

## Global Markets Research















## Fixed Income

## Fixed Income Daily Market Snapshot

## US Treasuries

- US Treasuries were slightly lower in trading on Thursday, amidst the raft of reciprocal tariffs coming into effect and a hawkish cut from the Bank of England, which saw them cut their policy rate by 25bps in a narrow 5-4 vote. A weak auction of USD25bn of new 30yr USTs also weighed on the market, capping a poor August refunding exercise. **The benchmark 2-year UST yield was 1bp higher for the day at 3.74% while the 10-year UST yield also advanced by 1bps to 4.24%.** The day ahead sees little in terms of economic data, but we will have comments from the Fed's Musalem later this evening.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.74	1
5-yr UST	3.79	2
10-yr UST	4.24	1
30-yr UST	4.83	1

MGS			GII*			
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)		
3-yr	3.03		-1	3.08		-1
5-yr	3.11		-4	3.16		-4
7-yr	3.28		-4	3.28		-3
10-yr	3.38		0	3.40		-1
15-yr	3.60		-1	3.62		0
20-yr	3.75		0	3.74		0
30-yr	3.86		2	3.93		-9

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.06	-3
3-yr	2.98	-3
5-yr	3.03	-5
7-yr	3.12	-4
10-yr	3.24	-5

Source: Bloomberg

## Upcoming Government Bond Tender

Nil

## MGS/GII

- Local govies were stronger in trading in an active session on Thursday, amidst industrial production for June coming in better than expected and a well-received reopening auction of RM2.5bn of the benchmark 20Y MGS 5/44. Secondary market volume for the day surged by 72% to RM9.70bn from the RM5.63bn that traded on Wednesday. Overall benchmark yields were lower by between 0 to 4bps (prior: -2 to +1bp), except for the 30Y MGS and 30Y GII, which were correcting from previous off-market trades. **The benchmark 5Y MGS 5/30 yield closed 4bps lower for the day at 3.11% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.38%.** Trading interest for the day was again led by the benchmark 7Y GII, while decent interest was also seen in the off-the-run MGS 9/25, as well as in the benchmark 3Y GII, 7Y MGS and 10Y MGS. The share of GII trading for the day receded to 45% of overall govies trading versus the 51% seen the previous session.

## Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Thursday, with secondary market volume declining by 37% to RM914m versus the RM1,459m that changed hands on Wednesday. Trading for the day was led by the AAA-rated segment of the market. In the GG universe, interest was led by LPPSA 3/31 and PRASA 9/31, with both bonds closing at 3.37%, 4bps and 45bps lower from their last prints respectively. In the AAA space, trading was led by CAGA 8/28 (VG250306), which settled at 3.40% in a secondary market debut. In the AA-rated territory, activity was led by RHB 1/33, which closed at 3.66% (-4bps), while in the A-rated universe, BIMB 11/31 led trading and settled the day at 3.63% (+2bps).

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.959	725	2.899	08/06/2025	6
MGS	07/26	2.863	154	2.844	08/06/2025	2
MGS	11/26	2.906	40	2.918	08/05/2025	-1
MGS	05/27	2.967	133	2.975	08/06/2025	-1
MGS	11/27	3.006	5	2.993	08/05/2025	1
MGS	04/28	3.027	244	3.040	08/06/2025	-1
MGS	06/28	3.069	24	3.075	08/06/2025	-1
MGS	08/29	3.137	54	3.164	08/06/2025	-3
MGS	04/30	3.154	100	3.174	08/06/2025	-2
MGS	05/30	3.108	297	3.153	08/06/2025	-4
MGS	04/31	3.272	153	3.282	08/06/2025	-1
MGS	06/31	3.290	110	3.319	08/06/2025	-3
MGS	07/32	3.279	521	3.314	08/06/2025	-4
MGS	04/33	3.374	40	3.386	08/06/2025	-1
MGS	11/33	3.390	335	3.404	08/06/2025	-1
MGS	07/34	3.408	397	3.417	08/06/2025	-1
MGS	05/35	3.414	3	3.426	08/06/2025	-1
MGS	07/35	3.379	734	3.380	08/06/2025	0
MGS	04/37	3.548	180	3.569	08/06/2025	-2
MGS	06/38	3.598	80	3.603	08/06/2025	-1
MGS	04/39	3.603	372	3.612	08/06/2025	-1
MGS	05/40	3.730	80	3.651	08/06/2025	8
MGS	10/42	3.702	64	3.700	08/06/2025	0
MGS	05/44	3.747	337	3.749	08/06/2025	0
MGS	07/48	3.847	30	3.851	08/06/2025	0
MGS	06/50	3.938	31	3.938	08/06/2025	0
MGS	03/53	3.929	11	3.933	08/06/2025	0
MGS	07/55	3.860	66	3.843	08/06/2025	2
GII	08/25	2.893	100	2.779	08/06/2025	11
GII	10/25	2.811	160	2.782	08/05/2025	3
GII	03/26	2.844	50	2.837	08/05/2025	1
GII	09/26	2.879	70	2.887	08/05/2025	-1
GII	09/27	3.012	440	3.028	08/06/2025	-2
GII	07/28	3.077	664	3.089	08/06/2025	-1
GII	10/28	3.096	218	3.105	08/06/2025	-1
GII	07/29	3.130	200	3.151	08/06/2025	-2
GII	08/30	3.160	283	3.197	08/06/2025	-4
GII	09/30	3.175	181	3.204	08/06/2025	-3
GII	10/30	3.200	50	3.222	08/06/2025	-2
GII	10/31	3.276	805	3.307	08/06/2025	-3
GII	10/32	3.330	110	3.377	08/06/2025	-5
GII	08/33	3.388	222	3.408	08/06/2025	-2
GII	11/34	3.399	114	3.424	08/05/2025	-2
GII	04/35	3.399	330	3.412	08/06/2025	-1
GII	07/36	3.458	80	3.486	08/05/2025	-3
GII	09/39	3.610	41	3.635	08/06/2025	-2
GII	07/40	3.619	100	3.620	08/06/2025	0
GII	09/41	3.681	1	3.693	08/05/2025	-1
GII	08/43	3.709	4	3.709	08/05/2025	0
GII	05/45	3.739	70	3.741	08/06/2025	0
GII	05/47	3.853	31	3.850	08/06/2025	0
GII	11/49	3.916	33	3.915	08/06/2025	0
GII	05/52	3.927	10	3.927	08/06/2025	0
GII	03/54	3.932	10	4.020	08/06/2025	-9
		9696				

