

Global Markets Research

Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.12	-4
5-yr UST	4.25	-5
10-yr UST	4.52	-5
30-yr UST	5.00	-4

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.27	0	3.27	0
5-yr	3.44	0	3.37	1
7-yr	3.58	0	3.56	0
10-yr	3.61	0	3.64	0
15-yr	3.85	0	3.90	1
20-yr	3.97	0	3.95	0
30-yr	4.09	5	4.11	-1

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.42	0
3-yr	3.49	0
5-yr	3.56	-1
7-yr	3.64	-1
10-yr	3.76	-1

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	1,152	25
MTD Change	1,152	25

Figures in RM 'mil (as of 03 Jun 2026)

Upcoming Government Bond Tender

Nil

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries advanced amidst falling oil prices despite signs of a ratcheting up of tensions in the Middle East after President Trump blamed Iran for the shooting down of an American military helicopter off Oman. **The benchmark 2-year UST yield fell by 4bps for the day to 4.12% while the 10-year UST bond yield declined by 5bps to 4.52%.** The coming day sees the release of the CPI figures for May, which are expected to rise at a hotter pace versus the month before at both the headline and core level, as well as the federal budget balance for the month.

MGS/GII

- Local govies were little changed in trading on Tuesday, with nothing of note in terms of fresh leads domestically or out of the Middle East. Secondary market volume climbed by 27% to RM3.81bn versus the RM3.01bn that traded on Monday. Overall benchmark yields were mixed by between -1 to +1bp (prior: 0 to 5bps higher), except for the 30Y MGS which was correcting from previous off-market trades. **The benchmark 5Y MGS 6/31 yield was little changed for the day at 3.44% while the yield on the benchmark 10Y MGS 7/35 was also unchanged at 3.61%.** Trading for the day was led by the off-the-run GII 9/26, while decent interest was also seen in the off-the-run MGS 11/26 and GII 8/33, as well as in the benchmark 7Y MGS. The share of GII trading surged to 62% of overall government bond trading versus the 33% seen the previous session. The day ahead should bring the announcement of the re-opening of the benchmark 15Y GII 7/40, where we expect RM3.5bn to be put up for sale and another RM1.5bn to be privately placed.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Tuesday. Secondary market volume rose by 10% to RM535m versus the RM487m that swapped hands on Monday. Trading for the day was again led by the AAA-rated segment of the market. In the GG universe, the solitary bond traded was LPPSA 8/32, which closed at 3.64% (+12bps versus last print). In the AAA-rated space, activity was led by CAGA 8/28, which settled at 3.44% (secondary market debut), while decent interest was also noted in DANUM 2/35 and DANUM 2/36, which closed at 3.85% (+4bps) and 3.88% (+3bps) respectively. In the AA-rated segment, trading was led by MRCB 10/28, which settled for the day at 3.80% (-3bps).

