

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries lost ground in trading on Wednesday, amidst the FOMC reducing rates by 25bps in an 11-1 majority vote, which Fed Chair Powell characterized as a risk management cut. The markets had expected a greater number of dissents favoring a larger 50bps cut today. Overall benchmark UST yields consequentially closed the day higher by 4 to 7bps. **The benchmark 2-year UST note yield was 5bps higher for the day at 3.55% while the 10-year UST bond yield advanced by 6bps to 4.09%.** The coming day sees the release of the Leading Index for August and the usual weekly jobless claims figures.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.55	5
5-yr UST	3.66	7
10-yr UST	4.09	6
30-yr UST	4.69	4

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.04	-2	3.05	-2	
5-yr	3.12	1	3.16	1	
7-yr	3.32	-1	3.25	-3	
10-yr	3.40	-1	3.43	0	
15-yr	3.60	0	3.63	2	
20-yr	3.75	-1	3.78	0	
30-yr	3.87	9	3.93	3	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.16	-2
3-yr	3.09	-1
5-yr	3.14	-2
7-yr	3.23	-2
10-yr	3.34	-2

Source: Bloomberg

Upcoming Government Bond Tender

Nil

MGS/GII

- Local govies were mostly firmer in trading on Wednesday, amidst strong buying interest seen in the shorter dated maturities up to 3 years. Secondary market volume for the day climbed 31% to RM7.54bn from the RM5.75bn that changed hands on Friday. Overall benchmark yields were mixed by between -3 to +3bps (prior: -3 to +1bp), except for the benchmark 30Y MGS which was correcting from previous off-market trades. **The benchmark 5Y MGS 5/30 yield was 1bp higher for the day at 3.12% while the yield on the benchmark 10Y MGS 7/35 declined by 1bp to 3.40%.** Trading interest for the day was again led by the off-the-run MGS 7/26, while decent interest was also seen in the benchmark 3Y GII, as well as in the off-the-run GII 10/25, GII 3/26, MGS 11/26 and MGS 5/27. The share of GII trading for the day rose to 44% of overall govies trading versus the 40% seen the previous session. Today may see the announcement of the 15Y MGS 4/39 reopening, where we expect RM4bn to be put up for sale (inclusive of RM1bn to be privately placed).

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Wednesday, as activity soared post the long weekend with secondary market volume more than tripling to RM1,035m versus the RM283m that traded on Friday. Trading for the day was led by the GG segment of the market, where the interest was dominated by PRASA 10/39 and LPPSA 3/45, which closed at 3.70% (unchanged versus last print) and 3.83% (+3bps) respectively. In the AAA space, trading was led by MERCEDES 3/26, which settled at 3.44% (-2bps). Over in the AA-rated territory, activity was led by AMBANK 3/31, which closed at 3.61% (-40bps) while in the A-rated universe, ALLIANCEI 9/34 drew interest and settled the day at 3.72% (unchanged).

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	04/26	2.726	4	2.734	09/12/2025	-1
MGS	07/26	2.736	2210	2.789	09/12/2025	-5
MGS	11/26	2.815	434	2.838	09/12/2025	-2
MGS	05/27	2.913	420	2.959	09/12/2025	-5
MGS	11/27	2.950	20	2.984	09/12/2025	-3
MGS	04/28	3.037	143	3.057	09/12/2025	-2
MGS	06/28	3.030	86	3.069	09/11/2025	-4
MGS	09/28	3.044	70	3.047	08/28/2025	0
MGS	08/29	3.131	15	3.146	09/12/2025	-2
MGS	04/30	3.131	41	3.146	09/11/2025	-2
MGS	05/30	3.121	21	3.115	09/12/2025	1
MGS	04/31	3.238	31	3.238	09/12/2025	0
MGS	06/31	3.241	12	3.257	09/11/2025	-2
MGS	07/32	3.321	155	3.331	09/12/2025	-1
MGS	11/33	3.360	54	3.377	09/12/2025	-2
MGS	07/34	3.404	107	3.404	09/12/2025	0
MGS	05/35	3.409	33	3.408	09/12/2025	0
MGS	07/35	3.404	99	3.415	09/12/2025	-1
MGS	04/37	3.530	35	3.545	09/12/2025	-2
MGS	06/38	3.558	10	3.570	09/11/2025	-1
MGS	05/40	3.611	10	3.630	09/12/2025	-2
MGS	10/42	3.676	16	3.685	09/12/2025	-1
MGS	09/43	3.762	130	3.759	09/12/2025	0
MGS	05/44	3.749	32	3.756	09/12/2025	-1
MGS	03/46	3.813	1	3.816	09/11/2025	0
MGS	06/50	3.860	7	3.937	09/12/2025	-8
MGS	03/53	3.911	21	3.937	09/12/2025	-3
MGS	07/55	3.869	9	3.782	09/12/2025	9
GII	10/25	2.813	519	2.881	09/12/2025	-7
GII	03/26	2.825	770	2.858	09/12/2025	-3
GII	09/26	2.852	20	2.867	09/12/2025	-2
GII	07/27	2.975	70	2.986	09/12/2025	-1
GII	09/27	2.987	128	3.003	09/11/2025	-2
GII	07/28	3.054	680	3.071	09/12/2025	-2
GII	10/28	3.089	140	3.091	09/12/2025	0
GII	12/28	3.098	1	3.098	08/08/2025	0
GII	08/30	3.163	12	3.148	09/10/2025	1
GII	09/30	3.150	110	3.167	09/11/2025	-2
GII	10/30	3.155	50	3.172	09/12/2025	-2
GII	10/31	3.254	211	3.283	09/12/2025	-3
GII	10/32	3.330	80	3.334	09/12/2025	0
GII	08/33	3.375	30	3.365	08/27/2025	1
GII	11/34	3.425	110	3.418	09/09/2025	1
GII	04/35	3.427	176	3.424	09/12/2025	0
GII	07/36	3.491	20	3.488	09/10/2025	0
GII	09/39	3.593	1	3.593	09/12/2025	0
GII	07/40	3.629	42	3.614	09/12/2025	2
GII	09/41	3.628	3	3.630	09/12/2025	0
GII	08/43	3.731	11	3.723	09/11/2025	1
GII	05/45	3.778	3	3.778	09/11/2025	0
GII	05/47	3.825	2	3.869	09/12/2025	-4
GII	11/49	3.893	90	3.807	09/12/2025	9
GII	05/52	3.906	10	3.898	09/12/2025	1
GII	03/54	3.928	28	3.894	09/12/2025	3
			7544			

