Global Markets Research

Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.49	1
5-yr UST	3.60	0
10-yr UST	3.98	-2
30-yr UST	4.55	-4

	MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.11	1	3.10	-2
5-yr	3.24	1	3.24	0
7-yr	3.43	0	3.36	0
10-yr	3.49	0	3.48	0
15-yr	3.75	10	3.76	3
20-yr	3.94	0	3.93	0
30-yr	4.02	4	4.04	0

** Market indicative levels*

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.23	0
3-yr	3.21	3
5-yr	3.27	3
7-yr	3.34	4
10-yr	3.47	4

Source : Bloomberg

Upcoming Government Bond Tender

Nil

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were mixed in trading on Monday, with the longer dated maturities recording gains while the front end gave up some ground, amidst reports that there was progress in the talks between US and China. Overall benchmark UST yields closed the day mixed by between -4 to +1bp. **The benchmark 2-year UST note yield was 1bp higher for the day at 3.49% while the 10-year UST bond yield declined 2bps to 3.98%.** The coming day sees the release of the FHFA house price index for August as well as the latest monthly consumer confidence index from the Conference Board for October.

MGS/GII

- Local govvies were slightly softer in trading on Monday amidst a reciprocal trade deal being inked between the US and Malaysia over the weekend, which brightened the growth prospects with tariff exemptions granted for numerous categories. Secondary market volume for the day declined by 26% to RM3.52bn from the RM4.75bn that traded on Friday. Overall benchmark yields were mixed by between -2 to +4bps (prior: 0 to 3bps higher), except for the 15Y MGS which was correcting from a previous off-market trade. **The benchmark 5Y MGS 5/30 yield was 1bp higher for the day at 3.24% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.49%.** Trading interest for the day was led by the off-the-run MGS 5/27, while decent interest was also seen in the off-the-run MGS 7/26, as well as in the benchmark 5Y MGS/GII. The share of GII trading receded to 33% of overall govvies trading from the 43% seen the previous session.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Monday, with secondary market volume inching lower by 4% to RM775m versus the RM811m that swapped hands on Friday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, the interest was seen in TPSB 11/32 and PRASA 8/34, which both settled the day at 3.64%, 1 and 4bps higher versus where they last traded respectively. In the AAA space, trading was led by ALRB 10/31, settling at 3.66% (+8bps versus last print). Over in the AA-rated territory, the interest was led by EVYAP 12/29, which closed at 3.91% (+5bps), while decent interest was also seen in YTLC 9/33 and YTLC 11/36, which settled the day at 3.78% (+1bp) and 3.86% (+5bps) respectively.

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	07/26	2.854	492	2.862	10/24/2025	-1
MGS	11/26	2.889	4	2.885	10/24/2025	0
MGS	05/27	3.046	785	2.906	10/24/2025	14
MGS	11/27	3.055	6	3.027	10/24/2025	3
MGS	04/28	3.125	158	3.099	10/24/2025	3
MGS	08/29	3.202	91	3.216	10/24/2025	-1
MGS	04/30	3.246	40	3.242	10/24/2025	0
MGS	05/30	3.240	212	3.226	10/24/2025	1
MGS	04/31	3.369	71	3.359	10/24/2025	1
MGS	07/32	3.430	71	3.430	10/24/2025	0
MGS	04/33	3.509	20	3.484	10/24/2025	2
MGS	11/33	3.505	17	3.504	10/24/2025	0
MGS	07/34	3.527	73	3.514	10/24/2025	1
MGS	05/35	3.550	30	3.529	10/24/2025	2
MGS	07/35	3.487	42	3.488	10/24/2025	0
MGS	04/37	3.675	1	3.678	10/24/2025	0
MGS	06/38	3.722	2	3.708	10/24/2025	1
MGS	04/39	3.747	102	3.647	10/24/2025	10
MGS	05/40	3.753	21	3.743	10/24/2025	1
MGS	10/42	3.870	17	3.863	10/24/2025	1
MGS	05/44	3.940	45	3.938	10/24/2025	0
MGS	03/46	3.990	3	3.998	10/24/2025	-1
MGS	07/48	4.029	10	4.000	10/24/2025	3
MGS	06/50	4.001	10	4.020	10/24/2025	-2
MGS	03/53	4.073	7	4.076	10/24/2025	0
MGS	07/55	4.015	16	3.974	10/24/2025	4
GII	03/26	2.880	92	2.880	10/24/2025	0
GII	09/26	2.900	57	2.852	10/24/2025	5
GII	09/27	3.054	174	3.054	10/24/2025	0
GII	07/28	3.103	106	3.117	10/24/2025	-1
GII	08/30	3.240	328	3.241	10/24/2025	0
GII	09/30	3.247	142	3.237	10/24/2025	1
GII	10/31	3.364	11	3.364	10/24/2025	0
GII	06/33	3.511	40	3.472	10/14/2025	4
GII	08/33	3.508	60	3.488	10/24/2025	2
GII	11/34	3.523	40	3.515	10/24/2025	1
GII	07/36	3.573	5	3.573	10/24/2025	0
GII	08/37	3.679	10	3.620	10/23/2025	6
GII	03/38	3.706	2	3.670	10/24/2025	4
GII	07/40	3.755	21	3.727	10/24/2025	3
GII	09/41	3.811	85	3.773	10/24/2025	4
			3522			

