# Global Markets Research
# Fixed Income

## Fixed Income Daily Market Snapshot

### US Treasuries

- US Treasuries were softer in trading on Tuesday as the markets opened post the Labor Day holiday, amidst a renewed rise in oil prices on reports of fresh strikes in the Middle East and a decent sale of USD58bn of new 3yr UST notes. Benchmark yields were higher for the day by between 0 to 3bps, with the UST curve bear-flattening. **The benchmark 2-year UST yield rose by 3bps for the day to 4.39% while the 10-year UST bond yield advanced by 1bp to 4.79%.** The coming day doesn't bring much in terms of economic data, with only the latest weekly ADP employment and mortgage application numbers due.

### MGS/GII

- Local govvies tumbled again in trading on Tuesday, with what felt like capitulation trades with bids getting given rather indiscriminately in the 15-20Y sector. Secondary market volume for the day rose by 13% to RM6.71bn versus the RM5.96bn that traded on Monday. Overall benchmark yields were higher by between 3 to 10bps (prior: 0 to 10bps higher), except for the 15yr MGS and 30Y GII which were correcting from previous off-market trades. **The benchmark 5Y MGS 6/31 yield rose by 5bps for the day to 3.77% while the yield on the benchmark 10Y MGS 7/35 also advanced by 5bps to 4.10%.** Trading for the day was led by the off-the-run GII 9/26, while decent interest was also seen in the benchmark 3Y GII and 5Y MGS/GII, as well as the off-the-run MGS 11/26 and MGS 5/27. The share of GII trading inched lower to 47% of overall govvies trading versus the 48% seen the previous session. The day ahead sees the release of the industrial production figures for July, as well as the re-opening auction of RM5bn of the GII 7/36.

### Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Tuesday, with secondary market volume for the day climbing by 52% to RM776m versus the RM509m that changed hands on Monday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, the interest was led by PRASA 7/38 and PASB 8/40, which closed the day at 4.30% (+18bps versus last print) and 4.33% (+6bps) respectively. Over in the AAA-space, DANUM 5/27 and ALRB 10/29 led trading and settled for the day at 3.65% (+11bps) and 4.01% (+24bps) respectively. In the AA-rated territory, the interest was led by PACLEASE 4/29 and MBB 1/34, which closed the day at 3.95% (secondary debut) and 3.85% (-27bps) respectively, while in the A-rated arena, YINSON 12/26 led trading and settled for the day at 4.04% (+19bps).

| UST | | |
|---|---|---|
| Tenure | Closing (%) | Chg (bps) |
| 2-yr UST | 4.39 | 3 |
| 5-yr UST | 4.56 | 2 |
| 10-yr UST | 4.79 | 1 |
| 30-yr UST | 5.25 | 0 |

| | MGS | | GII* | |
|---|---|---|---|---|
| Tenure | Closing (%) | Chg (bps) | Closing (%) | Chg (bps) |
| 3-yr | 3.49 | 3 | 3.50 | 4 |
| 5-yr | 3.77 | 5 | 3.72 | 10 |
| 7-yr | 4.01 | 5 | 4.02 | 7 |
| 10-yr | 4.10 | 5 | 4.07 | 3 |
| 15-yr | 4.29 | 14 | 4.30 | 6 |
| 20-yr | 4.37 | 5 | 4.33 | 3 |
| 30-yr | 4.40 | 6 | 4.41 | 21 |

** Market indicative levels*

| MYR IRS Levels | | |
|---|---|---|
| IRS | Closing (%) | Chg (bps) |
| 1-yr | 3.66 | 2 |
| 3-yr | 3.73 | 0 |
| 5-yr | 3.78 | 2 |
| 7-yr | 3.85 | 2 |
| 10-yr | 3.95 | 0 |

*Source : Bloomberg*

| | Govt NR Holdings | Corp NR Holdings |
|---|---|---|
| Daily Change | 454 | 136 |
| MTD Change | 485 | 186 |

Figures in RM 'mil (as of 02 Sep 2026)

