

Global Markets Research















Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were slightly stronger in trading on Friday, amidst key economic releases being delayed by the shutdown of the US federal government for a second day, with factory orders for August and weekly jobless claims data both being affected overnight. Overall benchmark UST yields closed the day lower by between 0 to 2bps. **The benchmark 2-year UST note yield was little changed for the day at 3.54% while the 10-year UST bond yield declined by 2bps to 4.08%.** The day ahead sees the release of the monthly jobs report and ISM Services index for September, but it remains to be seen whether the release of the former will be delayed as the government shutdown enters its third day.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.54	0
5-yr UST	3.67	0
10-yr UST	4.08	-2
30-yr UST	4.69	-2

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.08		-3	3.12	 -3
5-yr	3.23		0	3.22	 -2
7-yr	3.38		-3	3.34	 -2
10-yr	3.46		1	3.47	 -2
15-yr	3.66		-1	3.68	 -2
20-yr	3.80		-2	3.83	 1
30-yr	3.80		-15	3.99	 -2

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.22	-2
3-yr	3.16	-2
5-yr	3.23	-3
7-yr	3.31	-3
10-yr	3.41	-3

Source : Bloomberg

Upcoming Government Bond Tender

Reopening auction of RM3bn of the benchmark 30Y MGS 7/55 on Monday, 06 Oct (with an additional RM2bn to be privately placed)

MGS/GII

- Local govies were firmer in trading on Thursday, amidst the announcement of the reopening of RM5bn of the benchmark 30Y MGS 7/55 to kick off government bond funding for the month. Secondary market volume for the day declined by 23% to RM7.76bn from the RM10.13bn that traded on Wednesday. Overall benchmark yields were mixed by between -3 to +1bp (prior: -1 to +3bps), except for the benchmark 30Y MGS which was skewed by off-market trades. **The benchmark 5Y MGS 5/30 yield was little changed for the day at 3.23% while the yield on the benchmark 10Y MGS 7/35 advanced by 1bp to 3.46%.** Trading interest for the day was led by the off-the-run MGS 11/33, while decent interest was also seen in the off-the-run GII 10/25 and MGS 4/31, as well as in the benchmark 10Y GII. The share of GII trading for the day receded to 51% of overall govies trading versus the 70% seen the day before.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Thursday in a slightly busier session, with secondary market volume rising by 21% to RM516m versus the RM425m that changed hands on Wednesday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, the interest was led by PLUS 12/38 and DANA 5/41, which settled the day at 3.78% (+12bps versus last print) and 3.86% (+15bps) respectively. In the AAA space, trading was led by PASB 1/30 and SEB 7/30, closing at 3.54% (+1bp) and 3.56% (unchanged) respectively. Over in the AA-rated territory, activity was led by CIMBG 8/38, which settled at 3.92% (+10bps). In the A-rated arena, interest was led by MCISI 12/31, which closed the day at 4.45% (-43bps).

