

Global Markets Research

Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.16	2
5-yr UST	4.29	2
10-yr UST	4.56	3
30-yr UST	5.04	4

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.27	2	3.27	4
5-yr	3.44	2	3.37	4
7-yr	3.58	3	3.57	2
10-yr	3.62	5	3.64	3
15-yr	3.85	4	3.88	0
20-yr	3.96	1	3.95	0
30-yr	4.04	-5	4.12	1

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.43	1
3-yr	3.48	2
5-yr	3.57	3
7-yr	3.64	4
10-yr	3.77	4

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-1,008	41
MTD Change	-6,743	2,479

Figures in RM 'mil (as of 29 May 2026)

Upcoming Government Bond Tender

Nil

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries fell in trading on Monday, recovering from deeper losses earlier in the day after reports of a ceasefire between Israel and Iran after days of a ratcheting up on tensions eased the upward pressure on oil prices. **The benchmark 2-year UST yield rose by 2bps for the day to 4.16% while the 10-year UST bond yield advanced by 3bps to 4.56%**, resulting in a slight bear-steepening of the UST curve for the day. The day ahead brings the release of the trade balance for April and existing home sales for May, with the NFIB Small Business optimism index for May and the usual weekly ADP employment change numbers.

MGS/GII

- Local govies declined in trading on Monday, taking cue from the overnight sell-off in the US Treasury market amidst continuing rise in oil prices. Secondary market volume fell by 47% to RM3.01bn versus the RM5.65bn that switched hands on Friday. Overall benchmark yields were higher by between 0 to 5bps (prior: -2 to +2bps), except for the 30Y MGS which was skewed by off-market trades. **The benchmark 5Y MGS 6/31 yield rose by 2bps for the day to 3.44% while the yield on the benchmark 10Y MGS 7/35 advanced by 5bps to 3.62%**. Trading for the day was off-the-run MGS 7/26, while decent interest was also seen in the off-the-run GII 9/26 and MGS 5/27, as well as in the benchmark 5Y MGS. The share of GII trading climbed to 33% of overall government bond trading versus the 24% seen the day before. The coming day should see the announcement of the re-opening of the benchmark 15Y GII 7/40, where we expect RM3.5bn to be put up for sale, with another RM1.5bn to be privately placed.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading in a lighter session on Monday. Secondary market volume declined by 37% to RM487m versus the RM775m that traded on Friday. Trading for the day was led by the AAA-rated segment of the market, and there were no trades in the GG universe for the day. In the AAA-rated space, activity was led by CAGA 11/29 and CAGA 3/30, which settled at 3.52% (unchanged versus last print) and 3.55% (unchanged) respectively. In the AA-rated segment, trading was led by FPSB 9/40, which closed the day at 4.20% (+9bps). In the A-rated segment, BIMB 5.16% Perps led the activity, settling for the day at 3.72% (+3bps).

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	07/26	2.926	489	2.942	06/05/2026	-2
MGS	11/26	2.974	134	2.964	06/05/2026	1
MGS	05/27	3.117	200	3.103	06/05/2026	1
MGS	06/28	3.226	94	3.206	06/05/2026	2
MGS	03/29	3.270	40	3.247	06/05/2026	2
MGS	04/29	3.278	100	3.248	06/03/2026	3
MGS	08/29	3.297	100	3.281	06/05/2026	2
MGS	04/30	3.368	10	3.339	06/05/2026	3
MGS	05/30	3.379	0	3.352	06/05/2026	3
MGS	06/31	3.437	201	3.413	06/05/2026	2
MGS	07/32	3.549	85	3.510	06/05/2026	4
MGS	04/33	3.583	93	3.550	06/05/2026	3
MGS	11/33	3.610	44	3.581	06/05/2026	3
MGS	07/34	3.645	79	3.626	06/05/2026	2
MGS	05/35	3.665	14	3.648	06/05/2026	2
MGS	07/35	3.615	110	3.570	06/05/2026	5
MGS	06/38	3.879	50	3.842	06/05/2026	4
MGS	04/39	3.880	0	3.870	06/05/2026	1
MGS	05/40	3.902	41	3.888	06/05/2026	1
MGS	01/41	3.847	45	3.806	06/04/2026	4
MGS	05/44	3.972	10	3.926	06/05/2026	5
MGS	04/46	3.963	40	3.953	06/05/2026	1
MGS	06/50	4.029	0	4.039	06/05/2026	-1
MGS	03/53	4.089	40	4.089	06/05/2026	0
MGS	07/55	4.040	3	4.094	06/05/2026	-5
GII	09/26	2.958	366	2.968	06/05/2026	-1
GII	07/27	3.166	14	3.086	06/03/2026	8
GII	07/28	3.232	80	3.218	06/05/2026	1
GII	07/29	3.297	72	3.287	06/05/2026	1
GII	10/29	3.270	55	3.226	06/03/2026	4
GII	08/30	3.365	20	3.321	06/05/2026	4
GII	10/31	3.435	61	3.413	06/05/2026	2
GII	10/32	3.570	18	3.528	06/05/2026	4
GII	03/33	3.565	11	3.540	06/05/2026	2
GII	08/33	3.614	120	3.584	06/05/2026	3
GII	04/35	3.638	32	3.612	06/05/2026	3
GII	07/36	3.637	20	3.637	06/05/2026	0
GII	03/38	3.824	10	3.829	06/04/2026	-1
GII	09/39	3.907	28	3.866	06/03/2026	4
GII	08/43	3.948	5	3.952	06/05/2026	0
GII	03/54	4.110	60	4.089	06/05/2026	2
GII	01/56	4.117	11	4.102	06/05/2026	1
		3005				

