

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries fell in trading on Monday, after President Trump signaled that tariffs arriving on Apr 02 would be more targeted than initially thought. Economic data for the day was positive, with the preliminary composite US PMI for March unexpectedly rising for the month driven by a strong services reading, and the Fed's Bostic was on the wires saying that he sees only one Fed cut for the year. **The benchmark 2Y UST yield was 9bps higher for the day at 4.04% while the benchmark 10Y UST yield also advanced by 9bps to 4.34%.** Tonight sees the release of new homes sales for February, as well as the Conference Board's consumer confidence index.

MGS/GII

- Local govies were mostly weaker in trading on Monday, amidst the release of Bank Negara's 2024 Annual Report, which showed that the central bank is cautiously optimistic about growth this year while acknowledging the numerous risks to the outlook. Secondary market volume for the day declined by 16% to RM6.60bn from the RM7.84bn that changed hands on Friday. Overall benchmark yields were mixed by between -1 to +2bps (prior: 0 to 2bps lower). **The benchmark 5Y MGS 8/29 yield was little changed for the day at 3.54% while the yield on the benchmark 10Y MGS 7/34 advanced by 2bps to 3.75%.** Trading activity for the day was led by the off-the-run GII 9/30, while decent interest was also seen in the off-the-run MGS 9/25 and GII 10/32. As well as in the benchmark 10Y MGS/GII and 15Y MGS. The share of GII trading for the day rose to 46% of overall govies trading versus 43% seen the day before. There are no economic data releases for the day ahead, but we should get the announcement of the reopening of the benchmark 10Y MGS 7/34, where we expect RM4bn to be put up for sale.

Corp Bonds/Sukuk

- The corporate bond/sukuk market was better bid in trading on Monday, with secondary market volume for the day rising by 16% to RM830m versus the RM717m that traded on Friday. Trading for the day was led by the AA-rated segment of the market. In the GG universe, interest was led by DANA 4/48, which settled the day at 4.07%, 10bps lower versus where it last traded. In the AAA-space, trading was led by TNB 8/30 and AIRSEL 10/41, which closed at 3.79% (-6bps from last print) and 4.00% (-4bps) respectively. In the AA-rated arena, interest was led by AFFIN 5/29, which settled at 3.94% (-3bps) while in the A-rated territory, CIMBG 4.75% Perps drew interest and closed at 4.10% (-1bp).

| UST | | |
|-----------|-------------|-----------|
| Tenure | Closing (%) | Chg (bps) |
| 2-yr UST | 4.04 | 9 |
| 5-yr UST | 4.10 | 9 |
| 10-yr UST | 4.34 | 9 |
| 30-yr UST | 4.66 | 7 |

| MGS | | | GII* | | |
|--------|-------------|-----------|-------------|-----------|--|
| Tenure | Closing (%) | Chg (bps) | Closing (%) | Chg (bps) | |
| 3-yr | 3.37 | 1 | 3.52 | 2 | |
| 5-yr | 3.54 | 0 | 3.57 | 1 | |
| 7-yr | 3.70 | 1 | 3.69 | 1 | |
| 10-yr | 3.75 | 2 | 3.75 | 0 | |
| 15-yr | 3.90 | 2 | 3.90 | 1 | |
| 20-yr | 3.99 | 1 | 4.00 | 0 | |
| 30-yr | 4.13 | -1 | 4.05 | -7 | |

* Market indicative levels

| MYR IRS Levels | | |
|----------------|-------------|-----------|
| IRS | Closing (%) | Chg (bps) |
| 1-yr | 3.54 | 0 |
| 3-yr | 3.43 | 0 |
| 5-yr | 3.46 | 1 |
| 7-yr | 3.53 | 0 |
| 10-yr | 3.62 | 0 |

Source: Bloomberg

Non-Resident (NR) Bond Holdings Change

| | Govt NR Holdings | Corp NR Holdings |
|--------------|------------------|------------------|
| Daily Change | 631 | -8 |
| MTD Change | -870 | 310 |

Figures in RM 'mil (as of 21 Mar 2025)