### Upcoming Government Bond Tender

*Re-opening auction of RM5bn of the GII 7/36 on Wednesday, 09 Sep*

### Daily Trades: Government Bond

| | | Closing YTM | Vol (RM mil) | Previous YTM | Previous Trade Date (dd/mm/yyyy) | Chg (bp) |
|---|---|---|---|---|---|---|
| MGS | 11/26 | 2.860 | 350 | 2.752 | 09/07/2026 | 11 |
| MGS | 05/27 | 3.050 | 469 | 3.040 | 09/07/2026 | 1 |
| MGS | 11/27 | 3.158 | 40 | 3.116 | 09/04/2026 | 4 |
| MGS | 04/28 | 3.376 | 151 | 3.344 | 09/07/2026 | 3 |
| MGS | 06/28 | 3.395 | 84 | 3.377 | 09/07/2026 | 2 |
| MGS | 03/29 | 3.492 | 290 | 3.461 | 09/07/2026 | 3 |
| MGS | 08/29 | 3.540 | 61 | 3.469 | 09/07/2026 | 7 |
| MGS | 04/30 | 3.615 | 50 | 3.608 | 09/07/2026 | 1 |
| MGS | 04/31 | 3.792 | 102 | 3.737 | 09/07/2026 | 5 |
| MGS | 06/31 | 3.772 | 570 | 3.724 | 09/07/2026 | 5 |
| MGS | 07/32 | 3.958 | 266 | 3.880 | 09/07/2026 | 8 |
| MGS | 04/33 | 4.009 | 191 | 3.960 | 09/07/2026 | 5 |
| MGS | 07/34 | 4.090 | 126 | 4.030 | 09/07/2026 | 6 |
| MGS | 05/35 | 4.080 | 40 | 3.933 | 09/03/2026 | 15 |
| MGS | 07/35 | 4.096 | 62 | 4.043 | 09/07/2026 | 5 |
| MGS | 04/37 | 4.087 | 20 | 4.081 | 09/07/2026 | 1 |
| MGS | 06/38 | 4.240 | 50 | 4.091 | 09/04/2026 | 15 |
| MGS | 01/41 | 4.285 | 223 | 4.141 | 09/07/2026 | 14 |
| MGS | 04/46 | 4.369 | 182 | 4.314 | 09/07/2026 | 5 |
| MGS | 03/53 | 4.377 | 157 | 4.311 | 09/07/2026 | 7 |
| MGS | 07/55 | 4.403 | 91 | 4.342 | 09/07/2026 | 6 |
| GII | 09/26 | 3.050 | 943 | 2.969 | 09/07/2026 | 8 |
| GII | 07/28 | 3.399 | 120 | 3.350 | 09/07/2026 | 5 |
| GII | 10/28 | 3.414 | 60 | 3.391 | 09/07/2026 | 2 |
| GII | 07/29 | 3.548 | 30 | 3.489 | 09/07/2026 | 6 |
| GII | 10/29 | 3.496 | 422 | 3.460 | 09/07/2026 | 4 |
| GII | 08/30 | 3.717 | 30 | 3.618 | 09/07/2026 | 10 |
| GII | 09/30 | 3.629 | 30 | 3.651 | 09/07/2026 | -2 |
| GII | 10/30 | 3.714 | 20 | 3.634 | 09/07/2026 | 8 |
| GII | 10/31 | 3.758 | 351 | 3.721 | 09/07/2026 | 4 |
| GII | 10/32 | 3.978 | 40 | 3.926 | 09/07/2026 | 5 |
| GII | 03/33 | 4.019 | 171 | 3.947 | 09/07/2026 | 7 |
| GII | 11/34 | 4.061 | 40 | 3.960 | 09/04/2026 | 10 |
| GII | 04/35 | 4.073 | 91 | 4.040 | 09/07/2026 | 3 |
| GII | 07/36 | 4.095 | 300 | 4.050 | 09/07/2026 | 4 |
| GII | 08/37 | 4.179 | 30 | 4.031 | 09/03/2026 | 15 |
| GII | 03/38 | 4.130 | 35 | 4.070 | 09/04/2026 | 6 |
| GII | 09/39 | 4.250 | 1 | 4.140 | 09/03/2026 | 11 |
| GII | 07/40 | 4.302 | 250 | 4.243 | 09/07/2026 | 6 |
| GII | 05/45 | 4.332 | 81 | 4.300 | 09/07/2026 | 3 |
| GII | 05/52 | 4.408 | 2 | 4.343 | 09/07/2026 | 7 |
| GII | 03/54 | 4.381 | 60 | 4.362 | 09/07/2026 | 2 |
| GII | 01/56 | 4.410 | 30 | 4.196 | 09/04/2026 | 21 |
| | | | 6709 | | | |