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*
Cagamas Berhad	11/29	AAA	3.517	100	3.516	28/5/2026	0	25
Bank Simpanan Nasional Berhad	11/29	AAA	3.569	10	3.549	29/4/2026	2	30
Cagamas Berhad	03/30	AAA	3.553	100	3.552	28/5/2026	0	20
CelcomDigi Telecommunications Sdn Berhad (fka C	03/31	AAA	3.730	20	n/a	n/a	373	30
YTL Corporation Berhad	04/31	AAA	3.767	20	3.803	30/12/2025	-4	33
Pengurusan Air SPV Berhad	04/32	AAA	3.820	15	3.829	5/6/2026	-1	32
Tenaga Nasional Berhad	06/32	AAA	3.748	20	3.759	22/5/2026	-1	25
YTL Corporation Berhad	06/34	AAA	3.878	20	3.853	22/4/2026	2	29
Pengurusan Air SPV Berhad	04/39	AAA	4.058	20	4.032	28/5/2026	3	22
Tenaga Nasional Berhad	05/41	AAA	4.123	15	4.137	5/6/2026	-1	29
Tenaga Nasional Berhad	11/41	AAA	4.159	10	4.160	5/6/2026	0	32
Pengurusan Air Selangor Sdn Berhad	10/50	AAA	4.223	20	4.199	15/5/2026	2	25
Pelabuhan Tanjung Pelepas Sdn Berhad	06/27	AA	3.579	1	3.580	4/6/2026	0	49
OSK Rated Bond Sdn Berhad	03/35	AA	4.008	10	3.999	30/4/2026	1	41
Fortune Premiere Sdn Berhad	09/40	AA	4.199	20	4.109	4/3/2026	9	36
BGSM Management Sdn Berhad	08/28	AA3	3.645	10	3.601	11/5/2026	4	47
Exsim Capital Resources Berhad	06/29	AA3	4.497	10	4.459	13/5/2026	4	123
Gamuda Berhad	06/30	AA3	3.793	10	3.755	21/5/2026	4	44
Gamuda Berhad	06/30	AA3	3.792	10	3.755	21/5/2026	4	43
AmBank Islamic Berhad	09/35	AA3	3.851	10	3.807	19/2/2026	4	25
Guan Chong Berhad	01/28	AA-	4.531	10	4.278	27/1/2026	25	135
Jimah East Power Sdn Berhad	06/32	AA-	3.996	10	4.429	19/3/2024	-43	50
Alliance Islamic Bank Berhad	09/34	A1	3.707	2	3.718	17/9/2025	-1	12
WCT Holdings Berhad	05/31	A+	5.399	3	5.065	3/6/2026	33	197
Qualitas Sukuk Berhad	03/25	A2	5.993	2	5.549	29/5/2026	44	202
Qualitas Sukuk Berhad	03/25	A2	5.150	1	5.150	3/6/2026	0	118
DRB-Hicom Berhad	12/14	A	5.291	0	5.090	22/5/2026	20	132
Alliance Bank Malaysia Berhad	11/17	A3	4.462	1	4.351	6/5/2026	11	49
Affin Islamic Bank Berhad	10/18	A3	4.190	1	4.451	19/5/2026	-26	22
Bank Islam Malaysia Berhad	08/21	A3	3.722	7	3.689	28/4/2026	3	-25
Tropicana Corporation Berhad	09/19	A-	12.996	0	11.117	24/4/2026	188	903
Kenanga Investment Bank Berhad	08/25	NR(LT)	5.747	1	5.667	4/6/2026	8	178
				<u>487</u>				

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

Rating Action

Issuer	PDS Description	Rating/Outlook	Action
Farm Fresh Berhad	Islamic Medium-Term Notes (IMTN) Programme of RM1bn under the Shariah principle of Wakalah Bi Al-Istithmar (Sukuk Wakalah Programme)	AA-/Stable	Affirmed

Source: RAM, MARC

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