

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were firmer in trading on Tuesday, but closed off its highs after oil prices resumed their upward move in the New York afternoon session. The sale of USD58bn in new 3-year UST notes drew good demand in the first of three UST bond auctions this week. Benchmark yields were lower for the day by between 0 to 3bps (prior: -1 to 4bps). **The benchmark 2-year UST yield fell by 1bp for the day to 4.80% while the 10-year UST bond yield declined by 3bps to 5.28%.** The coming day brings the minutes of the Sep 16 FOMC meeting, where we could get more details of the decision to raise rates in a unanimous decision, with the consumer credit figures for August and the NY Fed 1yr inflation expectations for September. The Treasury is also scheduled to auction USD39bn in 10-year USTs.

MGS/GII

- Local govies were a touch firmer in trading on Tuesday, amidst the announcement of the re-opening of the 3Y benchmark GII 10/29, with RM5bn to be put up for sale. Secondary market volume for the day eased by 9% to RM3.24bn versus the RM3.58bn that traded on Monday. Overall benchmark yields were lower by between 0 to 3bps (prior: -4 to +6bps). **The benchmark 5Y MGS 6/31 yield was little changed for the day at 3.77% while the yield on the benchmark 10Y MGS 7/35 was also unchanged at 4.00%.** Trading for the day was led by the off-the-run MGS 11/26, while decent interest was also seen in the off-the-run MGS 5/27 and MGS 4/28, as well as in the benchmark 7Y MGS and 20Y GII. The share of GII trading receded to 34% of overall govies trading versus the 41% seen the previous session. There are no economic releases domestically for the day ahead.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.80	-1
5-yr UST	5.03	-2
10-yr UST	5.28	-3
30-yr UST	5.66	0

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.48		0	3.52	0
5-yr	3.77		0	3.79	0
7-yr	3.95		-2	3.94	-3
10-yr	4.00		0	4.05	0
15-yr	4.20		-1	4.21	0
20-yr	4.28		-2	4.34	0
30-yr	4.43		-2	4.46	-2

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.73	0
3-yr	3.80	-1
5-yr	3.84	-1
7-yr	3.92	0
10-yr	4.04	-1

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-3,025	22
MTD Change	-3,701	1,924

Figures in RM 'mil (as of 30 Sep 2026)

Upcoming Government Bond Tender

Re-opening auction of RM5bn of the benchmark 10Y GII 10/29, on Thursday, 08 Oct

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Tuesday, and in contrast to the government bond markets, it was a more active session with secondary market volume for the day surging by 177% to RM1,004m versus the RM362m that changed hands on Monday. Trading for the day was led by the AAA-rated segment of the market. In the GG universe, LPPSA 3/28 and DANA 5/47 led the interest and settled for the day at 3.43% (+19bps versus last print) and 4.65% (+62bps) respectively. In the AAA-space, interest was led by AIRSEL 10/31, which closed at 4.28% (secondary market debut) while strong interest was also seen in DANGA 1/28 and INFRACAP 4/28, which settled at 4.00% (-2bps) and 4.00% (-1bp) respectively. Over in AA-rated territory, trading was led by PMAH 12/28 and TGT 2/30, which closed the day at 4.04% (+2bps) and 4.70% (+68bps) respectively.