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 | 09/25 | 3.153 | 638 | 3.179 | 03/21/2025 | -3 |
| MGS | 04/26 | 3.215 | 10 | 3.245 | 03/19/2025 | -3 |
| MGS | 07/26 | 3.300 | 129 | 3.310 | 03/21/2025 | -1 |
| MGS | 11/26 | 3.288 | 85 | 3.283 | 03/21/2025 | 0 |
| MGS | 03/27 | 3.342 | 22 | 3.421 | 03/21/2025 | -8 |
| MGS | 05/27 | 3.366 | 32 | 3.352 | 03/21/2025 | 1 |
| MGS | 11/27 | 3.415 | 18 | 3.405 | 03/21/2025 | 1 |
| MGS | 04/28 | 3.429 | 6 | 3.415 | 03/21/2025 | 1 |
| MGS | 06/28 | 3.494 | 13 | 3.500 | 03/21/2025 | -1 |
| MGS | 04/29 | 3.525 | 135 | 3.532 | 03/20/2025 | -1 |
| MGS | 08/29 | 3.537 | 227 | 3.536 | 03/21/2025 | 0 |
| MGS | 04/30 | 3.567 | 57 | 3.561 | 03/21/2025 | 1 |
| MGS | 04/31 | 3.685 | 123 | 3.679 | 03/21/2025 | 1 |
| MGS | 06/31 | 3.681 | 58 | 3.682 | 03/21/2025 | 0 |
| MGS | 07/32 | 3.695 | 183 | 3.681 | 03/21/2025 | 1 |
| MGS | 04/33 | 3.731 | 12 | 3.728 | 03/21/2025 | 0 |
| MGS | 11/33 | 3.737 | 68 | 3.743 | 03/21/2025 | -1 |
| MGS | 07/34 | 3.750 | 527 | 3.734 | 03/21/2025 | 2 |
| MGS | 05/35 | 3.765 | 55 | 3.763 | 03/21/2025 | 0 |
| MGS | 04/37 | 3.869 | 264 | 3.862 | 03/21/2025 | 1 |
| MGS | 06/38 | 3.881 | 72 | 3.888 | 03/21/2025 | -1 |
| MGS | 04/39 | 3.896 | 327 | 3.879 | 03/21/2025 | 2 |
| MGS | 05/40 | 3.906 | 20 | 3.897 | 03/21/2025 | 1 |
| MGS | 10/42 | 3.972 | 33 | 3.956 | 03/21/2025 | 2 |
| MGS | 09/43 | 4.011 | 7 | 3.989 | 03/21/2025 | 2 |
| MGS | 05/44 | 3.988 | 149 | 3.979 | 03/21/2025 | 1 |
| MGS | 03/46 | 4.032 | 4 | 4.033 | 03/20/2025 | 0 |
| MGS | 07/48 | 4.076 | 6 | 4.079 | 03/20/2025 | 0 |
| MGS | 06/50 | 4.082 | 81 | 4.092 | 03/21/2025 | -1 |
| MGS | 03/53 | 4.130 | 206 | 4.139 | 03/21/2025 | -1 |
| GII | 08/25 | 3.236 | 100 | 3.217 | 03/21/2025 | 2 |
| GII | 10/25 | 3.236 | 2 | 3.216 | 03/20/2025 | 2 |
| GII | 09/26 | 3.344 | 30 | 3.348 | 03/20/2025 | 0 |
| GII | 07/27 | 3.404 | 18 | 3.431 | 03/19/2025 | -3 |
| GII | 09/27 | 3.435 | 4 | 3.430 | 03/20/2025 | 0 |
| GII | 07/28 | 3.518 | 220 | 3.496 | 03/21/2025 | 2 |
| GII | 10/28 | 3.543 | 92 | 3.548 | 03/20/2025 | 0 |
| GII | 07/29 | 3.574 | 50 | 3.564 | 03/21/2025 | 1 |
| GII | 08/30 | 3.573 | 277 | 3.569 | 03/21/2025 | 0 |
| GII | 09/30 | 3.601 | 681 | 3.605 | 03/21/2025 | 0 |
| GII | 10/30 | 3.708 | 40 | 3.628 | 03/21/2025 | 8 |
| GII | 10/31 | 3.691 | 81 | 3.684 | 03/21/2025 | 1 |
| GII | 10/32 | 3.720 | 584 | 3.708 | 03/21/2025 | 1 |
| GII | 06/33 | 3.734 | 50 | 3.726 | 03/21/2025 | 1 |
| GII | 08/33 | 4.535 | 100 | 3.732 | 03/21/2025 | 80 |
| GII | 11/34 | 3.746 | 390 | 3.741 | 03/21/2025 | 0 |
| GII | 07/36 | 3.801 | 4 | 3.783 | 03/21/2025 | 2 |
| GII | 03/38 | 3.845 | 80 | 3.841 | 03/21/2025 | 0 |
| GII | 09/39 | 3.880 | 10 | 3.880 | 03/21/2025 | 0 |
| GII | 07/40 | 3.895 | 10 | 3.886 | 03/21/2025 | 1 |
| GII | 09/41 | 3.928 | 122 | 3.924 | 03/21/2025 | 0 |
| GII | 08/43 | 3.997 | 67 | 3.993 | 03/21/2025 | 0 |
| GII | 05/52 | 4.148 | 20 | 4.098 | 03/21/2025 | 5 |
| GII | 03/54 | 4.050 | 4 | 4.123 | 03/21/2025 | -7 |
| | | | 6602 | | | |

