

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries gained ground in trading on Wednesday, amidst a weaker than expected JOLTS job openings figure suggestive of a cooling in the labour market, and the latest Fed Beige Book attributing little or no growth across most of the US. **The benchmark 2-year UST yield was 2bps lower for the day at 3.62% while the 10-year UST yield declined by 4bps to 4.22%**, leading to a bull flattening of the UST curve. The day ahead features the release of the ISM services index, ADP survey and Challenger job cuts numbers for August, as well as the US trade balance for July and the usual weekly jobless claims figures, with the Fed's Williams also due to speak.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.62	-2
5-yr UST	3.69	-3
10-yr UST	4.22	-4
30-yr UST	4.90	-6

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.04	3	3.06	0	
5-yr	3.13	4	3.15	2	
7-yr	3.33	1	3.28	1	
10-yr	3.42	2	3.43	0	
15-yr	3.62	2	3.62	2	
20-yr	3.76	2	3.78	2	
30-yr	3.79	-5	3.93	1	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.13	2
3-yr	3.08	3
5-yr	3.15	3
7-yr	3.22	3
10-yr	3.33	3

Source: Bloomberg

Upcoming Government Bond Tender

Reopening auction of RM5bn of the benchmark 3Y MGS 4/28 on Mon, 08 Sep

MGS/GII

- Local govies were weaker in trading in a busier session on Wednesday, amidst the announcement of the reopening of RM5bn of the benchmark 3Y MGS 4/28. Secondary market volume for the day leaped by 72% to RM10.65bn from the RM6.20bn that traded on Tuesday. Overall benchmark yields were higher by between 0 to 4bps (prior: 0 to 3bps higher), except the 30Y MGS which was skewed by odd-lot off-market trades. **The benchmark 5Y MGS 5/30 yield was 4bps higher for the day at 3.13% while the yield on the benchmark 10Y MGS 7/35 advanced by 2bps to 3.42%**. Trading interest for the day was led by the off-the-run MGS 9/25, while decent interest was also seen in the off-the-run GII 3/26, MGS 4/26 and MGS 11/26, as well as in the benchmark 7Y MGS. The share of GII trading for the day receded to 41% of overall govies trading versus the 47% seen the day before. The coming day sees BNM decide on policy, where we expect them to hold policy steady this time round and adopt a more neutral bias.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Wednesday in a heavier trading session, with secondary market volume surging by 101% to RM1,392m versus the RM691m that changed hands on Tuesday. Trading for the day was again led by the GG segment of the market, where the interest was led by DANA 5/41 and DANA 6/45, which closed the day at 3.71% (-8bps versus last print) and 3.82% (unchanged) respectively. In the AAA space, trading was led by CAGA 6/26, which settled at 3.24%, some 40bps lower compared to where it last traded. Over in the AA-rated territory, activity was led by FPSB 9/32 and FPSB 9/40, which closed the day at 3.79% and 4.00% respectively in secondary market debuts for both bonds.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.897	2075	3.094	09/02/2025	-20
MGS	04/26	2.778	680	2.711	08/29/2025	7
MGS	07/26	2.797	296	2.779	09/02/2025	2
MGS	11/26	2.819	636	2.854	09/02/2025	-4
MGS	05/27	2.979	555	2.941	09/02/2025	4
MGS	04/28	3.037	74	3.003	09/02/2025	3
MGS	06/28	3.064	1	3.024	09/02/2025	4
MGS	04/29	3.080	1	3.081	09/02/2025	0
MGS	08/29	3.128	153	3.103	09/02/2025	2
MGS	04/30	3.157	187	3.116	09/02/2025	4
MGS	05/30	3.127	213	3.087	09/02/2025	4
MGS	04/31	3.252	5	3.226	09/02/2025	3
MGS	07/32	3.330	635	3.319	09/02/2025	1
MGS	04/33	3.356	10	3.349	09/02/2025	1
MGS	11/33	3.371	164	3.371	09/02/2025	0
MGS	07/34	3.398	19	3.392	09/02/2025	1
MGS	07/35	3.421	250	3.403	09/02/2025	2
MGS	04/37	3.544	20	3.517	09/02/2025	3
MGS	04/39	3.618	13	3.596	09/02/2025	2
MGS	05/40	3.611	6	3.600	09/02/2025	1
MGS	10/42	3.710	49	3.687	09/02/2025	2
MGS	09/43	3.739	1	3.735	09/02/2025	0
MGS	05/44	3.756	4	3.738	09/02/2025	2
MGS	03/46	3.823	65	3.811	09/02/2025	1
MGS	06/50	3.900	62	3.851	09/02/2025	5
MGS	03/53	3.909	117	4.011	09/02/2025	-10
MGS	07/55	3.793	5	3.843	09/02/2025	-5
GII	10/25	2.805	618	2.827	09/02/2025	-2
GII	03/26	2.809	672	2.843	09/02/2025	-3
GII	09/26	2.860	497	2.862	08/29/2025	0
GII	07/27	2.980	9	2.996	08/27/2025	-2
GII	09/27	2.997	21	2.971	09/02/2025	3
GII	07/28	3.056	590	3.051	09/02/2025	0
GII	08/28	3.093	50	3.044	08/29/2025	5
GII	10/28	3.090	73	3.041	08/29/2025	5
GII	07/29	3.125	84	3.109	09/02/2025	2
GII	08/30	3.154	10	3.139	09/02/2025	2
GII	09/30	3.157	380	3.151	09/02/2025	1
GII	10/30	3.158	126	3.152	09/02/2025	1
GII	10/31	3.276	330	3.264	09/02/2025	1
GII	10/32	3.322	27	3.316	09/02/2025	1
GII	11/34	3.418	30	3.389	08/29/2025	3
GII	04/35	3.428	332	3.423	09/02/2025	0
GII	07/36	3.502	3	3.502	09/02/2025	0
GII	08/37	3.544	20	3.533	08/28/2025	1
GII	09/39	3.607	90	3.601	09/02/2025	1
GII	07/40	3.623	10	3.602	09/02/2025	2
GII	08/43	3.739	20	3.701	09/02/2025	4
GII	05/45	3.778	100	3.760	09/02/2025	2
GII	05/47	3.844	20	3.840	08/28/2025	0
GII	11/49	3.919	1	3.911	09/02/2025	1
GII	05/52	3.886	71	3.886	09/02/2025	0
GII	03/54	3.928	172	3.917	09/02/2025	1
			10651			

