

## Global Markets Research

### Fixed Income

## Fixed Income Daily Market Snapshot

### US Treasuries

- US Treasuries were mostly softer in trading on Thursday, except for the front end of the maturity spectrum, amidst larger than expected rises seen in the weekly initial and continuing jobless claims. Benchmark yields were mixed, with the UST curve steepening for the day. **The benchmark 2Y UST yield fell by 1bp for the day to 4.29% while the benchmark 10Y UST yield advanced by 3bps to 4.64%.** Tonight sees the release of existing home sales for December, the final consumer sentiment reading from the University of Michigan, and the S&P Global's preliminary US PMIs for January.

### MGS/GII

- Local govies were slightly lower in trading on Thursday, amidst a rather well received reopening auction of RM5.5bn of the GII 7/28, which drew a decent BTC of 2.623x, with the bond taking over as the benchmark 3Y GII. Secondary market volume for the day receded by 8% to RM6.94bn from the RM7.55bn that traded on Wednesday. Overall benchmark yields ended the day higher by between 0 to 1bps (prior: lower by 0 to 1bp), except for the 20Y GII which corrected from odd lot trades the prior day. **The benchmark 5Y MGS 8/29 yield was 1bp higher for the day at 3.61% while the yield on the benchmark 10Y MGS 7/34 was also 1bp higher at 3.81%.** Trading activity for the day was led by the benchmark 3Y GII, while decent interest was also seen in the off-the-run MGS 3/25, MGS 9/25, MGS 4/26, MGS 4/31 and GII 10/32, as well as in the benchmark 7Y MGS. The share of GII trading for the day rose to 53% of overall govies trading from the 37% seen the day before. There are no economic releases domestically for the day ahead.

### Corp Bonds/Sukuk

- The corporate bond/sukuk market was mixed in trading on Thursday, with secondary market volume for the day climbing by 39% to RM663m versus the RM478m that changed hands on Wednesday. Trading for the day was led by the AAA-rated segment of the market. In the GG universe, interest was dominated by DANA 11/38, which closed at 3.98%, 2bps lower versus where it last traded. In the AAA-space, trading was led by PSEP 5/27 and PSEP 11/27, which settled the day at 3.75% (+2bps versus last print) and 3.78% (-6bps) respectively. In the AA-rated arena, trading was led by BIMB 7/31, which closed at 4.04% (-2bps), while in the A-rated segment, BIMB 4.58% Perps led the interest, settling the day at 4.17% (-3bps).

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.29	-1
5-yr UST	4.45	2
10-yr UST	4.64	3
30-yr UST	4.87	4

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.43	0	3.55	1
5-yr	3.61	1	3.64	1
7-yr	3.78	0	3.77	1
10-yr	3.81	1	3.84	0
15-yr	3.97	0	3.94	0
20-yr	4.06	0	4.08	9
30-yr	4.18	0	4.19	1

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.58	0
3-yr	3.53	0
5-yr	3.57	0
7-yr	3.65	0
10-yr	3.75	1

Source: Bloomberg

### Upcoming Government Bond Tender

Nil

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	03/25	3.118	372	3.009	01/22/2025	11
MGS	09/25	3.190	595	3.200	01/22/2025	-1
MGS	04/26	3.270	480	3.236	01/22/2025	3
MGS	07/26	3.321	66	3.284	01/22/2025	4
MGS	11/26	3.328	30	3.317	01/22/2025	1
MGS	05/27	3.434	22	3.436	01/22/2025	0
MGS	11/27	3.478	96	3.476	01/22/2025	0
MGS	04/28	3.532	251	3.521	01/22/2025	1
MGS	06/28	3.542	40	3.543	01/22/2025	0
MGS	04/29	3.596	70	3.591	01/22/2025	0
MGS	08/29	3.613	72	3.606	01/22/2025	1
MGS	04/31	3.775	406	3.773	01/22/2025	0
MGS	06/31	3.779	1	3.779	01/21/2025	0
MGS	07/32	3.783	354	3.783	01/22/2025	0
MGS	11/33	3.842	153	3.840	01/22/2025	0
MGS	07/34	3.813	118	3.802	01/22/2025	1
MGS	05/35	3.840	6	3.852	01/22/2025	-1
MGS	04/37	3.939	30	3.940	01/22/2025	0
MGS	06/38	3.959	51	3.944	01/21/2025	2
MGS	04/39	3.970	11	3.969	01/22/2025	0
MGS	05/40	3.992	56	3.990	01/22/2025	0
MGS	10/42	4.050	2	4.029	01/22/2025	2
MGS	05/44	4.056	1	4.059	01/22/2025	0
MGS	03/46	4.078	11	4.102	01/22/2025	-2
MGS	06/50	4.109	2	4.151	01/22/2025	-4
GII	08/25	3.231	230	3.213	01/22/2025	2
GII	10/25	3.242	181	3.225	01/21/2025	2
GII	03/26	3.307	195	3.305	01/22/2025	0
GII	09/26	3.327	140	3.322	01/22/2025	0
GII	09/27	3.480	3	3.472	01/22/2025	1
GII	07/28	3.554	2031	3.545	01/22/2025	1
GII	10/28	3.562	10	3.552	01/22/2025	1
GII	07/29	3.635	101	3.628	01/22/2025	1
GII	09/30	3.710	32	3.715	01/22/2025	0
GII	10/30	3.729	10	3.728	01/22/2025	0
GII	10/31	3.769	70	3.762	01/22/2025	1
GII	10/32	3.807	290	3.810	01/22/2025	0
GII	06/33	3.833	20	3.831	01/22/2025	0
GII	08/33	3.831	60	3.831	01/22/2025	0
GII	11/34	3.836	60	3.835	01/22/2025	0
GII	10/35	3.849	20	3.843	01/16/2025	1
GII	07/40	3.944	130	3.949	01/22/2025	0
GII	09/41	4.012	10	3.917	01/22/2025	9
GII	08/43	4.078	44	3.988	01/22/2025	9
GII	05/47	4.141	1	4.113	01/17/2025	3
GII	11/49	4.157	1	4.174	01/21/2025	-2
GII	03/54	4.190	10	4.185	01/22/2025	1
			6944			

