

Global Markets Research

Fixed Income : Auction Calendar

**New Issuance of 20-year MGS 4/46 draws a strong BTC of 2.880x**

Post the tender announcement, WI opened at 3.965% choice and was given. RM50m of the WI was traded between 3.990-3.965% and it was quoted at 3.98/97% prior to the auction cut-off. The auction itself saw solid interest, with bids totaling RM10.08bn tendered, resulting in a strong BTC ratio of 2.880x, the highest for government bond auctions thus far this year. The auction cleared at an average yield of 3.987%, with a short tail of 0.5bps (the previous reopening of the MGS 5/44 in October cleared at 3.978%, with a long tail of 3.3bps and a low BTC of 1.697x). The total offering of RM5.0bn for this new issuance (which was inclusive of a private placement of RM1.5bn) matched what we expected, with the bond taking over from the MGS 5/44 as the new benchmark 20Y MGS. Summary of the tender results are as follows:

Bid to Cover: 2.880x  
 High: 3.992%  
 Average: 3.987%  
 Low: 3.972%  
 Cut-off: 92.19%

***This 20Y MGS reopening saw solid demand, with a strong BTC of 2.880x. Valuation appears slightly attractive from a term premium perspective, and fairly valued relative to GII***

The strong BTC was reflective of the solid demand for the paper, with strong interest seen from institutional investors, banks and insurers. The historical mean spread between the generic Islamic and conventional 20Y benchmarks over the last year has been around 0.1bps, so at the current 0.6bps spread, the MGS appears fairly valued from a relative angle. From a term premium perspective, the 20Y sector of the MGS appears slightly cheap, with the current MGS 15s20s spread at 14.2bps which compares to an average of 12.5bps over the last 12 months. This concludes government bond funding for the month, and up next in May is the reopening auction of the benchmark 10Y GII 4/35, where we expect an 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	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		5,000			60,000					
14	7-yr Reopening of MGS 4/33	7	May	Q2		5,000			60,000					
15	30-yr Reopening of MGII 1/56	30	May	Q2		5,000			60,000					
16	3-yr Reopening of MGS 3/29	3	Jun	Q2		5,000			60,000					
17	15-yr Reopening of MGII 7/40	15	Jun	Q2		5,000			60,000					
18	5-yr Reopening of MGS 6/31	5	Jun	Q2		5,000			60,000					
19	20-yr Reopening of MGII 5/45	20	Jun	Q2		5,000			60,000					
20	10-yr Reopening of MGS 07/35	10	Jul	Q3		5,000			60,000					
21	3.5-yr Reopening of MGII 10/29	3	Jul	Q3		5,000			60,000					
22	15-yr Reopening of MGS 01/41	15	Jul	Q3		5,000			60,000					
23	5-yr Reopening of MGII 10/31	5	Aug	Q3		5,000			60,000					
24	30-yr Reopening of MGS 7/55	30	Aug	Q3		5,000			60,000					
25	7-yr Reopening of MGII 3/33	7	Aug	Q3		5,000			60,000					
26	20-yr Reopening of MGS 4/46	20	Aug	Q3		5,000			60,000					
27	10-yr Reopening of MGII 7/36	10	Sep	Q3		5,000			60,000					
28	7-yr Reopening of MGS 04/33	7	Sep	Q3		5,000			60,000					
29	30-yr Reopening of MGII 1/56	30	Sep	Q3		5,000			60,000					
30	3.5-yr Reopening of MGII 10/29	3	Oct	Q4		5,000			60,000					
31	15-yr Reopening of MGS 1/41	15	Oct	Q4		5,000			60,000					
32	20-yr Reopening of MGII 5/45	20	Oct	Q4		5,000			60,000					
33	10-yr New Issue of MGS (Mat on 10/36)	10	Oct	Q4		5,000			60,000					
34	15-yr Reopening of MGII 7/40	15	Nov	Q4		5,000			60,000					
35	3-yr Reopening of MGS 3/29	3	Nov	Q4		5,000			60,000					
36	10-yr Reopening of MGII 7/36	10	Nov	Q4		5,000			60,000					
37	30-yr Reopening of MGS 07/55	11	Dec	Q1		5,000			60,000					
Gross MGS/GII supply in 2026						185,000	49,500	10,500	60,000	PROJECTED TOTAL ISSUANCE = RM185bn				

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