

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries rallied sharply in trading on Friday, amidst a weaker than expected July monthly employment report, which also saw large revision downwards in the number of jobs added in May and June, which is likely to result in the Fed reducing rates at the next FOMC meet. Futures pricing for a September cut rose to 87% after the report versus the 40% seen the day before. **The benchmark 2-year UST yield was 28bps lower for the day at 3.68% while the 10-year UST yield declined by 16bps to 4.22%**, resulting in a bull steepening of the UST curve. The day ahead sees the release of factory orders and final durable goods orders figures for June, with the markets to continue to digest the weak jobs numbers.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.68	-28
5-yr UST	3.76	-22
10-yr UST	4.22	-16
30-yr UST	4.82	-8

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.08	2	3.11	1	
5-yr	3.18	3	3.22	2	
7-yr	3.36	2	3.35	2	
10-yr	3.40	3	3.43	2	
15-yr	3.64	2	3.63	0	
20-yr	3.78	2	3.74	1	
30-yr	3.92	0	3.95	1	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.15	1
3-yr	3.09	2
5-yr	3.18	5
7-yr	3.23	3
10-yr	3.35	3

Source : Bloomberg

Upcoming Government Bond Tender

Nil

MGS/GII

- Local govies were a weaker in trading on Friday amidst an improvement seen in the S&P Global Malaysia manufacturing PMI in July versus the month before. Secondary market volume for the day eased by 22% to RM6.46bn from the RM8.24bn that traded on Thursday. Overall benchmark yields were higher by between 0 to 3bps (prior: -1 to +1bp). **The benchmark 5Y MGS 5/30 yield closed 3bps higher for the day at 3.18% while the yield on the benchmark 10Y MGS 7/35 also advanced by 3bps to 3.40%**. Trading interest for the day was again led by the off-the-run MGS 9/25, while decent interest was also seen in the benchmark 7Y GII and 10Y MGS, as well as in the off-the-run MGS 7/26, and MGS 7/34. The share of GII trading for the day eased to 37% of overall govies trading versus the 47% seen the previous session. There are no domestic economic data releases due for the day ahead.

Corp Bonds/Sukuk

- The corporate bonds/sukuk market was better bid in a lighter trading session on Friday, with secondary market volume declining by 42% to RM924m versus the RM1,594m that changed hands on Thursday. Trading for the day was again led by the GG segment of the market, where the interest was led by LPPSA 9/37, which closed at 3.63% in a secondary market debut for the bond. In the AAA space, trading was led by INFRACAP 4/36, which settled at 3.70%, 3bps lower versus where it last traded. Over in the AA-rated territory, interest was led by YTL 9/35 and YTL 11/36, which closed the day at 3.78% (-3bps versus last print) and 3.81% (-1bp) respectively. In the A-rated universe, interest was seen in QUALITAS 7% Perps, which settled at 6.24%, unchanged from its last print.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.920	730	2.840	07/31/2025	8
MGS	04/26	2.891	3	2.854	07/31/2025	4
MGS	07/26	2.868	409	2.866	07/31/2025	0
MGS	11/26	2.876	12	2.898	07/31/2025	-2
MGS	05/27	3.017	249	2.988	07/31/2025	3
MGS	11/27	3.055	14	3.031	07/31/2025	2
MGS	04/28	3.083	44	3.059	07/31/2025	2
MGS	06/28	3.108	25	3.099	07/31/2025	1
MGS	04/29	3.162	8	3.149	07/31/2025	1
MGS	08/29	3.189	296	3.155	07/31/2025	3
MGS	04/30	3.199	1	3.183	07/31/2025	2
MGS	05/30	3.183	126	3.154	07/31/2025	3
MGS	04/31	3.320	35	3.310	07/31/2025	1
MGS	06/31	3.335	20	3.328	07/31/2025	1
MGS	07/32	3.361	237	3.341	07/31/2025	2
MGS	04/33	3.412	127	3.404	07/31/2025	1
MGS	11/33	3.424	88	3.409	07/31/2025	2
MGS	07/34	3.435	322	3.421	07/31/2025	1
MGS	05/35	3.446	55	3.450	07/31/2025	0
MGS	07/35	3.402	465	3.374	07/31/2025	3
MGS	04/37	3.581	65	3.570	07/31/2025	1
MGS	06/38	3.609	32	3.603	07/31/2025	1
MGS	04/39	3.640	33	3.617	07/31/2025	2
MGS	05/40	3.669	95	3.658	07/31/2025	1
MGS	10/42	3.736	44	3.725	07/31/2025	1
MGS	05/44	3.777	169	3.759	07/31/2025	2
MGS	03/46	3.871	50	3.866	07/31/2025	0
MGS	07/48	3.884	43	3.893	07/31/2025	-1
MGS	06/50	3.882	109	3.899	07/31/2025	-2
MGS	03/53	3.933	47	3.927	07/31/2025	1
MGS	07/55	3.917	126	3.912	07/31/2025	0
GII	08/25	2.770	230	2.832	07/30/2025	-6
GII	10/25	2.806	131	2.841	07/31/2025	-4
GII	03/26	2.850	142	2.884	07/31/2025	-3
GII	09/26	2.910	2	2.881	07/31/2025	3
GII	09/27	3.041	30	3.034	07/31/2025	1
GII	07/28	3.112	163	3.097	07/31/2025	2
GII	08/28	3.095	8	3.142	07/18/2025	-5
GII	08/30	3.215	181	3.194	07/31/2025	2
GII	09/30	3.226	25	3.206	07/31/2025	2
GII	10/30	3.237	25	3.214	07/31/2025	2
GII	10/31	3.352	453	3.329	07/31/2025	2
GII	10/32	3.386	112	3.376	07/31/2025	1
GII	08/33	3.417	13	3.411	07/31/2025	1
GII	11/34	3.427	111	3.417	07/31/2025	1
GII	04/35	3.427	221	3.410	07/31/2025	2
GII	07/36	3.507	30	3.503	07/31/2025	0
GII	08/37	3.573	107	3.569	07/31/2025	0
GII	07/40	3.634	22	3.629	07/31/2025	0
GII	09/41	3.697	31	3.685	07/31/2025	1
GII	08/43	3.727	20	3.725	07/31/2025	0
GII	05/45	3.742	181	3.734	07/31/2025	1
GII	11/49	3.930	20	3.919	07/31/2025	1
GII	05/52	3.943	20	3.930	07/31/2025	1
GII	03/54	3.946	100	3.938	07/31/2025	1
		6456				