## 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*
Jambatan Kedua Sdn Berhad	07/26	GG	3.499	20	3.480	21/11/2024	2	14
DanaInfra Nasional Berhad	03/34	GG	3.859	30	3.882	21/1/2025	-2	4
Prasarana Malaysia Berhad	06/34	GG	3.859	20	3.864	22/1/2025	0	4
DanaInfra Nasional Berhad	09/35	GG	3.869	10	3.908	14/1/2025	-4	5
Prasarana Malaysia Berhad	03/37	GG	3.931	30	4.109	8/9/2023	-18	11
DanaInfra Nasional Berhad	11/38	GG	3.983	100	4.004	8/1/2025	-2	1
Petroleum Sarawak Exploration & Production	05/27	AAA	3.746	60	3.728	28/8/2024	2	39
Petroleum Sarawak Exploration & Production	11/27	AAA	3.776	60	3.836	21/11/2024	-6	32
Projek Lebuhraya Usahasama Berhad	01/29	AAA	3.867	10	3.876	22/1/2025	-1	31
Bank Simpanan Nasional Berhad	02/29	AAA	3.848	20	3.800	12/12/2024	5	29
Danum Capital Berhad	06/29	AAA	3.877	10	3.921	15/11/2024	-4	32
Malaysia Airport Holdings Berhad	11/30	AAA	3.898	5	3.896	24/12/2024	0	20
Bakun Hydro Power Generation Sdn Berhad	08/31	AAA	3.865	10	3.895	21/1/2025	-3	8
Pengurusan Air SPV Berhad	02/33	AAA	3.913	20	3.979	14/1/2025	-7	11
Sarawak Energy Berhad	07/33	AAA	3.929	5	3.946	16/1/2025	-2	12
Projek Lebuhraya Usahasama Berhad	01/35	AAA	3.970	30	3.986	11/12/2024	-2	15
Danum Capital Berhad	02/35	AAA	4.053	1	4.002	31/12/2024	5	23
CIMB Islamic Bank Berhad	07/35	AAA	3.969	40	4.019	10/1/2025	-5	15
Tenaga Nasional Berhad	06/37	AAA	3.986	20	4.040	3/1/2025	-5	17
Tenaga Nasional Berhad	08/38	AAA	4.008	20	4.038	8/1/2025	-3	4
Hong Leong Bank Berhad	06/34	AA1	4.008	10	4.006	20/1/2025	0	19
YTL Power International Berhad	03/37	AA1	4.108	10	4.097	24/12/2024	1	29
YTL Power International Berhad	10/39	AA1	4.159	10	4.158	16/1/2025	0	19
Solarpack Suria Sungai Petani Sdn Berhad	10/32	AA2	4.259	10	4.574	8/12/2023	-32	45
Solarpack Suria Sungai Petani Sdn Berhad	10/34	AA2	4.359	10	4.498	26/6/2024	-14	54
SP Setia Berhad	06/28	AA	3.951	10	3.924	16/12/2024	3	50
Pelabuhan Tanjung Pelepas Sdn Berhad	06/30	AA	4.018	2	3.990	8/1/2025	3	40
OSK Rated Bond Sdn Berhad	09/30	AA	4.028	6	4.028	8/1/2025	0	33
Perbadanan Kemajuan Pertanian Negeri Pal	10/25	AA3	4.528	10	4.828	12/1/2024	-30	126
Malayan Cement Berhad (fka Lafarge Malays	07/27	AA3	3.956	10	3.936	6/1/2025	2	60
Tanjung Bin Energy Sdn Berhad	03/31	AA3	4.877	6	4.871	10/1/2025	1	117
Bank Islam Malaysia Berhad	07/31	AA3	4.036	20	4.058	24/12/2024	-2	33
Malaysian Reinsurance Berhad	10/32	AA3	4.348	1	4.201	14/1/2025	15	54
Malayan Banking Berhad	02/17	AA3	3.995	4	4.002	20/1/2025	-1	-6
DRB-Hicom Berhad	08/30	AA-	4.108	1	4.101	18/12/2024	1	41
LBS Bina Group Berhad	01/32	AA-	4.810	5	4.610	22/1/2025	20	102
MEX I Capital Berhad (formerly known as Brig	01/37	A1	5.150	1	5.081	19/11/2024	7	133
Tan Chong Motor Holdings Berhad	06/26	A	5.604	1	5.605	21/1/2025	0	234
Bank Islam Malaysia Berhad	10/23	A3	4.168	15	4.197	20/1/2025	-3	11
				663				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

