HongLeong Bank

Global Markets Research
Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.48	-1
5-yr UST	3.61	0
10-yr UST	4.00	0
30-yr UST	4.59	1

	MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.10	0	3.12	3
5-yr	3.23	0	3.24	1
7-yr	3.43	3	3.36	2
10-yr	3.49	1	3.48	0
15-yr	3.65	-7	3.73	1
20-yr	3.94	0	3.93	0
30-yr	3.97	9	4.04	13

** Market indicative levels*

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.22	1
3-yr	3.18	1
5-yr	3.23	0
7-yr	3.30	-1
10-yr	3.43	-1

Source : Bloomberg

Upcoming Government Bond Tender

Nil

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were little changed in trading on Friday, amidst the delayed CPI figures for September coming in slightly cooler than expected, paving the way for a likely rate cut by the Fed next week which has been fully priced by the futures markets. Overall benchmark UST yields closed the day mixed by between -1 to +1bp. **The benchmark 2-year UST note yield was 1bp lower for the day at 3.48% while the 10-year UST bond yield was unchanged at 4.00%.** The day ahead sees the scheduled preliminary durable goods orders for September likely to be postponed with the federal government shutdown extending for a fifth week.

MGS/GII

- Local govvies were softer in trading on Friday ahead of the ASEAN summit beginning on Sunday with activity being led by the short-dated maturities. Secondary market volume for the day inched lower by 1% to RM4.75bn from the RM4.78bn that changed hands on Thursday. Overall benchmark yields were higher by between 0 to 3bps (prior: -2 to +2bps), except for the 15Y MGS which was skewed by an off-market trade and the 30Y MGS/GII which was correcting from previous off-market trades. **The benchmark 5Y MGS 5/30 yield was little changed for the day at 3.23% while the yield on the benchmark 10Y MGS 7/35 advanced by 1bp to 3.49%.** Trading interest for the day was 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 3/26, MGS 5/27, MGS 4/31 and GII 8/33. The share of GII trading rose to 43% of overall govvies trading from the 33% seen the day before.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Friday, with secondary market volume declining by 15% to RM811m versus the RM955m that traded on Thursday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, the interest was led by DANA 10/28, which settled the day at 3.23% (-5bps versus last print). In the AAA space, trading was led by PASB 11/27 and SEB 7/33, with the bonds settling at 3.43% (-9bps) and 3.67% (+2bps) respectively. Over in the AA-rated territory, the interest was led by RHB 11/28 and MBB 4.13% Perps, which closed the day at 3.59% (+5bps) and 3.73% (-1bp) respectively. In the A-rated arena, YINSON 7.50% Perps (VZ240038) saw interest and settled at 5.70% (+48bps).