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	10/32	GG	3.401	40	3.373	2/9/2025	3	8
DanaInfra Nasional Berhad	05/41	GG	3.711	200	3.789	1/7/2025	-8	12
Lembaga Pembiayaan Perumahan Sektor Awam	07/42	GG	3.754	120	n/a	n/a	375	16
Lembaga Pembiayaan Perumahan Sektor Awam	02/45	GG	3.810	120	3.811	28/8/2025	0	7
DanaInfra Nasional Berhad	06/45	GG	3.816	200	3.820	25/8/2025	0	7
Cagamas Berhad	04/26	AAA	3.226	15	3.374	20/6/2025	-15	38
Cagamas Berhad	06/26	AAA	3.238	20	3.640	4/9/2024	-40	39
CIMB Bank Berhad	05/27	AAA	3.420	5	3.628	14/5/2025	-21	48
Johor Corporation	06/27	AAA	3.422	10	3.497	26/8/2025	-7	48
Pengurusan Air Selangor Sdn Berhad	12/27	AAA	3.422	10	3.429	26/8/2025	-1	48
Danum Capital Berhad	02/34	AAA	3.591	5	3.561	29/8/2025	3	24
Perbadanan Bekalan Air Pulau Pinang Sdn Berhad	09/35	AAA	3.570	5	3.570	2/9/2025	0	17
Amanat Lebuhraya Rakyat Berhad	10/35	AAA	3.628	10	3.648	25/8/2025	-2	23
Pengurusan Air Selangor Sdn Berhad	07/42	AAA	3.793	10	3.889	25/6/2025	-10	20
RHB Bank Berhad	05/26	AA1	3.434	35	3.445	12/8/2025	-1	59
Press Metal Aluminium Holdings Berhad	09/28	AA1	3.497	30	3.620	10/7/2025	-12	48
RHB Bank Berhad	10/29	AA1	3.571	40	3.927	27/2/2025	-36	50
Johor Plantations Group Berhad	09/31	AA1	3.537	30	3.692	23/5/2025	-16	32
Sabah Credit Corporation	09/32	AA1	3.655	35	n/a	n/a	366	33
YTL Power International Berhad	06/41	AA1	3.818	20	3.829	2/9/2025	-1	22
AmBank (M) Berhad	06/29	AA2	3.640	10	3.938	25/2/2025	-30	57
CIMB Group Holdings Berhad	12/32	AA2	4.001	2	3.675	16/7/2025	33	68
Point Zone (M) Sdn Berhad	03/30	AA	3.558	10	3.708	20/6/2025	-15	46
Fortune Premier Sdn Berhad	09/32	AA	3.790	105	n/a	n/a	379	47
Northport (Malaysia) Berhad	08/35	AA	3.698	10	3.699	27/8/2025	0	30
Fortune Premier Sdn Berhad	09/35	AA	3.820	25	n/a	n/a	382	42
Fortune Premier Sdn Berhad	09/40	AA	4.000	205	n/a	n/a	400	41
Affin Islamic Bank Berhad	12/26	AA3	3.552	25	3.546	29/8/2025	1	71
AEON Credit Service (M) Berhad	11/29	AA3	3.612	20	3.598	21/8/2025	1	54
Edra Energy Sdn Berhad	01/31	AA3	3.700	5	4.050	20/1/2025	-35	60
Gamuda Berhad	03/32	AA3	3.611	5	3.738	30/5/2025	-13	29
Eco World Capital Berhad	08/28	AA-	3.602	5	3.595	28/8/2025	1	59
Eco World Perpetual Capital Berhad	08/25	A	4.311	5	4.361	2/9/2025	-5	57
				1392				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
China Construction Bank (Malaysia) Berhad	Financial institution ratings	AA+/Stable/MARC-1	Affirmed

Source: RAM, MARC

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