September 3, 2026

Global Markets Research
Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.37	-3
5-yr UST	4.53	-2
10-yr UST	4.78	-2
30-yr UST	5.26	-2

	MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.39	0	3.40	0
5-yr	3.65	2	3.55	1
7-yr	3.86	1	3.85	-1
10-yr	3.93	0	3.94	5
15-yr	4.09	4	4.08	0
20-yr	4.21	-1	4.18	0
30-yr	4.29	0	4.31	2

** Market indicative levels*

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.62	2
3-yr	3.69	1
5-yr	3.74	0
7-yr	3.80	-1
10-yr	3.93	1

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	2,028	1
MTD Change	9,948	4,554

Figures in RM 'mil (as of 27 Aug 2026)

Upcoming Government Bond Tender

Nil

US Treasuries

- US Treasuries were firmer in trading on Wednesday, with shorter dated bonds outperforming for the day, amidst continued elevated oil prices. The latest Fed Beige Book reported that rising energy prices are putting a strain on households and businesses, while that the labour market is largely holding up. Benchmark yields were lower for the day by between 2 to 3bps, with the UST curve bull-steepening. **The benchmark 2-year UST yield fell by 3bps for the day at 4.37% while the 10-year UST bond yield declined by 2bps to 4.78%.** The coming day brings the release of the ISM Services index and the Challenger job cuts report for August, as well as the trade balance figures for July and the usual weekly jobless claims.

MGS/GII

- Local govvies were softer in trading on Wednesday in a lighter session, taking cue from the overnight decline in the US Treasury markets ahead of the central bank deciding on policy. Secondary market volume for the day eased by 22% to RM4.15bn versus the RM5.33bn that traded on Tuesday. Overall benchmark yields were mixed by between -1 to +5bps (prior: 1to 6bps higher). **The benchmark 5Y MGS 6/31 yield rose by 2bps for the day to 3.65% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.93%.** Trading for the day was again led by the off-the-run MGS 5/27, while interest was also seen in the off-the-run GII 9/26, MGS 11/26, MGS 8/29 and MGS 4/31. The share of GII trading declined to 31% of overall govvies trading versus the 39% seen the previous session. The day ahead brings the BNM MPC decision, where the central bank is expected to leave rates on hold for the seventh straight MPC meet, and continue to sound out a neutral tone on policy.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Wednesday, with secondary market volume for the day receding by 15% to RM217m versus the RM256m that swapped hands on Tuesday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, the activity was led by DANA 2/44, which closed the day at 4.38% (+59bps versus last print). Over in the AAA-space, PASB 11/27 led trading and settled at 3.55% (+2bps). In the AA-rated territory, the interest was led by SDBB 10/29, which closed at 4.87% (+31bps), while decent interest was also seen in GAMUDA 6/33 and MALAKOFF 4/36, which settled at 4.17% (+27bps) and 4.42% (+33bps) respectively. Over in the A-rated arena, interest was seen in CIMBG 4.03% Perps, which closed the day at 4.32% (+19bps).