Daily Trades: Government Bond

		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	11/26	2.807	593	2.780	10/05/2026	3
MGS	05/27	3.057	501	3.042	10/05/2026	2
MGS	11/27	3.146	7	3.148	10/05/2026	0
MGS	04/28	3.363	372	3.391	10/02/2026	-3
MGS	03/29	3.482	21	3.487	10/05/2026	0
MGS	08/29	3.531	10	3.531	10/05/2026	0
MGS	04/30	3.664	20	3.671	10/05/2026	-1
MGS	04/31	3.765	66	3.784	10/02/2026	-2
MGS	07/32	3.909	133	3.925	10/05/2026	-2
MGS	04/33	3.953	208	3.977	10/05/2026	-2
MGS	11/33	4.020	2	4.012	10/05/2026	1
MGS	07/34	4.034	12	4.029	10/05/2026	0
MGS	04/37	4.104	21	4.113	10/05/2026	-1
MGS	04/39	4.207	60	4.204	10/05/2026	0
MGS	05/40	4.237	10	4.239	10/05/2026	0
MGS	01/41	4.202	60	4.217	10/02/2026	-1
MGS	10/42	4.262	7	4.278	10/05/2026	-2
MGS	09/43	4.158	4	4.135	10/02/2026	2
MGS	04/46	4.284	7	4.307	10/05/2026	-2
MGS	07/55	4.427	18	4.446	10/05/2026	-2
GII	09/27	3.097	11	3.088	10/05/2026	1
GII	07/28	3.414	155	3.417	10/05/2026	0
GII	10/28	3.436	40	3.432	10/05/2026	0
GII	07/29	3.540	107	3.522	10/02/2026	2
GII	10/29	3.525	60	3.519	10/05/2026	1
GII	08/30	3.712	1	3.704	10/05/2026	1
GII	10/32	3.910	115	3.940	10/02/2026	-3
GII	03/33	3.941	40	3.973	10/05/2026	-3
GII	08/33	3.987	3	4.012	10/05/2026	-2
GII	11/34	4.002	20	4.034	10/05/2026	-3
GII	07/36	4.040	150	4.040	10/05/2026	0
GII	05/45	4.342	336	4.346	10/05/2026	0
GII	01/56	4.459	75	4.478	10/05/2026	-2
			3244			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing	Vol	Previous	Previous	Chg	Spread
			YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bps)	Against MGS*
Lembaga Pembiayaan Perumahan Sektor Awam	03/28	GG	3.431	40	3.244	13/1/2026	19	32
Lembaga Pembiayaan Perumahan Sektor Awam	04/28	GG	3.437	20	3.264	26/2/2026	17	33
Pengurusan Air SPV Berhad	06/39	GG	4.410	30	3.954	3/7/2026	46	19
DanaInfra Nasional Berhad	05/47	GG	4.650	40	4.034	15/12/2025	62	32
DanaInfra Nasional Berhad	11/47	GG	4.664	20	4.165	22/6/2026	50	33
YTL Power International Berhad	05/27	AAA	4.000	20	3.960	2/10/2026	4	89
Danga Capital Berhad	01/28	AAA	3.998	70	4.021	5/10/2026	-2	89
Infracap Resources Sdn Berhad	04/28	AAA	4.003	80	4.010	2/10/2026	-1	65
Bank Simpanan Nasional Berhad	02/29	AAA	3.922	2	3.538	29/7/2026	38	57
YTL Power International Berhad	03/30	AAA	4.217	20	4.198	30/9/2026	2	73
Public Islamic Bank Berhad	09/30	AAA	4.187	20	n/a	n/a	419	54
Malaysia Airport Holdings Berhad	11/30	AAA	4.337	10	3.664	20/5/2026	67	69
Projek Lebuhraya Usahasama Berhad	01/31	AAA	4.248	10	4.058	8/9/2026	19	60
Petroleum Sarawak Exploration & Production Sdn E	03/31	AAA	4.300	40	3.692	22/5/2026	61	65
YTL Power International Berhad	08/31	AAA	4.246	2	3.898	26/8/2026	35	48
Pengurusan Air Selangor Sdn Berhad	10/31	AAA	4.280	160	n/a	n/a	428	51
Tenaga Nasional Berhad	06/32	AAA	4.276	20	3.748	8/6/2026	53	39
Projek Lebuhraya Usahasama Berhad	01/33	AAA	4.480	10	4.402	25/9/2026	8	59
TNB Power Generation Sdn Berhad	03/33	AAA	4.370	2	4.299	25/9/2026	7	48
Amanat Lebuhraya Rakyat Berhad	10/33	AAA	4.441	1	4.368	25/9/2026	7	46
TNB Power Generation Sdn Berhad	06/37	AAA	4.510	1	4.078	16/7/2026	43	50
Pengurusan Air Selangor Sdn Berhad	07/37	AAA	4.530	1	4.114	27/8/2026	42	52
TNB Power Generation Sdn Berhad	03/38	AAA	4.529	2	4.326	10/9/2026	20	52
YTL Power International Berhad	06/41	AAA	4.507	20	4.519	22/9/2026	-1	28
RHB Bank Berhad	11/28	AA1	4.160	10	4.260	5/10/2026	-10	80
Press Metal Aluminium Holdings Berhad	12/28	AA1	4.035	90	4.018	5/10/2026	2	68
United Overseas Bank (Malaysia) Berhad	02/34	AA1	4.108	30	4.067	29/9/2026	4	12
Malayan Banking Berhad	08/38	AA1	4.465	10	4.468	29/9/2026	0	45
Malayan Banking Berhad	08/41	AA1	4.554	20	4.069	15/9/2026	49	33
AEON Co. (M) Berhad	07/28	AA2	4.184	20	3.729	23/7/2026	46	83
Besraya (M) Sdn Berhad	07/28	AA2	4.177	4	3.679	14/5/2026	50	82
Point Zone (M) Sdn Berhad	03/28	AA	4.131	10	4.130	1/10/2026	0	102
Pelabuhan Tanjung Pelepas Sdn Berhad	08/28	AA	3.992	15	4.225	1/10/2026	-23	64
SP Setia Berhad	01/31	AA	4.508	10	3.808	29/7/2026	70	86
SP Setia Berhad	04/32	AA	4.595	10	4.598	18/9/2026	0	71
MMC Corporation Berhad	04/27	AA-	4.105	10	3.992	14/9/2026	11	100
Jimah East Power Sdn Berhad	12/27	AA-	4.120	10	3.914	14/9/2026	21	101
WM Senibong Capital Berhad	11/29	AA-	5.198	20	4.626	18/8/2026	57	171
Jimah East Power Sdn Berhad	12/29	AA-	4.418	30	4.231	14/9/2026	19	93
DRB-Hicom Berhad	12/29	AA-	4.500	20	3.763	1/9/2026	74	102
TG Treasury Berhad	02/30	AA-	4.699	40	4.016	17/8/2026	68	121
DRB-Hicom Berhad	08/30	AA-	4.307	4	3.767	3/8/2026	54	66
				1004				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Avaland Berhad	Corporate credit ratings RM1bn Sukuk Murabahah Programme	AA3/Stable/P1 AA3/Stable	Affirmed

Source: RAM, MARC

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