

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were mixed in trading on Wednesday, reversing earlier losses after a solid sale of USD39bn of 10-year UST, which was awarded well below the prevailing yield seen before the auction. Benchmark yields were mixed for the day by between -3 to +1bp (prior: 0 to 3bps lower), with the curve steepening as shorter maturities registered gains while longer-dated bonds edged lower. **The benchmark 2-year UST yield fell by 3bps for the day to 4.77% while the 10-year UST bond yield was little changed at 5.28%.** The day ahead sees the release of wholesale trade figures for August and the usual weekly jobless claims numbers, with the Treasury concluding this week's government bond auctions with the sale of USD22bn of 30-year USTs.

MGS/GII

- Local govies were firmer in trading on Wednesday, with trading volumes remaining on the light side ahead of the 2027 Budget tabling this Friday. Secondary market volume for the day climbed by 23% to RM3.99bn versus the RM3.24bn that switched hands on Tuesday. Overall benchmark yields were mixed by between -3 to +1bp (prior: 0 to 3bps lower), except for the 30Y MGS which was skewed by an off-market trade. **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 declined by 3bps to 3.97%.** Trading 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 11/26, MGS 4/28 and MGS 4/30, as well as in the benchmark 10Y GII and 15Y GII. The share of GII trading eased to 30% of overall govies trading versus the 34% seen the day before. The coming day brings the re-opening auction of RM5bn of the benchmark 3Y GII.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.77	-3
5-yr UST	5.03	-1
10-yr UST	5.28	0
30-yr UST	5.67	1

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.48		0	3.53	0
5-yr	3.77		0	3.79	0
7-yr	3.94		-1	3.94	0
10-yr	3.97		-3	4.05	0
15-yr	4.20		0	4.22	1
20-yr	4.28		0	4.34	0
30-yr	4.34		-9	4.46	1

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.72	0
3-yr	3.81	1
5-yr	3.85	1
7-yr	3.93	1
10-yr	4.05	1

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	115	-50
MTD Change	115	-50

Figures in RM 'mil (as of 01 Oct 2026)

Upcoming Government Bond Tender

Re-opening auction of RM5bn of the benchmark 3Y GII 10/29, on Thursday, 08 Oct

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Wednesday in a lighter session, with secondary market volume for the day declining by 33% to RM670m versus the RM1,004m that traded on Tuesday. Trading for the day was led by the AA-rated segment of the market. In the GG universe, DANA 4/40 dominated the interest and settled for the day at 4.46% (+46bps versus last print), while some interest was also seen in JKSB 7/31 and DANA 6/38, which closed at 4.00% (+19bps) and 4.65% (+1bp) respectively. In the AAA-space, trading was led by YTLP 5/27 and CAGA 2/29, which settled at 3.98% (-2bps) and 3.75% (+15bps) respectively. Over in AA-rated territory, SDBB 11/26 led the interest and closed at 4.63% (+23bps), while keen interest was also seen in SUNREIT 4.51% Perps and LBSBINA 7/33, which settled the day at 4.57% (+37bps) and 4.73% (-1bp) respectively.

Daily Trades: Government Bond

		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	11/26	2.947	490	2.807	10/06/2026	14
MGS	05/27	3.059	1067	3.057	10/06/2026	0
MGS	11/27	3.162	141	3.146	10/06/2026	2
MGS	04/28	3.348	182	3.363	10/06/2026	-2
MGS	06/28	3.392	31	3.271	10/05/2026	12
MGS	03/29	3.478	110	3.482	10/06/2026	0
MGS	08/29	3.534	101	3.531	10/06/2026	0
MGS	04/30	3.671	179	3.664	10/06/2026	1
MGS	05/30	3.649	100	3.649	10/06/2026	0
MGS	04/31	3.777	22	3.765	10/06/2026	1
MGS	07/32	3.920	27	3.909	10/06/2026	1
MGS	04/33	3.942	139	3.953	10/06/2026	-1
MGS	07/34	4.009	67	4.034	10/06/2026	-2
MGS	05/35	4.073	16	4.046	10/05/2026	3
MGS	07/35	3.970	55	3.996	10/05/2026	-3
MGS	04/37	4.106	23	4.104	10/06/2026	0
MGS	04/39	4.204	1	4.207	10/06/2026	0
MGS	05/40	4.237	2	4.237	10/06/2026	0
MGS	09/43	4.300	32	4.158	10/06/2026	14
MGS	03/53	4.444	7	4.451	10/05/2026	-1
MGS	07/55	4.338	8	4.427	10/06/2026	-9
GII	07/27	2.998	2	2.965	10/02/2026	3
GII	09/27	3.096	70	3.097	10/06/2026	0
GII	07/28	3.407	65	3.414	10/06/2026	-1
GII	10/28	3.430	12	3.436	10/06/2026	-1
GII	07/29	3.540	40	3.540	10/06/2026	0
GII	10/29	3.530	131	3.525	10/06/2026	0
GII	08/30	3.704	80	3.712	10/06/2026	-1
GII	09/30	3.675	61	3.697	10/02/2026	-2
GII	10/30	3.643	90	3.673	10/06/2026	-3
GII	10/32	3.901	20	3.910	10/06/2026	-1
GII	03/33	3.942	60	3.941	10/06/2026	0
GII	11/34	4.046	2	4.002	10/06/2026	4
GII	07/36	4.015	236	4.040	10/06/2026	-3
GII	03/38	4.127	4	4.186	10/02/2026	-6
GII	07/40	4.220	282	4.206	10/06/2026	1
GII	05/52	4.424	5	4.330	10/05/2026	9
GII	01/56	4.464	35	4.459	10/06/2026	1
			3993			