Daily Trades: Government Bond

		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	11/26	2.813	415	2.721	09/01/2026	9
MGS	05/27	3.017	472	3.037	09/01/2026	-2
MGS	11/27	3.112	132	3.152	09/01/2026	-4
MGS	04/28	3.293	32	3.301	09/01/2026	-1
MGS	06/28	3.305	20	3.323	09/01/2026	-2
MGS	03/29	3.389	60	3.388	09/01/2026	0
MGS	08/29	3.460	277	3.438	09/01/2026	2
MGS	05/30	3.556	1	3.544	09/01/2026	1
MGS	04/31	3.662	330	3.653	09/01/2026	1
MGS	06/31	3.654	206	3.632	09/01/2026	2
MGS	07/32	3.794	133	3.783	09/01/2026	1
MGS	04/33	3.861	161	3.849	09/01/2026	1
MGS	11/33	3.892	56	3.838	09/01/2026	5
MGS	07/34	3.910	92	3.886	09/01/2026	2
MGS	05/35	3.929	1	3.913	09/01/2026	2
MGS	07/35	3.931	77	3.935	09/01/2026	0
MGS	04/37	3.975	105	3.941	09/01/2026	3
MGS	06/38	4.047	50	4.026	09/01/2026	2
MGS	05/40	4.088	1	4.052	09/01/2026	4
MGS	01/41	4.094	25	4.052	09/01/2026	4
MGS	05/44	4.196	1	4.188	09/01/2026	1
MGS	04/46	4.214	32	4.228	09/01/2026	-1
MGS	06/50	4.089	5	4.274	09/01/2026	-19
MGS	03/53	4.261	1	4.264	09/01/2026	0
MGS	07/55	4.287	192	4.290	09/01/2026	0
GII	09/26	2.960	406	2.919	09/01/2026	4
GII	06/27	3.079	10	3.046	09/01/2026	3
GII	07/27	3.029	190	3.021	09/01/2026	1
GII	09/27	3.073	70	3.083	08/27/2026	-1
GII	07/28	3.325	60	3.298	09/01/2026	3
GII	07/29	3.459	120	3.386	09/01/2026	7
GII	10/29	3.404	20	3.405	09/01/2026	0
GII	08/30	3.554	60	3.546	09/01/2026	1
GII	09/30	3.514	10	3.527	09/01/2026	-1
GII	10/30	3.570	10	3.550	09/01/2026	2
GII	10/31	3.647	60	3.652	09/01/2026	-1
GII	10/32	3.840	32	3.767	09/01/2026	7
GII	03/33	3.849	30	3.862	09/01/2026	-1
GII	04/35	3.942	40	3.886	09/01/2026	6
GII	03/38	4.030	1	4.009	09/01/2026	2
GII	05/52	4.282	14	4.233	08/28/2026	5
GII	03/54	4.109	90	4.268	09/01/2026	-16
GII	01/56	4.306	50	4.290	09/01/2026	2
			4151			

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	07/38	GG	4.119	10	n/a	n/a	412	19
DanaInfra Nasional Berhad	02/44	GG	4.375	20	3.789	20/8/2025	59	30
Sarawak Energy Berhad	01/27	AAA	3.464	10	3.409	18/8/2026	6	39
Pengurusan Air SPV Berhad	11/27	AAA	3.548	40	3.531	26/8/2026	2	47
Tenaga Nasional Berhad	08/40	AAA	4.500	1	4.164	24/8/2026	34	42
Sabah Development Bank Berhad	03/27	AA1	4.479	10	4.499	1/9/2026	-2	141
Sabah Development Bank Berhad	10/29	AA1	4.866	20	4.558	24/9/2025	31	148
Malayan Banking Berhad	01/34	AA1	4.117	2	4.202	11/8/2026	-9	27
Hong Leong Investment Bank Berhad	06/34	AA1	3.859	10	4.079	13/1/2025	-22	-2
Golden Assets International Finance Limited	04/27	AA2	3.946	4	3.836	9/7/2026	11	87
Edra Solar Sdn Berhad	10/29	AA2	3.896	10	3.726	26/5/2026	17	51
Gamuda Berhad	06/33	AA3	4.169	20	3.899	8/7/2026	27	32
SIBS Sdn Berhad	05/28	AA-	5.224	1	4.978	9/10/2025	25	196
Eco World Capital Berhad	03/30	AA-	3.998	20	3.706	16/10/2025	29	47
Malakoff Power Berhad	04/36	AA-	4.418	20	4.088	15/4/2026	33	49
CIMB Group Holdings Berhad	12/21	A1	4.320	20	4.135	13/7/2026	19	10
				217				

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

Rating Action

Issuer	PDS Description	Rating/Outlook	Action
CIMB Thai Bank Public Company Limited	Financial institution rating	AA2/Positive/P1	Revised outlook
	RM2bn Tier-2 Subordinated Debt Programme	AA3/Positive	Revised outlook
Kuwait Finance House (Malaysia) Berhad	Financial institution rating	MARCWatch Developing	Extended

Source: RAM, MARC

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