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 | 10/30 | GG | 3.658 | 10 | 3.689 | 4/3/2025 | -3 | 2 |
| DanaInfra Nasional Berhad | 10/32 | GG | 3.751 | 20 | 3.808 | 8/8/2024 | -6 | 4 |
| DanaInfra Nasional Berhad | 02/33 | GG | 3.745 | 20 | 3.848 | 14/2/2025 | -10 | 3 |
| Prasarana Malaysia Berhad | 03/35 | GG | 3.779 | 10 | 3.911 | 7/8/2024 | -13 | 3 |
| Lembaga Pembiayaan Perumahan Sektor Awam | 09/46 | GG | 4.049 | 20 | 4.069 | 19/3/2025 | -2 | 6 |
| DanaInfra Nasional Berhad | 04/48 | GG | 4.071 | 90 | 4.168 | 6/1/2025 | -10 | 8 |
| Prasarana Malaysia Berhad | 02/50 | GG | 4.099 | 30 | 4.099 | 21/3/2025 | 0 | 11 |
| Mercedes-Benz Services Malaysia Sdn Berhad | 08/26 | AAA | 3.724 | 10 | 3.670 | 13/3/2025 | 5 | 47 |
| Hong Leong Bank Berhad | 11/26 | AAA | 3.732 | 10 | n/a | n/a | 373 | 39 |
| Mercedes-Benz Services Malaysia Sdn Berhad | 10/28 | AAA | 3.998 | 5 | 3.800 | 8/10/2024 | 20 | 50 |
| Bank Pembangunan Malaysia Berhad | 12/28 | AAA | 3.796 | 40 | 3.847 | 13/3/2025 | -5 | 30 |
| Toyota Capital Malaysia Sdn Berhad | 02/30 | AAA | 3.856 | 10 | 3.861 | 20/3/2025 | -1 | 31 |
| Danum Capital Berhad | 05/30 | AAA | 3.728 | 10 | 3.912 | 10/1/2025 | -18 | 18 |
| DiGi Telecommunications Sdn Berhad | 05/30 | AAA | 3.728 | 20 | 3.747 | 21/3/2025 | -2 | 18 |
| Tenaga Nasional Berhad | 08/30 | AAA | 3.786 | 40 | 3.847 | 18/2/2025 | -6 | 24 |
| Cagamas Berhad | 05/31 | AAA | 3.822 | 10 | 3.831 | 5/3/2025 | -1 | 19 |
| Pelaburan Hartanah Berhad | 09/31 | AAA | 3.910 | 10 | 3.908 | 12/3/2025 | 0 | 28 |
| Projek Lebuhraya Usahasama Berhad | 01/33 | AAA | 3.817 | 20 | 3.848 | 20/3/2025 | -3 | 11 |
| Projek Lebuhraya Usahasama Berhad | 01/33 | AAA | 3.817 | 10 | 3.859 | 19/3/2025 | -4 | 11 |
| Cagamas Berhad | 10/33 | AAA | 3.838 | 10 | 3.836 | 21/3/2025 | 0 | 11 |
| Projek Lebuhraya Usahasama Berhad | 01/34 | AAA | 3.837 | 10 | 3.872 | 19/3/2025 | -3 | 11 |
| Pengurusan Air Selangor Sdn Berhad | 10/41 | AAA | 4.004 | 40 | 4.039 | 6/3/2025 | -4 | 11 |
| Sabah Development Bank Berhad | 03/27 | AA1 | 4.234 | 1 | n/a | n/a | 423 | 90 |
| Kuala Lumpur Kepong Berhad | 09/29 | AA1 | 3.774 | 40 | 3.941 | 13/2/2025 | -17 | 23 |