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	07/26	2.968	182	2.926	06/08/2026	4
MGS	11/26	2.904	240	2.974	06/08/2026	-7
MGS	11/27	3.134	10	3.124	06/05/2026	1
MGS	04/28	3.188	6	3.186	06/05/2026	0
MGS	06/28	3.228	42	3.226	06/08/2026	0
MGS	03/29	3.266	110	3.270	06/08/2026	0
MGS	04/29	3.273	50	3.278	06/08/2026	0
MGS	08/29	3.286	62	3.297	06/08/2026	-1
MGS	04/30	3.379	86	3.368	06/08/2026	1
MGS	05/30	3.349	3	3.379	06/08/2026	-3
MGS	04/31	3.452	1	3.416	06/05/2026	4
MGS	06/31	3.439	65	3.437	06/08/2026	0
MGS	07/32	3.547	1	3.549	06/08/2026	0
MGS	04/33	3.581	275	3.583	06/08/2026	0
MGS	11/33	3.625	10	3.610	06/08/2026	2
MGS	07/34	3.626	62	3.645	06/08/2026	-2
MGS	05/35	3.678	14	3.665	06/08/2026	1
MGS	07/35	3.611	90	3.615	06/08/2026	0
MGS	04/37	3.786	20	3.769	06/05/2026	2
MGS	06/38	3.869	8	3.879	06/08/2026	-1
MGS	04/39	3.899	3	3.880	06/08/2026	2
MGS	05/40	3.916	20	3.902	06/08/2026	1
MGS	01/41	3.847	31	3.847	06/08/2026	0
MGS	05/44	3.976	12	3.972	06/08/2026	0
MGS	04/46	3.968	4	3.963	06/08/2026	0
MGS	06/50	4.062	4	4.029	06/08/2026	3
MGS	03/53	4.104	17	4.089	06/08/2026	1
MGS	07/55	4.094	11	4.040	06/08/2026	5
GII	09/26	2.938	1450	2.958	06/08/2026	-2
GII	07/28	3.227	20	3.232	06/08/2026	-1
GII	07/29	3.316	4	3.297	06/08/2026	2
GII	08/30	3.372	80	3.365	06/08/2026	1
GII	09/30	3.401	3	3.362	06/04/2026	4
GII	10/30	3.389	18	3.383	06/05/2026	1
GII	10/31	3.447	3	3.435	06/08/2026	1
GII	03/33	3.564	20	3.565	06/08/2026	0
GII	08/33	3.609	360	3.614	06/08/2026	0
GII	04/35	3.644	40	3.638	06/08/2026	1
GII	09/39	3.901	80	3.907	06/08/2026	-1
GII	07/40	3.895	80	3.882	06/05/2026	1
GII	09/41	3.918	100	3.897	06/03/2026	2
GII	05/47	4.056	1	4.032	06/05/2026	2
GII	05/52	4.086	9	4.084	06/05/2026	0
GII	01/56	4.105	107	4.117	06/08/2026	-1
			3812			

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	08/32	GG	3.641	10	3.517	5/3/2026	12	13
Malaysia Airport Holdings Berhad	12/26	AAA	3.407	40	3.382	30/4/2026	2	32
Johor Corporation	06/27	AAA	5.550	2	5.178	23/4/2026	37	246
Pengurusan Air SPV Berhad	06/28	AAA	3.520	20	3.527	5/6/2026	-1	34
Cagamas Berhad	08/28	AAA	3.440	145	n/a	n/a	344	26
Toyota Capital Malaysia Sdn Berhad	08/28	AAA	3.572	15	3.586	23/12/2025	-1	39
CIMB Islamic Bank Berhad	11/28	AAA	3.509	10	3.494	9/3/2026	1	33
Malaysia Airport Holdings Berhad	12/28	AAA	3.569	10	3.537	24/2/2026	3	30
Pengurusan Air Selangor Sdn Berhad	10/31	AAA	3.727	10	3.536	26/9/2025	19	29
Danum Capital Berhad	02/34	AAA	3.791	10	3.759	15/5/2026	3	19
Danum Capital Berhad	08/34	AAA	3.822	10	3.733	10/3/2026	9	22
Danum Capital Berhad	02/35	AAA	3.852	40	3.809	22/1/2026	4	24
Danum Capital Berhad	02/36	AAA	3.881	40	3.851	19/5/2026	3	27
Tenaga Nasional Berhad	05/41	AAA	4.147	20	4.123	8/6/2026	2	30
Sunway Healthcare Treasury Sdn Berhad	04/27	AA	3.482	30	3.489	29/5/2026	-1	39
Mumtaz Rakyat Sukuk Berhad	06/31	AA3	3.641	10	3.458	28/5/2026	18	20
WM Senibong Capital Berhad	12/27	AA-	4.447	32	4.449	16/2/2026	0	136
WM Senibong Capital Berhad	09/28	AA-	4.488	10	n/a	n/a	449	131
UEM Sunrise Berhad	09/28	AA-	3.642	10	3.656	6/3/2026	-1	46
Malaysian Resources Corporation Berhad	10/28	AA-	3.796	60	3.825	5/6/2026	-3	62
Affin Islamic Bank Berhad	10/18	A3	4.526	1	4.190	8/6/2026	34	56
				535				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

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