Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries declined in trading on Thursday, amidst oil prices rising on little signs of a breakthrough in the Middle East peace talks, and an upcoming slate of heavy corporate issuance, including USD25bn from Google parent Alphabet in a 10-part bond offering. Benchmark UST yields were higher for the day by between 6 to 7bps. **The benchmark 2-year UST yield rose by 7bps for the day to 4.25% while the 10-year UST bond yield also advanced by 7bps to 4.68%.** The coming day brings the release of the monthly employment report for July, which is expected to show an increased pace of job creation versus the month before and a steady unemployment rate.

MGS/GII

- Local govvies were mixed in trading on Thursday, amidst comments from Second Finance Minister Amir Hamzah that the economic performance in 2Q "should be okay", ahead of the release of the final 2Q GDP next Friday. Secondary market volume for the day rose by 23% to RM6.77bn versus the RM5.52bn that switched hands on Wednesday. Overall benchmark yields were mixed by between -3 to +4bps (prior: -3 to +1bp), except for the 30Y GII which was skewed by an off-market trade. **The benchmark 5Y MGS 6/31 yield rose by 1bp for the day to 3.53% while the yield on the benchmark 10Y MGS 7/35 declined by 1bp to 3.72%.** Trading for the day was again led by the off-the-run GII 9/26, while keen interest was also seen in the off-the-run MGS 11/26, GII 7/28 and GII 10/32, as well as in the benchmark 3Y GII and 15Y GII. The share of GII trading climbed to 63% of overall govvies trading versus the 52% seen the day before. The day ahead should see the announcement of the re-opening of the benchmark 30Y MGS 7/55, where we expect RM3bn to auctioned and RM2bn to be privately placed.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Thursday, with secondary market volume for the day climbing by 58% to RM1,470m versus the RM930m that traded on Wednesday. Trading for the day was dominated by the AAA-rated segment of the market. In the GG universe, PTPTN 3/27 and PTPTN 3/29 led the activity and closed the day at 3.14% (-5bps versus last print) and 3.45% (+7bps) respectively. In the AAA-rated space, CAGA 2/29 and PBBANK 7/31 led trading and settled at 3.56% (secondary debut) and 3.78% (unchanged) respectively. In the AA-rated territory, trading was led by AEON 6/31, which closed at 3.88% (unchanged), while over in the A-rated arena, TROPICANA 7/31 again led the activity and settled at 5.63% (-12bps).

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.25	7
5-yr UST	4.40	7
10-yr UST	4.68	7
30-yr UST	5.23	6

	MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.32	0	3.36	0
5-yr	3.53	1	3.46	-3
7-yr	3.67	0	3.65	-1
10-yr	3.72	-1	3.72	1
15-yr	3.96	2	3.98	1
20-yr	4.01	2	4.02	1
30-yr	4.13	4	4.04	-6

** Market indicative levels*

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.55	-1
3-yr	3.60	0
5-yr	3.63	-2
7-yr	3.70	0
10-yr	3.81	0

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-13	0
MTD Change	-6,425	802

Figures in RM 'mil (as of 31 Jul 2026)

Upcoming Government Bond Tender

Nil

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	11/26	2.971	863	3.009	08/05/2026	-4
MGS	03/27	3.072	80	3.074	08/05/2026	0
MGS	05/27	3.122	151	3.081	08/05/2026	4
MGS	04/28	3.247	69	3.244	08/04/2026	0
MGS	06/28	3.270	115	3.284	08/04/2026	-1
MGS	03/29	3.320	189	3.317	08/05/2026	0
MGS	04/29	3.340	30	3.334	08/05/2026	1
MGS	08/29	3.377	55	3.380	08/05/2026	0
MGS	04/30	3.459	97	3.452	08/05/2026	1
MGS	05/30	3.469	155	3.473	08/05/2026	0
MGS	04/31	3.530	10	3.531	08/05/2026	0
MGS	06/31	3.533	41	3.519	08/05/2026	1
MGS	07/32	3.631	78	3.610	08/05/2026	2
MGS	04/33	3.666	52	3.670	08/05/2026	0
MGS	11/33	3.720	1	3.713	08/05/2026	1
MGS	07/34	3.741	171	3.742	08/05/2026	0
MGS	05/35	3.763	16	3.743	08/05/2026	2
MGS	07/35	3.722	75	3.728	08/05/2026	-1
MGS	04/37	3.832	1	3.824	08/05/2026	1
MGS	04/39	3.948	5	3.938	08/05/2026	1
MGS	01/41	3.963	88	3.944	08/05/2026	2
MGS	04/46	4.013	17	3.996	08/05/2026	2
MGS	03/53	4.115	1	4.121	08/05/2026	-1
MGS	07/55	4.134	118	4.095	08/05/2026	4
GII	09/26	2.946	1662	3.046	08/05/2026	-10
GII	07/27	3.111	150	3.089	08/05/2026	2
GII	09/27	3.144	4	3.118	08/05/2026	3
GII	07/28	3.279	590	3.283	08/05/2026	0
GII	07/29	3.366	20	3.365	08/05/2026	0
GII	10/29	3.360	347	3.363	08/05/2026	0
GII	09/30	3.491	3	3.479	08/05/2026	1
GII	10/30	3.490	11	3.516	08/04/2026	-3
GII	10/31	3.534	180	3.532	08/05/2026	0
GII	10/32	3.657	326	3.663	08/05/2026	-1
GII	03/33	3.649	50	3.658	08/04/2026	-1
GII	11/34	3.754	143	3.758	08/05/2026	0
GII	04/35	3.722	100	3.713	08/05/2026	1
GII	07/36	3.763	42	3.769	08/05/2026	-1
GII	07/40	3.976	292	3.969	08/04/2026	1
GII	08/43	4.024	61	4.021	08/05/2026	0
GII	05/45	4.016	130	4.009	08/04/2026	1
GII	11/49	4.091	100	4.088	08/05/2026	0
GII	05/52	4.116	52	4.116	08/03/2026	0
GII	01/56	4.044	28	4.103	08/03/2026	-6
			6768			

