

Global Markets Research

Fixed Income : Auction Calendar

Re-opening of 7-year MGS 4/33 prints a decent BTC of 2.592x

Post-announcement, WI opened at 3.61/58%. Around 150m of the WI was traded between 3.60-59%, and it was last quoted at 3.59/57% prior to the auction cut off. The auction saw bids totaling RM12.96bn, resulting in a BTC ratio of 2.592x at an average yield of 3.580% with a short tail of 0.3bps (the previous reopening of the existing benchmark 7Y MGS 7/32 in November cleared at an average yield of 3.455% with a BTC of 1.909x and a tail of 1.3bps). The total offering of RM5.0bn for this reopening sale matched our expectations, and brings the total issuance size of the bond to RM19.0bn, with the bond taking over as the new benchmark 7Y MGS. Summary of tender results are as follows:

Bid to Cover: 2.592x
 High: 3.583%
 Average: 3.580%
 Low: 3.570%
 Cut-off: 67.80%

This MGS 4/33 reopening saw good demand; looks slightly rich both on a term premium basis and relative to GII

The decent BTC and short tail was reflective of the good demand for the paper, with interest seen primarily from banks. The historical mean spread between the generic Islamic and conventional 7Y benchmarks over the last year has been around -3.9bps, so at the current +0.4bps, the MGS looks rich relatively. From a term premium perspective, the 7Y sector looks slightly expensive too, with the current MGS 5s7s spread at 14.7bps compared to the average of 17.1bps seen over the last year. Up next is the reopening of the benchmark 30Y GII 1/56, with a projected issuance size of RM5.0bn (auction of RM3.0bn with the balance RM2.0bn to be privately placed).

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	14/4/2026	5,000	5,000		55,000	2.921	3.220	3.227	3.230	56.3%
12	20-yr New Issue of MGS (Mat on 04/46)	20	Apr	Q2	22/4/2026	5,000	3,500	1,500	60,000	2.880	3.972	3.987	3.992	92.2%
13	10-yr Reopening of MGII 4/35	10	May	Q2	14/5/2026	5,000	5,000		65,000	2.868	3.593	3.600	3.607	20.0%
14	7-yr Reopening of MGS 4/33	7	May	Q2	21/5/2026	5,000	5,000		70,000	2.592	3.570	3.580	3.583	67.8%
15	30-yr Reopening of MGII 1/56	30	May	Q2		5,000			70,000					
16	3-yr Reopening of MGS 3/29	3	Jun	Q2		5,000			70,000					
17	15-yr Reopening of MGII 7/40	15	Jun	Q2		5,000			70,000					
18	5-yr Reopening of MGS 6/31	5	Jun	Q2		5,000			70,000					
19	20-yr Reopening of MGII 5/45	20	Jun	Q2		5,000			70,000					
20	10-yr Reopening of MGS 07/35	10	Jul	Q3		5,000			70,000					
21	3.5-yr Reopening of MGII 10/29	3	Jul	Q3		5,000			70,000					
22	15-yr Reopening of MGS 01/41	15	Jul	Q3		5,000			70,000					
23	5-yr Reopening of MGII 10/31	5	Aug	Q3		5,000			70,000					
24	30-yr Reopening of MGS 7/55	30	Aug	Q3		5,000			70,000					
25	7-yr Reopening of MGII 3/33	7	Aug	Q3		5,000			70,000					
26	20-yr Reopening of MGS 4/46	20	Aug	Q3		5,000			70,000					
27	10-yr Reopening of MGII 7/36	10	Sep	Q3		5,000			70,000					
28	7-yr Reopening of MGS 04/33	7	Sep	Q3		5,000			70,000					
29	30-yr Reopening of MGII 1/56	30	Sep	Q3		5,000			70,000					
30	3.5-yr Reopening of MGII 10/29	3	Oct	Q4		5,000			70,000					
31	15-yr Reopening of MGS 1/41	15	Oct	Q4		5,000			70,000					
32	20-yr Reopening of MGII 5/45	20	Oct	Q4		5,000			70,000					
33	10-yr New Issue of MGS (Mat on 10/36)	10	Oct	Q4		5,000			70,000					
34	15-yr Reopening of MGII 7/40	15	Nov	Q4		5,000			70,000					
35	3-yr Reopening of MGS 3/29	3	Nov	Q4		5,000			70,000					
36	10-yr Reopening of MGII 7/36	10	Nov	Q4		5,000			70,000					
37	30-yr Reopening of MGS 07/55	11	Dec	Q1		5,000			70,000					
Gross MGS/GII supply in 2026						185,000	59,500	10,500	70,000	PROJECTED TOTAL ISSUANCE = RM185bn				

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