

## Global Markets Research

## Fixed Income

## Fixed Income Daily Market Snapshot

## US Treasuries

- US Treasuries were mostly weaker in trading on Tuesday, amidst the ISM Services index for July signaling an environment of slower growth and higher prices. A weak auction of USD58bn of new 3yr USTs added to the offered tone of the market and underperformance of the front end. **The benchmark 2-year UST yield was 5bps higher for the day at 3.69% while the 10-year UST yield advanced by 2bps to 4.21%**, leading to a bear-flattening of the UST curve. The day ahead sees little in terms of economic data, but Treasury refunding continues with USD42bn of new 10yr UST notes due to be auctioned later today.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.73	5
5-yr UST	3.78	4
10-yr UST	4.21	2
30-yr UST	4.78	-1

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.05	-1	3.09		1
5-yr	3.15	-1	3.19		-1
7-yr	3.33	-1	3.32		-2
10-yr	3.39	0	3.41		-1
15-yr	3.61	-3	3.64		0
20-yr	3.77	0	3.74		0
30-yr	3.91	10	3.94		1

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.11	-2
3-yr	3.02	-4
5-yr	3.09	-4
7-yr	3.16	-3
10-yr	3.29	-2

Source: Bloomberg

## Upcoming Government Bond Tender

Reopening auction of RM4.5bn of the benchmark 20Y MGS 5/44 on Thursday, 7 Aug (inclusive of RM2.0bn to be privately placed)

## MGS/GII

- Local govies were higher in trading on Tuesday, amidst the announcement of the reopening auction of the 20Y MGS 5/44, with RM2.5bn to be auctioned on Thursday, and an additional RM2.0bn to be privately placed. Secondary market volume for the day rose by 10% to RM6.47bn from the RM5.86bn that traded on Monday. Overall benchmark yields were mixed by between -3 to +1bp (prior: 0 to 3bps lower), except for the 30Y MGS which was correcting from a previous off-market trade. **The benchmark 5Y MGS 5/30 yield closed 1bp lower for the day at 3.15% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.39%.** Trading interest for the day was led by the benchmark 3Y MGS, while decent interest was also seen in the benchmark 3Y GII and 5Y GII, as well as in the off-the-run MGS 9/25 and MGS 7/26. The share of GII trading for the day receded to 44% of overall govies trading versus the 59% seen the previous session. There are no economic data releases scheduled for the day ahead.

## Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Tuesday, with secondary market volume climbing by 30% to RM485m versus the RM374m that changed hands on Monday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, interest was led by PRASA 12/32 and DANA 11/44, which closed at 3.45% (-4bps versus last print) and 3.84% (-1bp) respectively. In the AAA space, trading was led by TNBPG 3/33, which settled at 3.57%, 8bps lower versus where it last changed hands. Over in the AA-rated territory, interest was led by UOBM 2/34 and BIMB 7/32, which closed the day at 3.69% and 3.70% respectively, both little changed from where they last traded.

## 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	575	2.895	08/04/2025	0
MGS	07/26	2.892	485	2.841	08/04/2025	5
MGS	11/26	2.918	32	2.908	08/04/2025	1
MGS	05/27	2.981	261	2.999	08/04/2025	-2
MGS	11/27	2.993	30	3.045	08/04/2025	-5
MGS	04/28	3.045	707	3.052	08/04/2025	-1
MGS	08/29	3.170	78	3.181	08/04/2025	-1
MGS	04/30	3.179	1	3.163	08/04/2025	2
MGS	05/30	3.153	77	3.165	08/04/2025	-1
MGS	04/31	3.302	171	3.305	08/04/2025	0
MGS	06/31	3.321	41	3.326	08/04/2025	0
MGS	07/32	3.332	301	3.341	08/04/2025	-1
MGS	04/33	3.382	25	3.382	08/04/2025	0
MGS	11/33	3.409	145	3.417	08/04/2025	-1
MGS	07/34	3.421	62	3.434	08/04/2025	-1
MGS	05/35	3.439	1	3.443	08/04/2025	0
MGS	07/35	3.386	115	3.390	08/04/2025	0
MGS	04/37	3.574	130	3.581	08/04/2025	-1
MGS	06/38	3.608	31	3.617	08/04/2025	-1
MGS	04/39	3.606	2	3.640	08/01/2025	-3
MGS	05/40	3.655	83	3.660	08/04/2025	-1
MGS	10/42	3.721	21	3.724	08/04/2025	0
MGS	05/44	3.765	111	3.764	08/04/2025	0
MGS	03/46	3.867	1	3.874	08/04/2025	-1
MGS	06/50	3.874	1	3.938	08/04/2025	-6
MGS	03/53	3.932	101	3.926	08/04/2025	1
MGS	07/55	3.912	16	3.816	08/04/2025	10
GII	08/25	2.825	60	2.825	08/04/2025	0
GII	10/25	2.782	230	2.773	08/04/2025	1
GII	03/26	2.837	1	2.840	08/04/2025	0
GII	09/26	2.887	20	2.910	08/01/2025	-2
GII	09/27	3.033	46	3.040	08/04/2025	-1
GII	07/28	3.093	603	3.079	08/04/2025	1
GII	10/28	3.108	110	3.104	08/04/2025	0
GII	07/29	3.150	61	3.156	07/31/2025	-1
GII	08/30	3.191	510	3.204	08/04/2025	-1
GII	09/30	3.206	105	3.195	08/04/2025	1
GII	10/30	3.219	130	3.237	08/01/2025	-2
GII	10/31	3.316	225	3.334	08/04/2025	-2
GII	10/32	3.376	50	3.382	08/04/2025	-1
GII	11/34	3.424	10	3.428	08/04/2025	0
GII	04/35	3.412	119	3.419	08/04/2025	-1
GII	10/35	3.466	20	3.463	07/31/2025	0
GII	07/36	3.486	124	3.491	08/04/2025	0
GII	08/37	3.553	10	3.563	08/04/2025	-1
GII	09/39	3.626	10	3.619	08/04/2025	1
GII	09/41	3.693	31	3.697	08/01/2025	0
GII	08/43	3.709	200	3.716	08/04/2025	-1
GII	05/45	3.742	32	3.742	08/04/2025	0
GII	03/54	3.940	161	3.929	08/04/2025	1
			6471			