**Hong Leong Bank Berhad**

Fixed Income &amp; Economic Research, Global Markets

Level 8, Hong Leong Tower

6, Jalan Damanela

Bukit Damansara

50490 Kuala Lumpur

Tel: 603-2081 1221

Fax: 603-2081 8936

Email: [HLMarkets@hlbb.hongleong.com.my](mailto:HLMarkets@hlbb.hongleong.com.my)**DISCLAIMER**

This report is for information purposes only and does not take into account the investment objectives, financial situation or particular needs of any particular recipient. The information contained herein does not constitute the provision of investment advice and is not intended as an offer or solicitation with respect to the purchase or sale of any of the financial instruments mentioned in this report and will not form the basis or a part of any contract or commitment whatsoever.

The information contained in this publication is derived from data obtained from sources believed by Hong Leong Bank Berhad ("HLBB") to be reliable and in good faith, but no warranties or guarantees, representations are made by HLBB with regard to the accuracy, completeness or suitability of the data. Any opinions expressed reflect the current judgment of the authors of the report and do not necessarily represent the opinion of HLBB or any of the companies within the Hong Leong Bank Group ("HLB Group"). The opinion reflected herein may change without notice and the opinions do not necessarily correspond to the opinions of HLBB. HLBB does not have an obligation to amend, modify or update this report or to otherwise notify a reader or recipient thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate.

HLB Group, their directors, employees and representatives do not have any responsibility or liability to any person or recipient (whether by reason of negligence, negligent misstatement or otherwise) arising from any statement, opinion or information, expressed or implied, arising out of, contained in or derived from or omission from the reports or matter.

Potential and actual conflict of interest may arise from the activities of HLB Group. HLB Group constitute a diversified financial services group. These entities engage in a wide range of commercial and investment banking, brokerage, funds management, hedging transactions and other activities for their own account or the account of others. In the ordinary course of their business, HLB Group may effect transactions for their own account or for the account of their customers and hold long or short positions in the financial instruments. HLB Group, in connection with its business activities, may possess or acquire material information about the financial instruments. Such activities and information may involve or have an effect on the financial instruments. HLB Group have no obligation to disclose such information about the financial instruments or their activities.

The past performance of financial instruments is not indicative of future results. Whilst every effort is made to ensure that statements of facts made in this report are accurate, all estimates, projections, forecasts, expressions of opinion and other subjective judgments contained in this report are based on assumptions considered to be reasonable as of the date of the document in which they are contained and must not be construed as a representation that the matters referred to therein will occur. Any projections or forecasts mentioned in this report may not be achieved due to multiple risk factors including without limitation market volatility, sector volatility, corporate actions, the unavailability of complete and accurate information. No assurance can be given that any opinion described herein would yield favorable investment results. Recipients who are not market professional or institutional investor customer of HLBB should seek the advice of their independent financial advisor prior to taking any investment decision based on the recommendations in this report.

HLBB may provide hyperlinks to websites of entities mentioned in this report, however the inclusion of a link does not imply that HLBB endorses, recommends or approves any material on the linked page or accessible from it. Such linked websites are accessed entirely at your own risk. HLBB does not accept responsibility whatsoever for any such material, nor for consequences of its use.

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. This report is for the use of the addressees only and may not be redistributed, reproduced or passed on to any other person or published, in part or in whole, for any purpose, without the prior, written consent of HLBB. The manner of distributing this report may be restricted by law or regulation in certain countries. Persons into whose possession this report may come are required to inform themselves about and to observe such restrictions. By accepting this report, a recipient hereof agrees to be bound by the foregoing limitations.