| Sabah Credit Corporation | 03/31 | AA1 | 3.938 | 10 | n/a | n/a | 394 | 30 |
| Sabah Credit Corporation | 07/31 | AA1 | 3.939 | 10 | 3.999 | 10/2/2025 | -6 | 30 |
| YTL Power International Berhad | 03/37 | AA1 | 4.019 | 20 | 3.999 | 21/3/2025 | 2 | 27 |
| YTL Power International Berhad | 08/38 | AA1 | 4.009 | 5 | 4.038 | 6/3/2025 | -3 | 12 |
| YTL Power International Berhad | 08/39 | AA1 | 4.049 | 20 | 4.039 | 14/3/2025 | 1 | 16 |
| YTL Power International Berhad | 10/39 | AA1 | 4.049 | 20 | 4.039 | 10/3/2025 | 1 | 16 |
| Imtiaz Sukuk II Berhad | 10/28 | AA2 | 3.856 | 40 | 3.855 | 14/3/2025 | 0 | 36 |
| Affin Bank Berhad | 05/29 | AA3 | 3.937 | 60 | 3.968 | 25/2/2025 | -3 | 44 |
| Bank Islam Malaysia Berhad | 07/31 | AA3 | 3.931 | 10 | 3.958 | 25/2/2025 | -3 | 30 |
| BGSM Management Sdn Berhad | 06/34 | AA3 | 3.959 | 10 | 3.979 | 27/2/2025 | -2 | 23 |
| IJM Treasury Management Sdn Berhad | 03/35 | AA3 | 3.949 | 45 | n/a | n/a | 395 | 20 |
| IJM Treasury Management Sdn Berhad | 03/39 | AA3 | 4.059 | 10 | 4.079 | 21/3/2025 | -2 | 17 |
| IJM Treasury Management Sdn Berhad | 03/40 | AA3 | 4.078 | 10 | 4.179 | 20/3/2025 | -10 | 18 |
| Malayan Banking Berhad | 02/17 | AA3 | 3.908 | 10 | 3.952 | 14/3/2025 | -4 | -8 |
| UEM Sunrise Berhad | 03/26 | AA- | 3.774 | 10 | 3.702 | 12/2/2025 | 7 | 52 |
| Eco World Capital Berhad | 08/28 | AA- | 3.907 | 10 | 3.937 | 10/3/2025 | -3 | 52 |
| MMC Port Holdings Sdn Berhad | 04/29 | AA- | 3.873 | 20 | 3.871 | 20/3/2025 | 0 | 38 |
| Dialog Group Berhad | 11/20 | A1 | 4.964 | 2 | 4.901 | 11/3/2025 | 6 | 98 |
| CIMB Group Holdings Berhad | 12/21 | A1 | 4.098 | 10 | 4.109 | 21/2/2025 | -1 | 11 |
| MBSB Bank Berhad (fka Asian Finance Bank Berhad) | 12/31 | A- | 4.629 | 2 | 4.937 | 6/3/2025 | -31 | 94 |
| Alliance Bank Malaysia Berhad | 11/17 | BBB1 | 4.096 | 1 | 4.011 | 20/3/2025 | 9 | 11 |
| | | | | 830 | | | | |

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

| Rating Action | | | |
|---------------|-----------------|----------------|--------|
| Issuer | PDS Description | Rating/Outlook | Action |
| Nil | | | |

Source: RAM, MARC

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