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	3.438	10	3.364	25/8/2025	7	12
PR1MA Corporation Malaysia	07/35	GG	3.559	10	3.564	12/9/2025	0	16
Prasarana Malaysia Berhad	10/39	GG	3.700	260	3.701	12/9/2025	0	9
Prasarana Malaysia Berhad	02/40	GG	3.709	3	3.757	4/7/2025	-5	10
Lembaga Pembiayaan Perumahan Sektor Awam	03/45	GG	3.831	260	3.799	18/8/2025	3	8
TTM Sukuk Berhad	11/25	AAA	3.240	10	3.333	4/9/2025	-9	39
Mercedes-Benz Services Malaysia Sdn Berhad	03/26	AAA	3.442	50	3.460	4/9/2025	-2	59
Westports Malaysia Sdn Berhad	04/26	AAA	3.297	10	3.389	6/8/2025	-9	45
Small Medium Enterprise Development Bank Malay	05/28	AAA	3.597	10	3.606	26/8/2025	-1	56
Toyota Capital Malaysia Sdn Berhad	09/28	AAA	3.549	10	3.644	24/7/2025	-10	51
Pelaburan Hartanah Berhad	09/31	AAA	3.698	20	3.665	18/8/2025	3	47
Pengurusan Air Selangor Sdn Berhad	08/49	AAA	3.989	10	3.939	11/9/2025	5	24
GENM Capital Berhad	03/27	AA1	3.891	20	4.979	12/9/2025	-109	94
GENM Capital Berhad	05/28	AA1	3.963	5	4.046	25/7/2025	-8	92
GENM Capital Berhad	05/29	AA1	4.060	5	4.057	13/8/2025	0	97
GENM Capital Berhad	05/30	AA1	4.109	5	4.175	18/7/2025	-7	99
Malayan Banking Berhad	08/31	AA1	4.879	1	3.555	16/5/2025	132	165
GENM Capital Berhad	05/32	AA1	4.295	30	4.337	15/5/2025	-4	97
GENM Capital Berhad	05/34	AA1	4.455	5	4.656	19/8/2025	-20	108
AEON Co. (M) Berhad	07/26	AA2	3.464	10	3.686	8/4/2025	-22	61
Pelabuhan Tanjung Pelepas Sdn Berhad	04/26	AA	3.442	20	3.476	29/8/2025	-3	59
OSK Rated Bond Sdn Berhad	03/35	AA	3.709	20	3.698	20/8/2025	1	33
Tanjung Bin Energy Sdn Berhad	09/26	AA3	3.738	10	3.748	11/9/2025	-1	89
Edra Energy Sdn Berhad	01/28	AA3	3.608	10	3.610	12/9/2025	0	66
AEON Credit Service (M) Berhad	02/28	AA3	3.524	10	3.516	29/8/2025	1	57
AEON Credit Service (M) Berhad	12/28	AA3	3.567	20	3.734	16/5/2025	-17	53
AmBank (M) Berhad	03/31	AA3	3.607	100	4.007	14/8/2025	-40	38
Bank Islam Malaysia Berhad	07/31	AA3	3.688	10	3.722	8/7/2025	-3	46
AEON Credit Service (M) Berhad	05/32	AA3	3.699	20	3.697	8/8/2025	0	38
Gamuda Berhad	03/35	AA3	3.728	20	3.809	23/6/2025	-8	32
UEM Sunrise Berhad	01/26	AA-	3.401	10	3.440	26/8/2025	-4	55
Zetrix AI Berhad (fka MY E.G. Services Berhad)	08/26	AA-	4.276	2	4.349	25/8/2025	-7	143
Zetrix AI Berhad (fka MY E.G. Services Berhad)	03/27	AA-	5.616	1	4.840	2/9/2025	78	277
Zetrix AI Berhad (fka MY E.G. Services Berhad)	09/28	AA-	5.300	6	5.077	12/9/2025	22	226
Penang Port Sdn Berhad	12/29	AA-	3.707	20	3.898	9/4/2025	-19	62
Alliance Islamic Bank Berhad	09/34	A1	3.718	10	3.718	11/9/2025	0	34
Qualitas Sukuk Berhad	03/25	A2	6.134	1	6.099	12/9/2025	4	238
Tan Chong Motor Holdings Berhad	06/26	A	5.677	1	4.446	2/9/2025	123	283
Yinson Holdings Berhad	11/22	NR(LT)	5.345	1	6.053	10/7/2025	-71	160
				1035				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Celcom Networks Sdn Bhd	Sukuk Murabahah Programme of RM5bn	AAA/Stable	Affirmed
Malaysia Marine and Heavy Engineering Holdings Berhad	RM1bn Sukuk Murabahah Programme	AA-/Stable	Affirmed

Source: RAM, MARC

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