Global Markets Research
Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were mixed in trading on Wednesday, with the short end gaining some ground while longer dated bonds fell, amidst CPI for July coming in as anticipated, and a decent sale of USD42bn of 10yr UST which were sold at the highest yield since 2007. Benchmark UST yields were mixed for the day by between -1 to +2bps. **The benchmark 2-year UST yield fell by 1bp for the day to 4.20% while the 10-year UST bond yield was little changed at 4.69%.** The coming day brings the release of producer prices figures for July and the latest weekly jobless claims numbers, with the Fed's Hammack and Barkin also due to speak and the quarterly refunding concludes for the week with the sale of USD25bn in new 30-yr UST bonds.

MGS/GII

- Local govvies were mixed in trading on Wednesday in a busier session, with the shorter end of the GII curve seeing better buying towards the later part of the session and outperforming for the day. Secondary market volume for the day surged by 79% to RM3.76bn versus the RM2.10bn that changed hands on Tuesday. Overall benchmark yields were mixed by between -1 to +3bps (prior: 0 to 3bps higher), except for the 30Y MGS which was correcting from previous off-market trades. **The benchmark 5Y MGS 6/31 yield rose by 1bp for the day to 3.55% while the yield on the benchmark 10Y MGS 7/35 declined by 1bp to 3.74%.** Trading for the day was again led by the off-the-run GII 9/26, while keen interest was also seen in the off-the-run MGS 5/27, MGS 4/28 and MGS7/32, as well as in the benchmark 3Y GII. The share of GII trading climbed to 44% of overall govvies trading versus the 38% seen the day before.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Wednesday, with secondary market volume for the day receding by 7% to RM384m versus the RM413m that traded on Tuesday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, the activity was led by LPPSA 8/30 and DANA 7/35, which closed the day at 3.57% (+8bps versus last print) and 3.88% (+25bps) respectively. In the AAA-rated space, trading was led by SEB 1/27 and BPMB 9/28, which settled for the day at 3.43% (+1bp) and 3.62% (+14bps) respectively. In the AA-rated territory, trading was led by AEON 6/31, which closed at 3.88% (unchanged) while interest was also noted in MRCB 4/37 and CIMBG 8/38, which settled at 4.09% (-11bps) and 4.04% (-5bps) respectively. In the A-rated arena, AFFINBK 4.35% Perps led trading and closed the day at 4.29% (unchanged)

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.20	-1
5-yr UST	4.38	-1
10-yr UST	4.69	0
30-yr UST	5.26	2

	MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.34	3	3.36	-1
5-yr	3.55	1	3.47	-2
7-yr	3.67	-1	3.68	0
10-yr	3.74	-1	3.72	0
15-yr	3.97	0	3.98	1
20-yr	4.04	0	4.02	0
30-yr	4.21	4	4.18	-1

** Market indicative levels*

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.56	0
3-yr	3.60	-1
5-yr	3.64	-1
7-yr	3.70	-1
10-yr	3.81	-1

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	1,612	853
MTD Change	1,423	779

Figures in RM 'mil (as of 06 Aug 2026)

Upcoming Government Bond Tender

Nil

HongLeong Bank

Daily Trades: Government Bond

		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	11/26	2.987	122	2.962	08/11/2026	2
MGS	05/27	3.080	364	3.084	08/10/2026	0
MGS	11/27	3.164	95	3.166	08/05/2026	0
MGS	04/28	3.239	208	3.244	08/10/2026	-1
MGS	06/28	3.290	128	3.291	08/07/2026	0
MGS	03/29	3.336	154	3.310	08/10/2026	3
MGS	04/29	3.388	13	3.356	08/11/2026	3
MGS	08/29	3.380	65	3.364	08/10/2026	2
MGS	04/30	3.477	130	3.470	08/11/2026	1
MGS	05/30	3.464	103	3.464	08/11/2026	0
MGS	04/31	3.545	102	3.545	08/11/2026	0
MGS	07/32	3.657	215	3.654	08/11/2026	0
MGS	04/33	3.673	92	3.681	08/11/2026	-1
MGS	11/33	3.726	6	3.717	08/10/2026	1
MGS	07/34	3.754	53	3.754	08/11/2026	0
MGS	05/35	3.762	3	3.763	08/11/2026	0
MGS	07/35	3.736	60	3.742	08/11/2026	-1
MGS	04/37	3.850	122	3.826	08/10/2026	2
MGS	04/39	3.973	4	3.949	08/07/2026	2
MGS	05/40	3.994	10	4.000	08/11/2026	-1
MGS	01/41	3.968	21	3.972	08/11/2026	0
MGS	10/42	4.018	4	4.030	08/11/2026	-1
MGS	05/44	4.045	3	4.034	08/10/2026	1
MGS	04/46	4.039	5	4.039	08/11/2026	0
MGS	07/55	4.206	18	4.168	08/11/2026	4
GII	09/26	2.970	1121	2.962	08/11/2026	1
GII	07/27	3.101	50	3.111	08/06/2026	-1
GII	09/27	3.115	20	3.122	08/10/2026	-1
GII	07/28	3.278	80	3.281	08/11/2026	0
GII	10/29	3.357	70	3.363	08/11/2026	-1
GII	08/30	3.472	40	3.495	08/10/2026	-2
GII	10/30	3.503	1	3.490	08/06/2026	1
GII	10/31	3.544	80	3.534	08/06/2026	1
GII	07/36	3.762	10	3.766	08/11/2026	0
GII	08/37	3.873	40	3.837	07/30/2026	4
GII	03/38	3.912	40	3.915	08/10/2026	0
GII	09/39	3.996	70	3.973	08/10/2026	2
GII	07/40	3.983	21	3.977	08/07/2026	1
GII	03/54	4.190	20	4.033	08/11/2026	16
GII	01/56	4.183	1	4.191	08/11/2026	-1
			3763			

