the focus on the headline index as well as the longer-term inflation expectations component.

MGS/GII

- Local govies were firmer in trading on Thursday, taking cue from the overnight rally in the UST market in the absence of any economic data domestically. Secondary market volume for MGS/GII trading inched lower by 4% to RM5.97bn from the RM6.22bn that swapped hands on Wednesday. Overall benchmark yields were mixed by between -3 to +2bps (prior: 0 to 4bps higher). **The benchmark 5Y MGS 5/30 yield closed the day lower by 3bps at 3.24% while the yield on the benchmark 10Y MGS 7/34 also declined by 3bps to 3.54%.** Trading interest for the day was led by the off-the-run MGS 9/25, while decent interest was also seen in the benchmark 3Y MGS/GII and 7Y GII, as well as in the off-the-run GII 9/30. The share of GII trading for the day inched receded to 38% of overall govies trading versus the 57% seen the day before. The day ahead sees the reopening of the benchmark 30Y GII 3/54, with RM3bn set to be auctioned at lunchtime.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Thursday in a heavier trading session, with secondary market volume climbing by 49% to RM1,334m versus the RM898m that traded on Wednesday. Trading was led by the AAA-rated segment of the market. In the GG universe, DANA 2/29 led the interest, closing the day at 3.30%, 9bps lower compared to where it last traded. In the AAA-rated space, CAGA 6/28 (UG250161) led trading, settling at 3.45% in a secondary market debut. Over in the AA-rated territory, interest was led by UEMS 5/26, which closed at 3.70%, a whopping 40bps lower versus where the bond last traded, while in the A-rated arena, interest was led by BIMB 4.58% Perps, which settled the day at 3.93%, 7bps lower versus its last print.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.892	1758	3.057	06/11/2025	-17
MGS	07/26	2.997	146	3.010	06/11/2025	-1
MGS	05/27	3.108	213	3.116	06/11/2025	-1
MGS	04/28	3.173	499	3.157	06/10/2025	2
MGS	06/28	3.197	50	3.210	06/11/2025	-1
MGS	04/29	3.262	2	3.273	06/11/2025	-1
MGS	08/29	3.289	20	3.308	06/11/2025	-2
MGS	05/30	3.240	200	3.269	06/11/2025	-3
MGS	04/31	3.418	5	3.369	06/11/2025	5
MGS	06/31	3.419	20	3.403	06/09/2025	2
MGS	07/32	3.441	299	3.463	06/11/2025	-2
MGS	04/33	3.514	1	3.549	06/11/2025	-4
MGS	11/33	3.552	16	3.538	06/11/2025	1
MGS	07/34	3.535	334	3.561	06/11/2025	-3
MGS	05/35	3.559	20	3.534	06/11/2025	3
MGS	04/37	3.676	53	3.679	06/11/2025	0
MGS	04/39	3.700	14	3.714	06/11/2025	-1
MGS	05/40	3.746	18	3.749	06/11/2025	0
MGS	10/42	3.804	2	3.818	06/11/2025	-1
MGS	05/44	3.785	1	3.778	06/11/2025	1
MGS	03/46	3.937	10	3.937	06/11/2025	0
MGS	06/50	3.932	5	4.033	06/11/2025	-10
MGS	03/53	4.001	3	4.019	06/11/2025	-2
GII	08/25	2.876	2	2.934	06/11/2025	-6
GII	09/27	3.117	190	3.139	06/11/2025	-2
GII	07/28	3.178	510	3.185	06/11/2025	-1
GII	07/29	3.269	20	3.291	06/11/2025	-2
GII	08/30	3.316	150	3.329	06/11/2025	-1
GII	09/30	3.340	500	3.352	06/11/2025	-1
GII	10/30	3.360	3	3.361	06/11/2025	0
GII	10/31	3.409	430	3.440	06/11/2025	-3
GII	10/32	3.497	70	3.510	06/11/2025	-1
GII	08/33	3.548	60	3.562	06/11/2025	-1
GII	11/34	3.574	10	3.573	06/11/2025	0
GII	04/35	3.546	42	3.563	06/11/2025	-2
GII	09/39	3.709	50	3.723	06/11/2025	-1
GII	07/40	3.690	115	3.700	06/11/2025	-1
GII	08/43	3.812	20	3.789	06/10/2025	2
GII	11/49	3.990	40	4.008	06/11/2025	-2
GII	03/54	3.992	64	4.007	06/10/2025	-1
			5966			

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
AC First Genesis Berhad	First Tranche Sukuk Ijarah under its RM3bn Sukuk Ijarah Programme: Class A Class B	AAA/Stable AA2/Stable	Affirmed
Putrajaya Holdings Sdn Bhd	RM1.5bn Sukuk Musharakah Medium-Term Notes Programme	AAA/Stable	Withdrawn
Tenaga Nasional Berhad	Sukuk programmes	AAA/Stable/P1	Affirmed

Source: RAM, MARC

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