## 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* |
|---|---|---|---|---|---|---|---|---|
| DanaInfra Nasional Berhad | 02/28 | GG | 3.348 | 20 | 3.922 | 1/11/2023 | -57 | 24 |
| DanaInfra Nasional Berhad | 08/29 | GG | 3.580 | 20 | 3.542 | 3/9/2026 | 4 | 8 |
| Pengurusan Air SPV Berhad | 06/38 | GG | 4.230 | 20 | 3.906 | 22/4/2026 | 32 | 15 |
| Lembaga Pembiayaan Perumahan Sektor Awam | 07/38 | GG | 4.178 | 10 | 3.908 | 16/6/2026 | 27 | 9 |
| Prasarana Malaysia Berhad | 07/38 | GG | 4.299 | 40 | 4.119 | 2/9/2026 | 18 | 21 |
| Perbadanan Tabung Pendidikan Tinggi Nasional | 03/39 | GG | 4.358 | 10 | 3.877 | 27/3/2026 | 48 | 27 |
| DanaInfra Nasional Berhad | 08/39 | GG | 4.222 | 10 | 4.223 | 7/9/2026 | 0 | -6 |
| Pengurusan Air SPV Berhad | 08/40 | GG | 4.334 | 20 | 4.275 | 4/9/2026 | 6 | 5 |
| Prasarana Malaysia Berhad | 07/46 | GG | 4.439 | 10 | n/a | n/a | 444 | 9 |
| Bank Pembangunan Malaysia Berhad | 03/27 | AAA | 3.574 | 20 | 3.509 | 15/7/2026 | 6 | 47 |
| Danum Capital Berhad | 05/27 | AAA | 3.645 | 30 | 3.540 | 28/8/2026 | 11 | 54 |
| Small Medium Enterprise Development Bank Malay | 05/28 | AAA | 3.705 | 20 | 3.656 | 4/9/2026 | 5 | 38 |
| Bank Pembangunan Malaysia Berhad | 09/28 | AAA | 3.705 | 20 | 3.618 | 12/8/2026 | 9 | 38 |
| Petroleum Sarawak Exploration & Production Sdn E | 05/29 | AAA | 3.724 | 20 | 3.616 | 29/7/2026 | 11 | 22 |
| UniTapah Sdn Berhad | 06/29 | AAA | 3.929 | 20 | 3.871 | 3/9/2026 | 6 | 43 |
| Amanat Lebuhraya Rakyat Berhad | 10/29 | AAA | 4.006 | 30 | 3.768 | 3/8/2026 | 24 | 50 |
| CelcomDigi Telecommunications Sdn Berhad (fka D | 05/30 | AAA | 3.898 | 20 | 3.834 | 4/9/2026 | 6 | 27 |
| Amanat Lebuhraya Rakyat Berhad | 10/30 | AAA | 4.041 | 5 | 3.963 | 7/9/2026 | 8 | 41 |
| Projek Lebuhraya Usahasama Berhad | 01/31 | AAA | 4.058 | 5 | 3.698 | 16/6/2026 | 36 | 43 |
| Bank Pembangunan Malaysia Berhad | 06/31 | AAA | 3.893 | 10 | 3.895 | 7/9/2026 | 0 | 12 |
| Sarawak Energy Berhad | 07/33 | AAA | 4.113 | 20 | 3.850 | 30/6/2026 | 26 | 11 |
| Batu Kawan Berhad | 02/29 | AA1 | 3.900 | 20 | 3.610 | 14/5/2026 | 29 | 57 |
| Kimanis Power (Dua) Sdn Berhad | 04/29 | AA1 | 3.833 | 10 | 3.786 | 7/9/2026 | 5 | 33 |
| GENM Capital Berhad | 05/30 | AA1 | 5.044 | 1 | 4.298 | 23/7/2026 | 75 | 142 |
| Malayan Banking Berhad | 01/34 | AA1 | 3.852 | 30 | 4.117 | 2/9/2026 | -27 | -15 |
| GENM Capital Berhad | 05/34 | AA1 | 4.757 | 1 | 4.599 | 18/8/2026 | 16 | 72 |
| Imtiaz Sukuk II Berhad | 11/28 | AA2 | 3.828 | 10 | 3.690 | 27/7/2026 | 14 | 50 |