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	07/26	2.785	147	2.813	10/01/2025	-3
MGS	09/26	2.758	50	2.886	10/01/2025	-13
MGS	11/26	2.820	3	2.846	10/01/2025	-3
MGS	03/27	3.020	10	2.997	10/01/2025	2
MGS	05/27	3.016	52	3.033	10/01/2025	-2
MGS	11/27	3.024	190	3.062	10/01/2025	-4
MGS	04/28	3.077	228	3.107	10/01/2025	-3
MGS	06/28	3.146	2	3.140	10/01/2025	1
MGS	04/29	3.174	11	3.195	10/01/2025	-2
MGS	08/29	3.204	210	3.214	10/01/2025	-1
MGS	04/30	3.209	24	3.220	10/01/2025	-1
MGS	05/30	3.230	128	3.227	10/01/2025	0
MGS	04/31	3.325	568	3.336	10/01/2025	-1
MGS	06/31	3.359	152	3.329	10/01/2025	3
MGS	07/32	3.383	333	3.415	10/01/2025	-3
MGS	04/33	3.433	72	3.486	09/30/2025	-5
MGS	11/33	3.477	833	3.493	10/01/2025	-2
MGS	07/34	3.520	20	3.483	10/01/2025	4
MGS	07/35	3.457	251	3.452	10/01/2025	0
MGS	04/37	3.614	66	3.637	10/01/2025	-2
MGS	06/38	3.656	16	3.666	10/01/2025	-1
MGS	04/39	3.658	185	3.667	10/01/2025	-1
MGS	05/40	3.721	104	3.729	10/01/2025	-1
MGS	10/42	3.779	30	3.805	10/01/2025	-3
MGS	05/44	3.804	16	3.821	10/01/2025	-2
MGS	03/46	3.917	3	3.901	10/01/2025	2
MGS	07/48	3.920	50	3.952	10/01/2025	-3
MGS	06/50	3.924	9	3.953	10/01/2025	-3
MGS	03/53	3.982	32	3.968	10/01/2025	1
MGS	07/55	3.804	1	3.952	10/01/2025	-15
GII	10/25	2.957	600	2.958	10/01/2025	0
GII	03/26	2.885	92	2.921	10/01/2025	-4
GII	09/26	2.878	241	2.895	10/01/2025	-2
GII	07/27	3.045	76	3.080	10/01/2025	-4
GII	09/27	3.055	171	3.057	10/01/2025	0
GII	07/28	3.120	321	3.151	10/01/2025	-3
GII	10/28	3.145	60	3.165	10/01/2025	-2
GII	07/29	3.172	170	3.198	10/01/2025	-3
GII	08/30	3.223	120	3.246	10/01/2025	-2
GII	10/30	3.252	46	3.250	10/01/2025	0
GII	10/31	3.341	387	3.360	10/01/2025	-2
GII	10/32	3.417	20	3.420	10/01/2025	0
GII	08/33	3.466	399	3.494	10/01/2025	-3
GII	11/34	3.507	120	3.514	10/01/2025	-1
GII	04/35	3.471	422	3.492	10/01/2025	-2
GII	07/36	3.543	64	3.569	10/01/2025	-3
GII	03/38	3.633	16	3.639	09/30/2025	-1
GII	09/39	3.704	90	3.725	10/01/2025	-2
GII	07/40	3.682	295	3.700	10/01/2025	-2
GII	08/43	3.802	46	3.817	10/01/2025	-2
GII	05/45	3.832	42	3.819	10/01/2025	1
GII	05/47	3.908	11	3.896	09/30/2025	1
GII	11/49	3.960	20	3.964	10/01/2025	0
GII	05/52	3.991	61	3.995	10/01/2025	0
GII	03/54	3.990	71	4.008	10/01/2025	-2
			7757			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bps)	Spread Against MGS*
Malaysia Rail Link Sdn Berhad	07/35	GG	3.543	10	3.543	22/9/2025	0	11
Projek Lebuhraya Usahasama Berhad	12/38	GG	3.780	30	3.659	25/8/2025	12	12
DanaInfra Nasional Berhad	05/41	GG	3.859	20	3.710	25/8/2025	15	20
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.550	10	3.508	25/8/2025	4	39
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.548	5	3.518	20/8/2025	3	39
Pengurusan Air SPV Berhad	01/30	AAA	3.540	25	3.528	23/9/2025	1	38
Sarawak Energy Berhad	07/30	AAA	3.561	25	3.558	16/7/2025	0	35
Pengurusan Air SPV Berhad	02/31	AAA	3.573	10	3.588	1/10/2025	-2	36
Projek Lebuhraya Usahasama Berhad	01/32	AAA	3.600	5	3.922	7/2/2025	-32	29
Projek Lebuhraya Usahasama Berhad	01/32	AAA	3.599	5	3.836	28/2/2025	-24	29
Projek Lebuhraya Usahasama Berhad	01/35	AAA	3.712	10	3.649	8/8/2025	6	28
Projek Lebuhraya Usahasama Berhad	01/36	AAA	3.731	5	3.709	26/9/2025	2	29
Pengurusan Air SPV Berhad	09/38	AAA	3.820	10	n/a	n/a	382	16
Pengurusan Air SPV Berhad	04/39	AAA	3.817	5	3.798	26/9/2025	2	16
Genting Capital Berhad	06/27	AA1	3.875	20	3.892	24/9/2025	-2	87
Malayan Banking Berhad	01/34	AA1	3.675	30	3.676	1/10/2025	0	25
edotco Malaysia Sdn Berhad	09/32	AA+	3.681	10	3.677	30/9/2025	0	28
Imtiaz Sukuk II Berhad	10/28	AA2	3.655	10	3.673	19/8/2025	-2	57
AmBank (M) Berhad	08/30	AA2	3.666	20	3.646	11/9/2025	2	46
CIMB Group Holdings Berhad	09/32	AA2	3.599	2	4.127	1/10/2025	-53	20
CIMB Group Holdings Berhad	08/38	AA2	3.919	100	3.820	18/8/2025	10	26
Pelabuhan Tanjung Pelepas Sdn Berhad	04/26	AA	3.446	5	3.434	22/9/2025	1	58
Berapit Mobility Sdn Berhad	11/39	AA	4.498	20	4.834	13/3/2025	-34	84
Mumtaz Rakyat Sukuk Berhad	06/31	AA3	3.774	20	3.787	2/9/2025	-1	47
Penang Port Sdn Berhad	12/26	AA-	3.596	10	3.611	28/7/2025	-2	73
Konsortium Lebuhraya Utara-Timur (KL) Sdn Berh.	12/27	AA-	4.004	10	4.275	25/4/2025	-27	100
STM Lottery Sdn Berhad (fka Sports Toto Malaysia S	06/28	AA-	3.998	10	4.898	5/4/2021	-90	91
Jimah East Power Sdn Berhad	12/29	AA-	3.742	30	3.897	29/5/2025	-16	58
Jimah East Power Sdn Berhad	06/30	AA-	3.766	40	3.998	13/5/2025	-23	56
Alliance Bank Malaysia Berhad	10/35	A1	4.345	1	4.049	23/7/2025	30	91
MCIS Insurance Berhad	12/31	A2	4.448	2	4.873	1/10/2025	-43	114
IJM Land Berhad	03/19	A2	4.605	1	4.737	17/9/2025	-13	80
IJM Land Berhad	03/19	A2	4.513	1	4.942	25/9/2025	-43	71
				516				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