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	08/32	GG	3.577	40	3.579	24/10/2025	0	15
Turus Pesawat Sdn Berhad	11/32	GG	3.637	40	3.628	16/10/2025	1	21
Prasarana Malaysia Berhad	08/34	GG	3.635	40	3.597	15/10/2025	4	16
Amanat Lebuhraya Rakyat Berhad	10/29	AAA	3.547	20	3.546	16/10/2025	0	37
Amanat Lebuhraya Rakyat Berhad	10/31	AAA	3.661	30	3.579	27/8/2025	8	32
Pengurusan Air Selangor Sdn Berhad	04/33	AAA	3.694	10	3.700	14/10/2025	-1	27
Amanat Lebuhraya Rakyat Berhad	10/33	AAA	3.698	10	3.618	19/8/2025	8	24
Danum Capital Berhad	02/34	AAA	3.739	10	3.738	14/10/2025	0	28
Sarawak Petchem Sdn Berhad	07/36	AAA	3.900	2	3.769	11/8/2025	13	41
Pengurusan Air Selangor Sdn Berhad	10/36	AAA	3.839	10	3.648	18/8/2025	19	35
Tenaga Nasional Berhad	08/40	AAA	3.950	1	3.879	16/10/2025	7	22
Danum Capital Berhad	09/40	AAA	3.959	5	3.874	17/10/2025	9	23
Pengurusan Air Selangor Sdn Berhad	10/50	AAA	4.120	10	4.013	22/10/2025	11	18
Malayan Banking Berhad	08/31	AA1	4.405	1	3.516	21/10/2025	89	107
YTL Corporation Berhad	09/33	AA1	3.781	50	3.772	15/10/2025	1	32
United Overseas Bank (Malaysia) Berhad	02/34	AA1	3.717	30	3.686	25/8/2025	3	26
YTL Corporation Berhad	11/36	AA1	3.858	50	3.805	1/8/2025	5	37
YTL Power International Berhad	08/39	AA1	3.894	8	3.895	23/10/2025	0	16
Press Metal Aluminium Holdings Berhad	03/40	AA1	3.951	4	3.869	14/10/2025	8	22
YTL Power International Berhad	03/40	AA1	3.888	20	3.837	21/10/2025	5	16
Sime Darby Property Berhad	04/40	AA+	3.928	20	3.870	14/10/2025	6	20
Bumitama Agri Ltd	07/26	AA2	3.627	5	3.649	10/10/2025	-2	75
Konsortium ProHAWK Sdn Berhad	12/31	AA2	3.896	10	3.937	20/6/2025	-4	56
CIMB Group Holdings Berhad	08/35	AA2	3.746	10	n/a	n/a	375	26
CIMB Group Holdings Berhad	08/38	AA2	3.959	2	3.919	2/10/2025	4	23
Pelabuhan Tanjung Pelepas Sdn Berhad	06/27	AA	3.508	10	3.573	14/8/2025	-6	48
Evyap Sabun Malaysia Sdn Berhad	12/29	AA	3.908	100	3.855	24/9/2025	5	73
Gamuda Land (T12) Sdn Berhad	10/28	AA3	3.676	10	3.578	23/9/2025	10	57
Gamuda Berhad	06/30	AA3	3.692	25	3.688	21/10/2025	0	46
Gamuda Berhad	06/30	AA3	3.692	25	3.668	16/10/2025	2	46
Edra Energy Sdn Berhad	07/35	AA3	3.928	40	3.938	15/10/2025	-1	44
RP Hydro (Kelantan) Sdn Berhad	07/35	AA3	4.861	7	4.858	17/6/2025	0	137
Edra Energy Sdn Berhad	01/36	AA3	3.947	10	3.959	1/7/2025	-1	46
Edra Energy Sdn Berhad	07/36	AA3	3.968	10	3.967	15/10/2025	0	48
Edra Energy Sdn Berhad	01/37	AA3	3.987	10	4.108	29/4/2025	-12	50
Edra Energy Sdn Berhad	07/37	AA3	4.018	10	3.927	21/8/2025	9	53
Malayan Banking Berhad	02/17	AA3	3.708	27	3.726	24/10/2025	-2	-23
Malakoff Power Berhad	12/25	AA-	3.535	5	3.904	7/5/2025	-37	65
MMC Corporation Berhad	11/29	AA-	3.746	20	3.745	24/9/2025	0	57
Malakoff Power Berhad	12/29	AA-	3.735	10	3.735	24/10/2025	0	56
Penang Port Sdn Berhad	12/31	AA-	3.828	2	3.837	24/10/2025	-1	49
Orkim Sdn Berhad	02/32	AA-	3.898	5	3.942	24/9/2025	-4	56
UEM Sunrise Berhad	07/37	AA-	3.886	3	3.778	29/8/2025	11	40
MNRB Holdings Berhad	03/34	A1	3.766	2	3.765	10/10/2025	0	31
DRB-Hicom Berhad	12/14	A	4.700	6	5.477	7/10/2025	-78	76
				775				

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

Rating Action

Issuer	PDS Description	Rating/Outlook	Action
Jimah East Power Sdn Bhd	Outstanding RM7.97bn Sukuk Murabahah	AA-/Stable	Affirmed
Poseidon ABS Berhad	RM350m Fourth Tranche Senior Medium-Term Notes to be issued under its RM3.5bn asset-backed MTN Programme	AA2/Stable	Assigned

Source: RAM, MARC

Hong Leong Bank Berhad
Fixed Income & Economic Research, Global Markets
Level 8, Hong Leong Tower
6, Jalan Damanlela
Bukit Damansara
50490 Kuala Lumpur
Tel: 603-2081 1221
Fax: 603-2081 8936
Email: HLMarkets@hlbb.hongleong.com.my