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	11/28	GG	3.423	15	3.333	4/5/2026	9	18
Lembaga Pembiayaan Perumahan Sektor Awam	08/30	GG	3.567	40	3.492	18/6/2026	8	12
DanaInfra Nasional Berhad	07/35	GG	3.879	30	3.634	26/5/2025	25	16
Hong Leong Islamic Bank Berhad	11/26	AAA	3.361	20	3.313	10/4/2026	5	26
Sarawak Energy Berhad	01/27	AAA	3.430	30	3.420	3/8/2026	1	33
Bank Pembangunan Malaysia Berhad	10/27	AAA	3.546	20	3.430	2/3/2026	12	45
Bank Pembangunan Malaysia Berhad	09/28	AAA	3.618	20	3.477	6/1/2026	14	38
TNB Power Generation Sdn Berhad	03/33	AAA	3.789	10	3.782	7/8/2026	1	12
Sarawak Petchem Sdn Berhad	07/37	AAA	4.096	10	3.979	6/5/2026	12	36
GENM Capital Berhad	05/28	AA1	4.174	20	4.124	30/7/2026	5	93
GENM Capital Berhad	07/28	AA1	4.716	1	4.135	7/8/2026	58	147
Kuala Lumpur Kepong Berhad	09/29	AA1	3.780	5	3.776	11/8/2026	0	45
Kuala Lumpur Kepong Berhad	09/34	AA1	3.983	5	3.952	1/7/2026	3	28
Malayan Banking Berhad	08/36	AA1	3.928	10	n/a	n/a	393	19
United Overseas Bank (Malaysia) Berhad	07/37	AA1	3.928	10	3.878	16/7/2026	5	19
Malayan Banking Berhad	08/38	AA1	4.143	10	n/a	n/a	414	40
AmBank (M) Berhad	06/31	AA2	3.954	15	3.932	11/8/2026	2	42
AEON Co. (M) Berhad	06/31	AA2	3.882	30	3.882	10/8/2026	0	35
CIMB Group Holdings Berhad	08/38	AA2	4.038	20	4.092	29/7/2026	-5	30
Affin Islamic Bank Berhad	12/27	AA3	4.056	1	3.647	27/7/2026	41	96
Tanjung Bin Energy Sdn Berhad	03/32	AA3	4.158	10	4.137	25/6/2026	2	53
AmBank (M) Berhad	03/33	AA3	3.999	1	3.898	6/7/2026	10	33
Malaysian Resources Corporation Berhad	01/36	AA-	4.038	20	4.059	30/7/2026	-2	32
Malaysian Resources Corporation Berhad	04/37	AA-	4.087	20	4.199	16/7/2026	-11	35
Alliance Bank Malaysia Berhad	10/35	A1	4.201	1	4.103	5/8/2026	10	48
Qualitas Sukuk Berhad	03/25	A2	5.841	1	6.089	10/8/2026	-25	179
Alliance Bank Malaysia Berhad	11/17	A3	4.190	1	3.982	17/7/2026	21	14
Affin Bank Berhad	07/18	A3	4.285	10	4.281	27/7/2026	0	24
				384				

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

Rating Action

Issuer	PDS Description	Rating/Outlook	Action
AEON CO. (M) BHD	RM1bn Islamic Medium-Term Notes (MTN) Programme (2016/2031) and RM2bn Islamic MTN Programme (2024/-)	AA2/Stable	Affirmed
Great Eastern Labuan Company Limited	Insurer financial strength rating	AAA/Stable/P1	Assigned first time rating

Source: RAM, MARC

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