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*
Jambatan Kedua Sdn Berhad	07/31	GG	3.999	20	3.813	7/9/2026	19	23
DanaInfra Nasional Berhad	03/32	GG	4.071	15	3.559	14/4/2026	51	31
DanaInfra Nasional Berhad	06/38	GG	4.385	20	4.379	11/9/2026	1	39
DanaInfra Nasional Berhad	04/40	GG	4.459	150	3.994	9/7/2026	46	24
YTL Power International Berhad	05/27	AAA	3.977	60	4.000	6/10/2026	-2	87
YTL Corporation Berhad	04/28	AAA	4.047	20	3.697	3/12/2025	35	70
Projek Lebuhraya Usahasama Berhad	01/29	AAA	4.084	10	4.003	23/9/2026	8	73
Cagamas Berhad	02/29	AAA	3.750	30	3.596	21/8/2026	15	40
Sarawak Petchem Sdn Berhad	07/30	AAA	4.318	2	3.747	12/3/2026	57	67
Pantai Holdings Sdn Berhad (fka Pantai Holdings B	10/30	AAA	4.247	10	4.168	22/9/2026	8	60
Malaysia Airport Holdings Berhad	11/30	AAA	4.338	4	4.337	6/10/2026	0	69
Projek Lebuhraya Usahasama Berhad	01/31	AAA	4.249	9	4.248	6/10/2026	0	60
Public Islamic Bank Berhad	09/32	AAA	4.378	6	4.308	22/9/2026	7	50
YTL Power International Berhad	07/33	AAA	4.319	11	3.839	24/8/2026	48	35
Tenaga Nasional Berhad	05/51	AAA	4.889	20	4.601	4/9/2026	29	56
Sabah Development Bank Berhad	11/26	AA1	4.628	30	4.403	3/3/2026	23	152
Perbadanan Kemajuan Negeri Selangor	09/28	AA1	4.425	20	3.786	1/9/2026	64	108
Hong Leong Assurance Berhad	12/28	AA1	4.333	10	4.228	22/9/2026	11	98
Sabah Credit Corporation	03/31	AA1	4.358	10	3.774	23/6/2026	58	71
RHB Islamic Bank Berhad	04/31	AA1	4.386	10	3.784	4/8/2026	60	62
Malayan Banking Berhad	10/32	AA1	3.903	5	3.651	31/7/2026	25	2
AEON Co. (M) Berhad	06/31	AA2	4.458	10	3.898	20/8/2026	56	69
RHB Bank Berhad	06/36	AA2	4.586	10	n/a	n/a	459	59
RHB Bank Berhad	06/37	AA2	4.619	10	4.558	17/9/2026	6	62
Sunway Treasury Sukuk Sdn Berhad	03/27	AA	3.942	10	3.562	10/4/2026	38	83
Pelabuhan Tanjung Pelepas Sdn Berhad	08/27	AA	4.077	10	4.014	22/9/2026	6	97
SP Setia Berhad	06/28	AA	4.271	10	4.145	23/9/2026	13	92
AEON Credit Service (M) Berhad	02/28	AA3	4.173	6	3.682	22/6/2026	49	106
Solarvest Holdings Berhad	09/29	AA3	4.512	10	n/a	n/a	451	103
Gamuda Berhad	03/31	AA3	4.565	10	4.435	18/9/2026	13	92
AEON Credit Service (M) Berhad	09/32	AA3	4.616	10	3.899	7/7/2026	72	73
SUNREIT Perpetual Bond Berhad	04/19	AA3	4.567	20	4.202	22/7/2026	37	24
Malaysian Resources Corporation Berhad	08/27	AA-	4.098	10	4.004	21/9/2026	9	99
MMC Corporation Berhad	03/28	AA-	5.000	2	6.423	5/10/2026	-142	189
Jimah East Power Sdn Berhad	12/29	AA-	4.418	20	4.418	6/10/2026	0	93
DRB-Hicom Berhad	12/29	AA-	4.497	20	4.500	6/10/2026	0	101
LBS Bina Group Berhad	07/33	AA-	4.732	20	4.738	30/9/2026	-1	77
UMW Holdings Berhad	04/18	AA-	4.207	10	4.106	21/9/2026	10	-12
				670				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Besraya (M) Sdn Bhd	RM700 million Sukuk Mudharabah Issuance Facility (2011/2028)	AA2/Stable	Affirmed
BNP Paribas Malaysia Berhad	Financial institution ratings	AA1/Stable/P1	Affirmed
Starbright Capital Berhad	RM665m Medium-Term Notes (MTN) issued under RM700m Asset-Backed Medium-Term Notes Facility	AAA/Stable	Affirmed
Glacier Assets Berhad	RM555m Senior Notes issued under RM800m Asset-Backed Medium-Term Notes Facility	AAA/Stable	Affirmed

Source: RAM, MARC

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