

MARKET COMMENTARY

# Money market review and outlook

May 2022



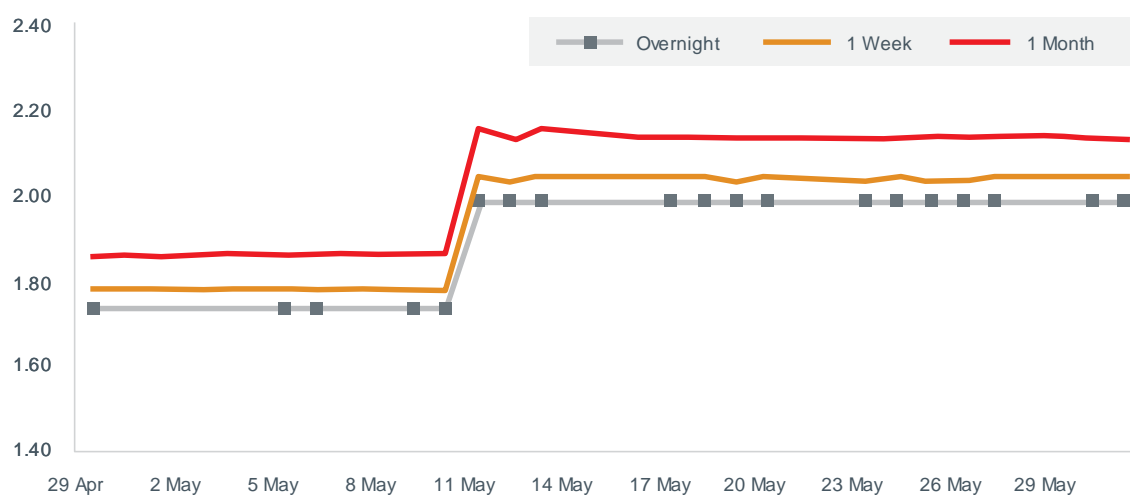
## Review

- BNM raised the OPR by 0.25% to 2% in May 2022. Following the OPR hike, the short-term rates were adjusted upwards by similar magnitude and remained range bound thereafter. The overnight and 1-week rates were traded at 1.73% to 2.04% while 1-month rates were dealt at 1.86% to 2.15%.
- Similarly, in the short-term Bills market, yields across all tenures were up by 24-41bps during the month. The 1-month and 12-month Bills closed the month at 2% and 2.51% respectively.

## Outlook

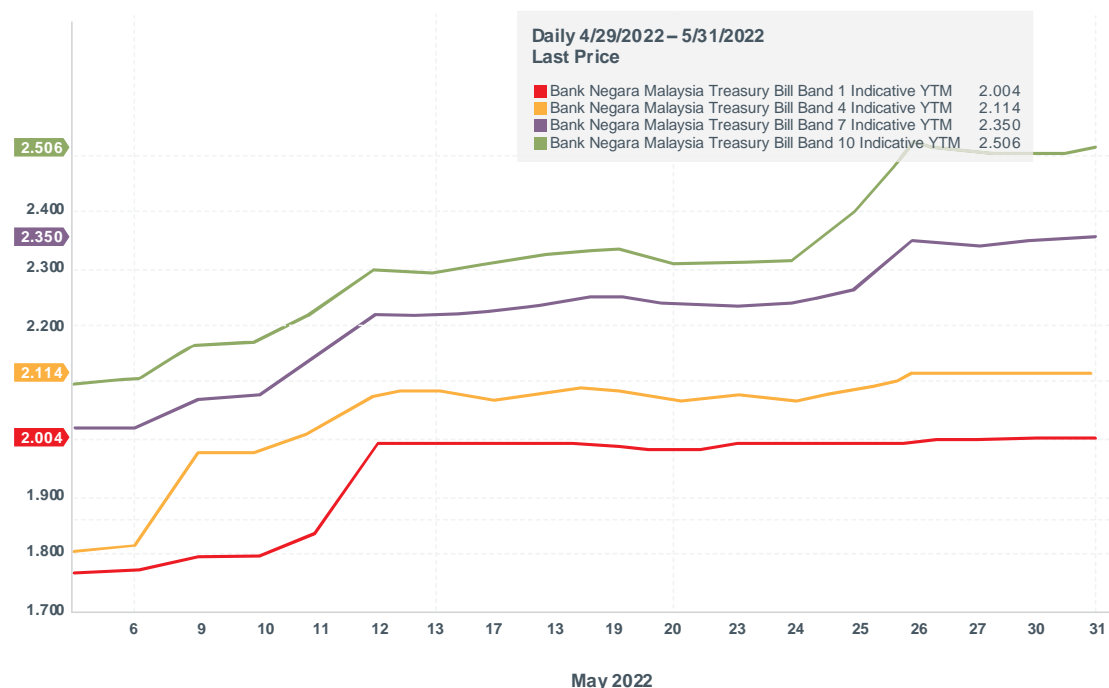
- Short-term interbank rates are expected to be well supported by BNM and only to move upon further announcement by BNM.

Interbank rates (%)



Source: Bloomberg Interbank Rates

## Bank Negara Malaysia Treasury Bill Band 1 Indicative YTM



Source: Bloomberg

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