## 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	03/30	GG	3.290	5	3.350	28/7/2025	-6	15
Prasarana Malaysia Berhad	12/30	GG	3.320	10	3.380	2/7/2025	-6	18
Prasarana Malaysia Berhad	02/31	GG	3.331	15	3.350	1/8/2025	-2	7
Lembaga Pembiayaan Perumahan Sektor Awam	03/31	GG	3.365	100	3.407	3/7/2025	-4	11
Prasarana Malaysia Berhad	09/31	GG	3.372	100	3.819	19/3/2024	-45	12
Prasarana Malaysia Berhad	06/34	GG	3.506	10	3.602	17/6/2025	-10	13
Malaysia Rail Link Sdn Berhad	07/35	GG	3.551	5	3.779	18/4/2025	-23	17
Prasarana Malaysia Berhad	10/44	GG	3.822	10	3.841	5/8/2025	-2	7
Lembaga Pembiayaan Perumahan Sektor Awam	04/50	GG	3.922	10	3.919	16/7/2025	0	17
Sarawak Petchem Sdn Berhad	07/28	AAA	3.576	1	3.616	29/7/2025	-4	54
Cagamas Berhad	08/28	AAA	3.400	100	n/a	n/a	340	36
Cagamas Berhad	08/28	AAA	3.380	20	n/a	n/a	338	34
Mercedes-Benz Services Malaysia Sdn Berhad	10/28	AAA	3.583	20	3.678	27/5/2025	-9	55
Mercedes-Benz Services Malaysia Sdn Berhad	03/29	AAA	3.591	20	3.607	6/8/2025	-2	47
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.554	35	3.610	22/5/2025	-6	44
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.563	20	3.799	27/3/2025	-24	45
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.579	20	3.598	24/7/2025	-2	44
Infracap Resources Sdn Berhad	04/31	AAA	3.558	10	3.598	23/7/2025	-4	30
Sarawak Petchem Sdn Berhad	07/31	AAA	3.691	10	3.739	24/7/2025	-5	44
Petroleum Sarawak Exploration & Production Sdn E	02/33	AAA	3.658	10	3.638	6/8/2025	2	30
Infracap Resources Sdn Berhad	04/33	AAA	3.618	10	3.658	26/6/2025	-4	26
Pengurusan Air SPV Berhad	02/34	AAA	3.622	30	3.659	24/7/2025	-4	24
Projek Lebuhraya Usahasama Berhad	01/36	AAA	3.649	20	3.730	22/5/2025	-8	27
Infracap Resources Sdn Berhad	04/36	AAA	3.679	20	3.704	1/8/2025	-3	30
Sabah Development Bank Berhad	04/26	AA1	4.476	10	4.429	29/7/2025	5	158
RHB Bank Berhad	05/26	AA1	3.451	30	3.576	7/5/2025	-13	55
Sabah Development Bank Berhad	03/27	AA1	4.550	2	3.855	4/8/2025	70	156
Press Metal Aluminium Holdings Berhad	10/29	AA1	3.603	10	3.606	24/7/2025	0	49
YTL Power International Berhad	10/39	AA1	3.799	20	3.840	4/6/2025	-4	19
YTL Power International Berhad	06/41	AA1	3.849	20	3.874	25/7/2025	-2	24
edotco Malaysia Sdn Berhad	09/32	AA+	3.627	20	3.738	27/5/2025	-11	33
Bumitama Agri Ltd	07/26	AA2	3.585	7	3.590	6/8/2025	0	69
Golden Assets International Finance Limited	04/27	AA2	3.821	50	4.078	26/2/2025	-26	83
RHB Islamic Bank Berhad	04/32	AA2	3.621	30	3.636	5/8/2025	-2	32
RHB Bank Berhad	01/33	AA2	3.660	60	3.697	17/7/2025	-4	36
OSK Rated Bond Sdn Berhad	04/31	AA	3.629	10	3.703	4/7/2025	-7	37
Bank Islam Malaysia Berhad	07/32	AA3	3.699	5	3.699	6/8/2025	0	40
IJM Treasury Management Sdn Berhad	03/39	AA3	3.749	15	3.901	19/6/2025	-15	14
UDA Holdings Berhad	05/32	AA-	4.556	2	4.557	28/7/2025	0	126
UMW Holdings Berhad	04/18	AA-	4.121	1	3.817	6/8/2025	30	37
Bank Islam Malaysia Berhad	11/31	A1	3.634	10	3.613	21/7/2025	2	38
Qualitas Sukuk Berhad	03/25	A2	6.229	2	6.091	6/8/2025	14	248
				914				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

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