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	04/26	2.888	4	2.827	10/16/2025	6
MGS	07/26	2.862	680	2.880	10/23/2025	-2
MGS	11/26	2.885	121	2.921	10/23/2025	-4
MGS	05/27	2.906	311	3.041	10/23/2025	-14
MGS	11/27	3.027	125	3.061	10/23/2025	-3
MGS	04/28	3.099	66	3.101	10/23/2025	0
MGS	04/29	3.195	30	3.217	10/22/2025	-2
MGS	04/30	3.242	1	3.218	10/22/2025	2
MGS	04/31	3.359	318	3.351	10/23/2025	1
MGS	06/31	3.369	120	3.376	10/23/2025	-1
MGS	07/32	3.430	84	3.400	10/23/2025	3
MGS	04/33	3.484	19	3.506	10/23/2025	-2
MGS	11/33	3.504	169	3.500	10/23/2025	0
MGS	07/34	3.514	54	3.510	10/23/2025	0
MGS	05/35	3.529	3	3.512	10/23/2025	2
MGS	07/35	3.488	70	3.476	10/23/2025	1
MGS	04/37	3.678	144	3.683	10/23/2025	0
MGS	06/38	3.708	1	3.734	10/23/2025	-3
MGS	04/39	3.647	59	3.712	10/23/2025	-7
MGS	05/40	3.743	21	3.780	10/22/2025	-4
MGS	10/42	3.863	14	3.815	10/21/2025	5
MGS	05/44	3.938	192	3.943	10/23/2025	0
MGS	06/50	4.020	2	4.036	10/23/2025	-2
MGS	03/53	4.076	48	4.079	10/23/2025	0
MGS	07/55	3.974	42	3.888	10/23/2025	9
GII	03/26	2.880	621	2.833	10/23/2025	5
GII	09/26	2.852	22	2.883	10/23/2025	-3
GII	09/27	3.054	30	3.046	10/22/2025	1
GII	07/28	3.117	489	3.093	10/23/2025	2
GII	10/28	3.113	23	3.099	10/23/2025	1
GII	08/30	3.241	127	3.230	10/23/2025	1
GII	09/30	3.237	20	3.231	10/23/2025	1
GII	10/31	3.364	121	3.341	10/23/2025	2
GII	10/32	3.447	81	3.447	10/23/2025	0
GII	08/33	3.488	312	3.484	10/23/2025	0
GII	11/34	3.515	40	3.499	10/23/2025	2
GII	07/36	3.573	6	3.579	10/21/2025	-1
GII	03/38	3.670	4	3.706	10/23/2025	-4
GII	09/39	3.737	141	3.724	10/22/2025	1
GII	07/40	3.727	11	3.712	10/23/2025	1
GII	05/52	4.098	1	4.058	10/22/2025	4
GII	03/54	4.042	1	4.001	10/22/2025	4
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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	10/28	GG	3.230	100	3.281	9/10/2025	-5	13
Lembaga Pembiayaan Perumahan Sektor Awam	04/32	GG	3.539	40	3.545	23/10/2025	-1	20
Prasarana Malaysia Berhad	08/32	GG	3.579	60	3.580	23/10/2025	0	15
Perbadanan Tabung Pendidikan Tinggi Nasional	03/35	GG	3.650	60	4.049	13/9/2023	-40	18
Malaysia Rail Link Sdn Berhad	07/36	GG	3.689	10	3.689	23/10/2025	0	21
Pengurusan Air SPV Berhad	11/27	AAA	3.434	20	3.524	10/6/2025	-9	40
Toyota Capital Malaysia Sdn Berhad	01/28	AAA	3.542	15	3.594	12/8/2025	-5	51
Pengurusan Air SPV Berhad	04/28	AAA	3.443	10	3.434	3/10/2025	1	34
CelcomDigi Telecommunications Sdn Berhad (fka D	09/29	AAA	3.538	10	3.530	17/10/2025	1	36
Pengurusan Air SPV Berhad	02/31	AAA	3.589	10	3.583	7/10/2025	1	36
Pengurusan Air SPV Berhad	04/31	AAA	3.595	10	3.579	7/10/2025	2	37
CelcomDigi Telecommunications Sdn Berhad (fka D	06/31	AAA	3.618	10	3.618	23/10/2025	0	28
Sarawak Energy Berhad	07/33	AAA	3.669	20	3.651	6/10/2025	2	22
Sarawak Energy Berhad	11/33	AAA	3.669	10	3.621	17/7/2025	5	22
Pengurusan Air SPV Berhad	04/39	AAA	3.886	10	3.899	23/10/2025	-1	17
TNB Power Generation Sdn Berhad	03/43	AAA	3.999	10	3.911	22/10/2025	9	28
RHB Bank Berhad	11/28	AA1	3.591	55	3.543	18/8/2025	5	49
YTL Corporation Berhad	04/29	AA1	3.630	10	4.259	18/9/2023	-63	53
UEM Olive Capital Berhad	10/31	AA1	3.658	40	3.638	15/10/2025	2	32
Kuala Lumpur Kepong Berhad	03/32	AA1	3.752	10	3.736	17/10/2025	2	41
Sime Darby Property Berhad	08/26	AA+	3.410	10	3.445	21/10/2025	-3	53
edotco Malaysia Sdn Berhad	09/32	AA+	3.719	10	3.681	2/10/2025	4	29
OSK Rated Bond Sdn Berhad	04/28	AA	3.564	20	3.574	8/10/2025	-1	46
Fortune Premiere Sdn Berhad	09/40	AA	4.060	5	4.000	3/9/2025	6	34
AEON Credit Service (M) Berhad	11/30	AA3	3.738	15	3.752	9/10/2025	-1	51
AmBank Islamic Berhad	12/30	AA3	3.550	20	3.607	16/10/2025	-6	32
Gamuda Berhad	03/35	AA3	3.829	30	3.838	14/10/2025	-1	36
Syarikat Takaful Malaysia Keluarga Berhad	09/35	AA3	3.803	10	3.798	15/10/2025	0	32
Malayan Banking Berhad	02/17	AA3	3.726	60	3.739	23/10/2025	-1	-22
UEM Sunrise Berhad	09/26	AA-	3.462	30	3.500	9/9/2025	-4	58
Johor Port Berhad	10/27	AA-	3.598	20	3.586	14/8/2025	1	57
Malakoff Power Berhad	12/28	AA-	3.706	10	3.716	16/10/2025	-1	61
Malakoff Power Berhad	12/29	AA-	3.735	10	3.727	16/10/2025	1	56
DRB-Hicom Berhad	08/30	AA-	3.718	10	3.617	19/9/2025	10	49
Penang Port Sdn Berhad	12/31	AA-	3.837	10	3.768	14/8/2025	7	50
Yinson Holdings Berhad	11/22	A3	5.695	20	5.219	17/10/2025	48	175
Yinson Holdings Berhad	11/22	NR(LT)	5.607	1	5.623	16/10/2025	-2	167
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** The spread against nearest indicative tenured MGS (Source: BPAM)*

Rating Action

Issuer	PDS Description	Rating/Outlook	Action
UEM Olive Capital Berhad	RM7bn Sukuk Wakalah Programme	AA1/Stable	Affirmed
Petronas Dagangan Berhad	RM10bn nominal value Islamic Commercial Papers/ Islamic Medium-Term Notes Programmes	AAA/Stable/MARC-1	Affirmed

Source: RAM, MARC

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