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*
Lembaga Pembiayaan Perumahan Sektor Awam	09/26	GG	3.079	10	3.106	3/3/2026	-3	-2
Perbadanan Tabung Pendidikan Tinggi Nasional	03/27	GG	3.136	40	3.190	26/12/2025	-5	4
Perbadanan Tabung Pendidikan Tinggi Nasional	03/29	GG	3.451	40	3.382	16/4/2026	7	13
Projek Lebuhraya Usahasama Berhad	01/27	AAA	3.454	10	3.446	16/6/2026	1	36
Cagamas Berhad	02/29	AAA	3.561	200	n/a	n/a	356	24
Sarawak Energy Berhad	04/31	AAA	3.804	60	3.768	4/8/2026	4	28
Public Bank Berhad	07/31	AAA	3.780	800	3.780	21/7/2026	0	26
YTL Power International Berhad	03/33	AAA	3.914	20	3.998	28/7/2026	-8	25
Toyota Capital Malaysia Sdn Berhad	06/33	AAA	3.999	73	n/a	n/a	400	34
YTL Power International Berhad	08/35	AAA	3.989	10	4.017	31/7/2026	-3	28
Bank Pembangunan Malaysia Berhad	11/35	AAA	3.961	10	3.897	16/7/2026	6	25
Danum Capital Berhad	02/36	AAA	3.998	45	3.921	4/8/2026	8	27
YTL Power International Berhad	03/37	AAA	4.060	2	3.958	26/5/2026	10	33
Tenaga Nasional Berhad	05/41	AAA	4.099	35	4.099	5/8/2026	0	14
YTL Power International Berhad	06/41	AAA	4.197	10	4.230	4/8/2026	-3	23
Northern Gateway Infrastructure Sdn Berhad	08/28	AA1	3.845	10	3.792	18/6/2026	5	61
GENM Capital Berhad	05/32	AA1	4.662	3	4.672	5/8/2026	-1	106
RHB Bank Berhad	06/32	AA1	3.783	20	3.799	9/4/2026	-2	18
RHB Bank Berhad	10/34	AA1	3.930	10	3.929	3/8/2026	0	24
AEON Co. (M) Berhad	06/31	AA2	3.883	30	3.881	30/7/2026	0	36
CIMB Thai Bank Public Company Limited	03/33	AA3	4.327	4	4.331	30/7/2026	0	66
Konsortium Lebuhraya Utara-Timur (KL) Sdn Berh.	12/26	AA-	3.766	2	3.771	29/7/2026	0	67
Konsortium Lebuhraya Utara-Timur (KL) Sdn Berh.	12/27	AA-	3.890	2	3.894	4/8/2026	0	79
DRB-Hicom Berhad	12/29	AA-	4.368	1	3.743	30/7/2026	63	105
DRB-Hicom Berhad	08/31	AA-	4.474	1	4.481	10/7/2026	-1	95
WCT Holdings Berhad	12/26	A+	4.597	10	5.015	5/11/2025	-42	150
Tropicana Corporation Berhad	07/31	A	5.627	13	5.749	5/8/2026	-12	210
Bank Muamalat Malaysia Berhad	07/32	A3	5.052	1	4.783	1/7/2026	27	145
Bank Muamalat Malaysia Berhad	09/22	BBB+	5.302	1	4.596	3/8/2026	71	131
				1470				

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

Rating Action

Issuer	PDS Description	Rating/Outlook	Action
Eco World Capital Berhad	RM3bn Sukuk Wakalah Programme	AA-(cg)/Stable	Affirmed
Eco World Perpetual Capital Berhad	RM2bn Perpetual Sukuk Programme	A(cg)/Stable	Affirmed
IGB Real Estate Investment Trust	Corporate credit ratings	AAA/Stable/P1	Affirmed
IGB REIT MVS Capital Berhad	Secured and unsecured Medium-Term Notes issued under MTN Programme of up to RM5bn	AAA(s)/Stable	Affirmed
IGB REIT Capital Sdn Bhd	RM1.2bn Second Tranche Medium-Term Notes issued under RM5bn MTN Programme	AAA/Stable	Affirmed
Pengurusan Air Selangor Sdn Bhd	Islamic Medium-Term Notes Programme (2020/-) and Islamic Commercial Papers Programme (2020/2027), with a combined limit of RM20bn	AAA/Stable/P1	Affirmed

Source: RAM, MARC

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