

Global Markets Research
Fixed Income : Auction Calendar
Re-opening of 30-year MGS 7/55 draws moderate BTC of 2.029x

Post the tender announcement, the WI opened at 4.17/12%. About RM150m of the WI was traded between 4.20-4.17%, and it was quoted at 4.20/19% before the auction cut-off. The auction itself saw decent demand, with bids totaling RM6.09bn tendered, resulting in a moderate BTC ratio of 2.029x. The auction cleared at an average yield of 4.197%, with a tail of 1.2bps (previous re-opening of the bond in October saw it clearing at 4.019%, with a weak BTC of 1.380x and a long tail of 6.6bps). The total offering of RM5.0bn for this re-opening auction (which was inclusive of a private placement of RM2.0bn) was as per our expectations, and brings the total issue size outstanding to RM15.0bn. Summary of the tender results are as follows:

Bid to Cover: 2.029x

High: 4.209%

Average: 4.197%

Low: 4.180%

Cut-off: 98.57%

This 30Y MGS reopening saw decent demand, with a moderate BTC of 2.029x. Valuation looks fair relative to GII, and a touch rich from a term premium perspective

The moderate BTC was reflective of the decent demand for the bond, with interest seen mainly from banks and insurers. The historical spread between the Islamic and conventional 30Y benchmarks over the past 12 months stands at 0.2bps, so at the current 0.6bps spread, the MGS looks fairly valued from a relative perspective. From a term premium perspective, the 30Y sector of the MGS curve appears slightly rich, with the current MGS 20s30s spread at 12.8bps which compares to an average of 14.0bps over the past year. Up next is the new issuance auction of a fresh benchmark 3Y GII maturing in Oct 2029, with a projected issuance size of RM5.0bn.

MGS/GII issuance pipeline in 2026														
No	Stock	Tenure (yrs)	Tender Month	Quarter	Tender Date	Projected Issuance Size (RM mil)	Actual Auction Issuance (RM mil)	Actual Private Placement	Total Issuance YTD	BTC (times)	Low	Average	High	Cut-off
1	5-yr Reopening of MGII 08/30	5	Jan	Q1	7/1/2026	5,000	5,000		5,000	2.296	3.260	3.268	3.272	7.1%
2	15-yr New Issue of MGS (Mat on 01/41)	15	Jan	Q1	14/1/2026	5,000	3,500	1,500	10,000	1.944	3.750	3.766	3.775	100.0%
3	30-yr New Issue of MGII (Mat on 01/56)	30	Jan	Q1	29/1/2026	5,000	3,000	2,000	15,000	2.071	4.020	4.044	4.055	15.6%
4	10-yr Reopening of MGS 07/35	10	Feb	Q1	5/2/2026	5,000	5,000		20,000	1.603	3.559	3.572	3.581	83.3%
5	20-yr Reopening of MGII 5/45	20	Feb	Q1	13/2/2026	5,000	3,000	2,000	25,000	2.896	3.959	3.990	3.994	4.2%
6	5-yr Reopening of MGS 06/31	5	Feb	Q1	26/6/2026	5,000	5,000		30,000	2.921	3.350	3.359	3.361	4.6%
7	15-yr Reopening of MGII 7/40	15	Mar	Q1	9/3/2026	5,000	3,500	1,500	35,000	2.295	3.875	3.895	3.905	38.8%
8	3-yr New Issue of MGS (Mat on 03/29)	3	Mar	Q1	13/3/2026	5,000	5,000		40,000	2.218	3.230	3.237	3.242	0.7%
9	7-yr New Issue of MGII (Mat on 3/33)	7	Mar	Q1	30/3/2026	5,000	5,000		45,000	1.688	3.590	3.624	3.643	60.0%
10	30-yr Reopening of MGS 07/55	30	Apr	Q2	7/4/2026	5,000	3,000	2,000	50,000	2.029	4.180	4.197	4.209	98.6%
11	3.5-yr New Issue of MGII (Mat on 10/29)	3	Apr	Q2		5,000			50,000					
12	20-yr New Issue of MGS (Mat on 04/46)	20	Apr	Q2		5,000			50,000					
13	10-yr Reopening of MGII 4/35	10	May	Q2		5,000			50,000					
14	7-yr Reopening of MGS 4/33	7	May	Q2		5,000			50,000					
15	30-yr Reopening of MGII 1/56	30	May	Q2		5,000			50,000					
16	3-yr Reopening of MGS 3/29	3	Jun	Q2		5,000			50,000					
17	15-yr Reopening of MGII 7/40	15	Jun	Q2		5,000			50,000					
18	5-yr Reopening of MGS 6/31	5	Jun	Q2		5,000			50,000					
19	20-yr Reopening of MGII 5/45	20	Jun	Q2		5,000			50,000					
20	10-yr Reopening of MGS 07/35	10	Jul	Q3		5,000			50,000					
21	3.5-yr Reopening of MGII 10/29	3	Jul	Q3		5,000			50,000					
22	15-yr Reopening of MGS 01/41	15	Jul	Q3		5,000			50,000					
23	5-yr Reopening of MGII 10/31	5	Aug	Q3		5,000			50,000					
24	30-yr Reopening of MGS 7/55	30	Aug	Q3		5,000			50,000					
25	7-yr Reopening of MGII 3/33	7	Aug	Q3		5,000			50,000					
26	20-yr Reopening of MGS 4/46	20	Aug	Q3		5,000			50,000					
27	10-yr Reopening of MGII 7/36	10	Sep	Q3		5,000			50,000					
28	7-yr Reopening of MGS 04/33	7	Sep	Q3		5,000			50,000					
29	30-yr Reopening of MGII 1/56	30	Sep	Q3		5,000			50,000					
30	3.5-yr Reopening of MGII 10/29	3	Oct	Q4		5,000			50,000					
31	15-yr Reopening of MGS 1/41	15	Oct	Q4		5,000			50,000					
32	20-yr Reopening of MGII 5/45	20	Oct	Q4		5,000			50,000					
33	10-yr New Issue of MGS (Mat on 10/36)	10	Oct	Q4		5,000			50,000					
34	15-yr Reopening of MGII 7/40	15	Nov	Q4		5,000			50,000					
35	3-yr Reopening of MGS 3/29	3	Nov	Q4		5,000			50,000					
36	10-yr Reopening of MGII 7/36	10	Nov	Q4		5,000			50,000					
37	30-yr Reopening of MGS 07/55	11	Dec	Q1		5,000			50,000					
Gross MGS/GII supply in 2026						185,000	41,000	9,000	50,000	PROJECTED TOTAL ISSUANCE = RM185bn				

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