## 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*
Prasarana Malaysia Berhad	12/32	GG	3.445	60	3.485	18/7/2025	-4	11
DanaInfra Nasional Berhad	04/37	GG	3.620	5	3.618	1/8/2025	0	23
Lembaga Pembiayaan Perumahan Sektor Awam	11/43	GG	3.799	40	3.800	18/7/2025	0	3
DanaInfra Nasional Berhad	02/44	GG	3.831	5	3.860	23/5/2025	-3	7
Prasarana Malaysia Berhad	10/44	GG	3.841	10	3.828	23/7/2025	1	8
DanaInfra Nasional Berhad	11/44	GG	3.840	50	3.854	7/7/2025	-1	8
Putrajaya Holdings Sdn Berhad	05/26	AAA	3.401	12	3.597	26/3/2025	-20	50
Gas Malaysia Distribution Sdn Berhad	12/27	AAA	3.472	5	3.782	8/1/2025	-31	48
Bank Pembangunan Malaysia Berhad	12/28	AAA	3.561	20	3.586	25/7/2025	-2	51
Projek Lebuhraya Usahasama Berhad	01/32	AAA	3.609	2	3.608	30/7/2025	0	33
TNB Power Generation Sdn Berhad	03/33	AAA	3.568	25	3.649	30/5/2025	-8	19
Danum Capital Berhad	08/34	AAA	3.578	10	3.599	29/7/2025	-2	18
Bank Pembangunan Malaysia Berhad	11/35	AAA	3.739	20	3.777	23/7/2025	-4	35
Pengurusan Air Selangor Sdn Berhad	10/36	AAA	3.647	10	3.702	10/7/2025	-6	26
Sabah Credit Corporation	07/29	AA1	3.557	8	n/a	n/a	356	42
United Overseas Bank (Malaysia) Berhad	02/34	AA1	3.694	40	3.697	4/8/2025	0	30
UMW Holdings Berhad	11/26	AA+	3.439	20	3.626	8/7/2025	-19	54
Sime Darby Property Berhad	04/40	AA+	3.769	1	3.769	18/7/2025	0	15
Imtiaz Sukuk II Berhad	04/26	AA2	3.498	20	3.535	29/7/2025	-4	59
RHB Islamic Bank Berhad	04/32	AA2	3.636	2	3.868	13/3/2025	-23	30
Pelabuhan Tanjung Pelepas Sdn Berhad	04/26	AA	3.517	5	3.563	16/7/2025	-5	61
Point Zone (M) Sdn Berhad	03/32	AA	3.639	10	3.661	1/8/2025	-2	30
Gamuda Land (T12) Sdn Berhad	08/27	AA3	3.578	10	3.580	28/7/2025	0	59
Tanjung Bin Energy Sdn Berhad	09/28	AA3	4.049	10	5.113	18/4/2025	-106	99
AEON Credit Service (M) Berhad	08/29	AA3	3.597	10	3.890	9/4/2025	-29	46
Tanjung Bin Energy Sdn Berhad	09/30	AA3	4.061	5	4.088	29/7/2025	-3	90
Tanjung Bin Energy Sdn Berhad	03/31	AA3	4.106	10	4.436	10/7/2025	-33	83
AEON Credit Service (M) Berhad	05/32	AA3	3.712	15	3.774	7/7/2025	-6	37
Bank Islam Malaysia Berhad	07/32	AA3	3.697	30	3.697	30/7/2025	0	36
Malaysian Reinsurance Berhad	10/32	AA3	4.150	1	4.151	11/7/2025	0	81
Zetrix AI Berhad (fka MY E.G. Services Berhad)	03/27	AA-	4.884	10	4.958	4/8/2025	-7	189
Qualitas Sukuk Berhad	03/25	A2	6.300	2	6.142	4/8/2025	16	254
DRB-Hicom Berhad	12/14	A	5.501	1	5.603	2/4/2025	-10	174
Bank Muamalat Malaysia Berhad	07/32	A3	4.064	1	4.077	28/7/2025	-1	73
Yinson Holdings Berhad	11/22	A-	5.584	1	5.747	4/8/2025	-16	182
				485				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Alam Flora Sdn Bhd	RM700m Islamic Commercial Papers/ Islamic Medium-Term Notes Programmes	AA/Stable/MARC-1	Affirmed
Bank Muamalat Malaysia Berhad	Financial Institution Rating Sukuk Wakalah Programme of up to RM5bn as follows: Senior Sukuk Wakalah Tier-2 Subordinated Sukuk Wakalah Additional Tier-1 (AT-1) Sukuk Wakalah	A+/Stable/MARC-1  A+/Stable A/Stable BBB+/Stable	Affirmed Affirmed
AFA PRIME Berhad	RM2.5bn Senior Sukuk Musharakah Programme	AA-/Stable	Affirmed
7-Eleven Malaysia Holdings Berhad	RM600m Medium-Term Notes Programme	AA-/Stable	Affirmed

Source: RAM, MARC

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