| Imtiaz Sukuk II Berhad | 11/30 | AA2 | 4.068 | 25 | 3.818 | 23/7/2026 | 25 | 44 |
| Pelabuhan Tanjung Pelepas Sdn Berhad | 04/29 | AA | 3.889 | 10 | 3.707 | 13/5/2026 | 18 | 39 |
| Pac Lease Berhad | 04/29 | AA | 3.948 | 40 | n/a | n/a | 395 | 45 |
| Qualitas Sukuk Berhad | 03/28 | AA3 | 4.189 | 6 | 4.136 | 24/8/2026 | 5 | 86 |
| CIMB Thai Bank Public Company Limited | 03/33 | AA3 | 4.063 | 10 | 4.327 | 6/8/2026 | -26 | 6 |
| SIBS Sdn Berhad | 05/28 | AA- | 5.251 | 1 | 5.224 | 2/9/2026 | 3 | 192 |
| Malakoff Power Berhad | 12/28 | AA- | 3.855 | 20 | 3.722 | 30/6/2026 | 13 | 53 |
| MMC Port Holdings Berhad (fka MMC Port Holdings | 04/29 | AA- | 4.109 | 20 | 3.702 | 28/4/2026 | 41 | 61 |
| Malakoff Power Berhad | 12/29 | AA- | 3.947 | 10 | 3.786 | 30/6/2026 | 16 | 45 |
| Farm Fresh Berhad (fka The Holstein Milk Compan | 10/30 | AA- | 4.039 | 10 | 3.833 | 16/6/2026 | 21 | 41 |
| Farm Fresh Berhad (fka The Holstein Milk Compan | 02/31 | AA- | 4.149 | 10 | 3.871 | 25/6/2026 | 28 | 52 |
| MMC Port Holdings Berhad (fka MMC Port Holdings | 04/32 | AA- | 4.398 | 10 | 4.277 | 3/9/2026 | 12 | 51 |
| CIMB Group Holdings Berhad | 12/21 | A1 | 4.387 | 40 | 4.320 | 2/9/2026 | 7 | 4 |
| Yinson Holdings Berhad | 12/26 | A+ | 4.044 | 100 | 3.849 | 22/7/2026 | 19 | 94 |
| Yinson Holdings Berhad | 12/30 | A+ | 4.637 | 1 | 4.920 | 19/8/2026 | -28 | 101 |
| Qualitas Sukuk Berhad | 03/25 | A2 | 5.764 | 1 | 6.000 | 7/9/2026 | -24 | 142 |
| Tropicana Corporation Berhad | 07/31 | A | 5.569 | 1 | 5.642 | 24/8/2026 | -7 | 180 |
| MBSB Bank Berhad (fka Asian Finance Bank Berha | 12/31 | A | 3.395 | 10 | 5.964 | 19/8/2026 | -257 | -38 |
| | | | | 776 | | | | |

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

| Rating Action | | | |
|---|---|---|---|
| Issuer | PDS Description | Rating/Outlook | Action |
| Sunway Berhad | Corporate credit ratings | AA1/Stable/P1 | Assigned |
| INTI Universal Holdings Sdn Bhd | RM300m 5-year Guaranteed Medium-Term Notes 2023/2028 (MTN) Programme | AAA(fg)/Stable | Withdrawn |
| Pelaburan Hartanah Berhad | Corporate credit ratings<br>RM5bn Islamic Commercial Papers (2024/2031)/Islamic Medium-Term Notes (2024/-) Programme | AAA/Stable/P1<br>AAA/Stable/P1 | Affirmed<br>Affirmed |

*Source: RAM, MARC*

**Hong Leong Bank Berhad**
Fixed Income & Economic Research, Global Markets
Level 8, Hong Leong Tower
6, Jalan Damanlela
Bukit Damansara
50490 Kuala Lumpur
Tel: 603-2081 1221
Fax: 603-2081 8936
Email: HLMarkets@hlbb.hongleong.com.my