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*
DanaInfra Nasional Berhad	02/31	GG	3.347	30	3.400	3/7/2025	-5	6
Prasarana Malaysia Berhad	02/31	GG	3.350	30	3.389	3/7/2025	-4	7
Prasarana Malaysia Berhad	08/36	GG	3.602	10	3.605	29/7/2025	0	21
Prasarana Malaysia Berhad	01/37	GG	3.610	30	3.654	17/7/2025	-4	22
DanaInfra Nasional Berhad	04/37	GG	3.618	80	3.655	18/7/2025	-4	22
DanaInfra Nasional Berhad	04/37	GG	3.618	50	3.655	15/7/2025	-4	22
Lembaga Pembiayaan Perumahan Sektor Awam	09/37	GG	3.632	250	n/a	n/a	363	24
DanaInfra Nasional Berhad	10/37	GG	3.636	20	3.702	5/6/2025	-7	24
DanaInfra Nasional Berhad	11/37	GG	3.639	20	3.969	16/7/2024	-33	24
DanaInfra Nasional Berhad	07/39	GG	3.670	25	3.671	31/7/2025	0	4
DanaInfra Nasional Berhad	11/40	GG	3.728	10	3.768	2/7/2025	-4	10
Prasarana Malaysia Berhad	03/45	GG	3.838	25	4.005	18/4/2025	-17	7
Prasarana Malaysia Berhad	10/46	GG	3.879	10	3.900	7/7/2025	-2	11
Malaysia Airport Holdings Berhad	12/26	AAA	3.455	10	3.530	29/5/2025	-7	56
Celcom Networks Sdn Berhad	08/27	AAA	3.490	10	3.505	29/5/2025	-1	50
Toyota Capital Malaysia Sdn Berhad	07/28	AAA	3.629	20	3.650	22/7/2025	-2	57
Bank Simpanan Nasional Berhad	10/28	AAA	3.530	10	3.857	29/8/2024	-33	47
Pelaburan Hartanah Berhad	09/31	AAA	3.687	5	3.739	6/6/2025	-5	40
SMJ Energy Sdn Berhad (fka SMJ Sdn Berhad)	10/33	AAA	3.718	5	3.728	31/7/2025	-1	33
Infracap Resources Sdn Berhad	04/36	AAA	3.704	25	3.739	31/7/2025	-3	31
GENM Capital Berhad	05/34	AA1	4.661	1	4.661	31/7/2025	0	125
Sabah Credit Corporation	04/35	AA1	3.698	10	3.702	16/7/2025	0	30
YTL Corporation Berhad	09/35	AA1	3.776	70	3.804	8/7/2025	-3	38
YTL Corporation Berhad	11/36	AA1	3.805	70	3.819	10/7/2025	-1	41
Malayan Banking Berhad	05/37	AA1	3.797	30	n/a	n/a	380	40
Sime Darby Property Berhad	12/30	AA+	3.598	10	3.632	19/6/2025	-3	43
Sime Darby Property Berhad	04/32	AA+	3.628	10	3.667	8/7/2025	-4	28
Sunway Healthcare Treasury Sdn Berhad	04/29	AA	3.568	10	3.608	23/7/2025	-4	42
Point Zone (M) Sdn Berhad	03/32	AA	3.661	5	3.709	16/7/2025	-5	31
Zetrix AI Berhad (fka MY E.G. Services Berhad)	07/28	AA-	4.995	1	4.816	30/7/2025	18	194
Southern Power Generation Sdn Berhad	10/29	AA-	3.673	10	4.561	24/10/2023	-89	53
Malaysian Resources Corporation Berhad	08/30	AA-	3.898	10	4.368	17/1/2025	-47	73
Sunway Treasury Sukuk Sdn Berhad	04/32	AA-	3.692	5	n/a	n/a	369	34
Sunway Treasury Sukuk Sdn Berhad	04/32	AA-	3.691	5	3.688	31/7/2025	0	34
Qualitas Sukuk Berhad	03/25	A2	6.241	3	6.242	31/7/2025	0	248
Tropicana Corporation Berhad	11/28	A	6.000	1	5.850	19/5/2025	15	294
				924				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Tanjung Bin Power Sdn Bhd	RM4.5bn Sukuk Ijarah Programme Financial Institution Ratings	AA2/Stable	Affirmed
Sunway Group	Sunway Berhad's RM2bn Commercial Papers/ Medium-Term Notes Programme	AA-/Stable/MARC-1	Affirmed
	Sunway Berhad's RM5bn Perpetual Sukuk Programme	A/Stable	
	Sunway Treasury Sukuk Sdn Bhd's RM10bn Islamic Medium-Term Notes Programme	AA-/Stable	
	Sunway Treasury Sukuk Sdn Bhd's RM10 bn ICP/IMTN Programme	AA-/Stable/MARC-1	

Source: RAM, MARC

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