Hong Leong Bank Berhad

Fixed Income & Economic Research, Global Markets

Level 8, Hong Leong Tower

6, Jalan Damanlela

Bukit Damansara

50490 Kuala Lumpur

Tel: 603-2081 1221

Fax: 603-2081 8936

Email: HLMarkets@hlbb.hongleong.com.my**DISCLAIMER**

This report is for information purposes only and does not take into account the investment objectives, financial situation or particular needs of any particular recipient. The information contained herein does not constitute the provision of investment advice and is not intended as an offer or solicitation with respect to the purchase or sale of any of the financial instruments mentioned in this report and will not form the basis or a part of any contract or commitment whatsoever.

The information contained in this publication is derived from data obtained from sources believed by Hong Leong Bank Berhad ("HLBB") to be reliable and in good faith, but no warranties or guarantees, representations are made by HLBB with regard to the accuracy, completeness or suitability of the data. Any opinions expressed reflect the current judgment of the authors of the report and do not necessarily represent the opinion of HLBB or any of the companies within the Hong Leong Bank Group ("HLB Group"). The opinions reflected herein may change without notice and the opinions do not necessarily correspond to the opinions of HLBB. HLBB does not have an obligation to amend, modify or update this report or to otherwise notify a reader or recipient thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate.

HLB Group, their directors, employees and representatives do not have any responsibility or liability to any person or recipient (whether by reason of negligence, negligent misstatement or otherwise) arising from any statement, opinion or information, expressed or implied, arising out of, contained in or derived from or omission from the reports or matter.

Potential and actual conflict of interest may arise from the activities of HLB Group. HLB Group constitute a diversified financial services group. These entities engage in a wide range of commercial and investment banking, brokerage, funds management, hedging transactions and other activities for their own account or the account of others. In the ordinary course of their business, HLB Group may effect transactions for their own account or for the account of their customers and hold long or short positions in the financial instruments. HLB Group, in connection with its business activities, may possess or acquire material information about the financial instruments. Such activities and information may involve or have an effect on the financial instruments. HLB Group have no obligation to disclose such information about the financial instruments or their activities.

The past performance of financial instruments is not indicative of future results. Whilst every effort is made to ensure that statements of facts made in this report are accurate, all estimates, projections, forecasts, expressions of opinion and other subjective judgments contained in this report are based on assumptions considered to be reasonable as of the date of the document in which they are contained and must not be construed as a representation that the matters referred to therein will occur. Any projections or forecasts mentioned in this report may not be achieved due to multiple risk factors including without limitation market volatility, sector volatility, corporate actions, the unavailability of complete and accurate information. No assurance can be given that any opinion described herein would yield favorable investment results. Recipients who are not market professional or institutional investor customer of HLBB should seek the advice of their independent financial advisor prior to taking any investment decision based on the recommendations in this report.

HLBB may provide hyperlinks to websites of entities mentioned in this report, however the inclusion of a link does not imply that HLBB endorses, recommends or approves any material on the linked page or accessible from it. Such linked websites are accessed entirely at your own risk. HLBB does not accept responsibility whatsoever for any such material, nor for consequences of its use.

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. This report is for the use of the addressees only and may not be redistributed, reproduced or passed on to any other person or published, in part or in whole, for any purpose, without the prior, written consent of HLBB. The manner of distributing this report may be restricted by law or regulation in certain countries. Persons into whose possession this report may come are required to inform themselves about and to observe such restrictions. By accepting this report, a recipient hereof agrees to be bound by the foregoing limitations.