Global Markets Research
Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.63	4
5-yr UST	4.78	2
10-yr UST	4.97	0
30-yr UST	5.35	-1

	MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.56	6	3.57	5
5-yr	3.85	4	3.72	0
7-yr	4.15	7	4.10	2
10-yr	4.18	5	4.17	3
15-yr	4.38	5	4.34	1
20-yr	4.53	8	4.43	-2
30-yr	4.38	-10	4.51	10

** Market indicative levels*

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.71	2
3-yr	3.79	4
5-yr	3.86	4
7-yr	3.94	5
10-yr	4.05	5

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-4	0
MTD Change	904	375

Figures in RM 'mil (as of 07 Sep 2026)

Upcoming Government Bond Tender

Nil

US Treasuries

- US Treasuries were mixed in trading on Friday, with the UST yield curve flattening, after a slightly higher than expected monthly core CPI for August reinforced expectations that the Federal Reserve will hike interest rates at the upcoming FOMC meeting. Benchmark yields were mixed for the day by between -1 to +4bps. **The benchmark 2-year UST yield rose by 4bps for the day to 4.63% while the 10-year UST bond yield was little changed at 4.97%.** The day ahead sees little in terms of economic data, with the FOMC due to decide on policy on Wednesday, where the futures markets have priced in a 88% chance of a 25bps increase this time round.

MGS/GII

- Local govvies continued their torrid run in trading on Friday, declining across the entire maturity spectrum, with the 7-year sector again seeing aggressively selling ahead of supply. Secondary market volume for the day eased by 22% to RM5.82bn versus the RM7.45bn that changed hands on Thursday. Overall benchmark yields were higher by between 0 to 10bps (prior: -1 to +12bps), except for the 20Y GII and 30Y MGS, which were skewed by off-market trades. **The benchmark 5Y MGS 6/31 yield rose by 4bps for the day to 3.85% while the yield on the benchmark 10Y MGS 7/35 advanced by 5bps to 4.18%.** Trading for the day was led by the off-the-run MGS 11/26, while decent interest was also seen in the off-the-run GII 9/26 and MGS 5/27, as well as in the benchmark 3Y MGS and 10Y MGS. The share of GII trading inched higher to 32% of overall govvies trading versus the 31% seen the day before. The coming day could bring the announcement of the re-opening of the benchmark 7Y MGS 4/33, where we expect RM5bn to be put up for auction.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Friday, with secondary market volume for the day coming off by 35% to RM655m versus the RM1,009m that traded on Thursday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, PRASA 7/46 and PRASA 7/48 led the interest and settled for the day at 4.64% (+20bps versus last trade) and 4.69% (secondary debut) respectively. Over in the AAA-space, trading was led by YTLP 5/27, which closed at 3.79% (+26bps). In the AA-rated territory, SPSETIA 6/28 and EWCB 8/28 led the trading and settled at 3.99% (+41bps) and 4.04% (unchanged) respectively, while in the A-rated arena, the interest was led by YINSON 7.50% Perps and QUALITAS 7.00% Perps, which closed the day at 5.52% (+17bps) and 6.80% (+96bps) respectively.

Daily Trades: Government Bond

		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	11/26	2.850	1341	2.816	09/10/2026	3
MGS	05/27	3.047	632	3.042	09/10/2026	1
MGS	04/28	3.425	250	3.440	09/10/2026	-2
MGS	03/29	3.557	449	3.502	09/10/2026	6
MGS	08/29	3.615	1	3.570	09/10/2026	5
MGS	04/30	3.721	50	3.686	09/10/2026	4
MGS	05/30	3.703	20	3.663	09/09/2026	4
MGS	04/31	3.844	1	3.829	09/10/2026	1
MGS	06/31	3.853	250	3.816	09/10/2026	4
MGS	07/32	4.034	182	3.997	09/10/2026	4
MGS	04/33	4.145	120	4.078	09/10/2026	7
MGS	07/34	4.152	38	4.122	09/10/2026	3
MGS	05/35	4.157	8	4.164	09/10/2026	-1
MGS	07/35	4.184	340	4.134	09/10/2026	5
MGS	04/37	4.252	121	4.200	09/09/2026	5
MGS	04/39	4.281	2	4.303	09/10/2026	-2
MGS	01/41	4.380	10	4.332	09/10/2026	5
MGS	10/42	4.356	2	4.347	09/10/2026	1
MGS	05/44	4.401	2	4.430	09/10/2026	-3
MGS	04/46	4.525	81	4.450	09/10/2026	8
MGS	07/48	4.473	30	4.410	09/10/2026	6
MGS	06/50	4.428	1	4.477	09/10/2026	-5
MGS	03/53	4.351	1	4.418	09/09/2026	-7
MGS	07/55	4.377	10	4.472	09/10/2026	-10
GII	09/26	2.916	491	2.916	09/10/2026	0
GII	09/27	3.096	280	3.109	09/09/2026	-1
GII	07/28	3.400	18	3.404	09/10/2026	0
GII	08/28	3.540	30	3.299	08/18/2026	24
GII	10/28	3.481	180	3.466	09/09/2026	1
GII	07/29	3.582	30	3.527	09/10/2026	5
GII	10/29	3.572	80	3.520	09/10/2026	5
GII	08/30	3.717	3	3.717	09/08/2026	0
GII	09/30	3.760	60	3.747	09/10/2026	1
GII	10/31	3.834	20	3.804	09/09/2026	3
GII	03/33	4.098	42	4.077	09/10/2026	2
GII	11/34	4.133	12	4.120	09/09/2026	1
GII	04/35	4.168	170	4.138	09/10/2026	3
GII	07/36	4.158	281	4.146	09/10/2026	1
GII	08/37	4.257	100	4.179	09/08/2026	8
GII	03/38	4.274	2	4.253	09/09/2026	2
GII	09/39	4.285	1	4.280	09/09/2026	0
GII	07/40	4.342	80	4.329	09/10/2026	1
GII	05/45	4.430	1	4.453	09/10/2026	-2
			5823			

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	06/38	GG	4.379	10	4.180	7/9/2026	20	19
Malaysia Rail Link Sdn Berhad	07/40	GG	4.459	20	3.849	17/11/2025	61	11
Prasarana Malaysia Berhad	07/46	GG	4.639	30	4.439	8/9/2026	20	17
Prasarana Malaysia Berhad	07/48	GG	4.689	30	n/a	n/a	469	22
YTL Power International Berhad	05/27	AAA	3.786	70	3.525	3/9/2026	26	66
Small Medium Enterprise Development Bank Malay	05/28	AAA	4.047	15	3.705	8/9/2026	34	64
Pengurusan Air Selangor Sdn Berhad	08/39	AAA	4.510	10	3.970	4/5/2026	54	16
YTL Power International Berhad	12/40	AAA	4.470	1	4.168	27/8/2026	30	12
edotco Malaysia Sdn Berhad	09/29	AA+	4.123	5	3.717	10/6/2026	41	58
Pulau Indah Power Plant Sdn Berhad	05/38	AA+	4.461	3	4.139	27/8/2026	32	28
Imtiaz Sukuk II Berhad	11/28	AA2	3.940	10	3.828	8/9/2026	11	53
CIMB Group Holdings Berhad	10/33	AA2	4.118	10	3.789	20/8/2026	33	0
reNIKOLA Solar II Sdn Berhad	09/37	AA2	4.480	5	4.100	29/6/2026	38	30
SP Setia Berhad	06/28	AA	3.988	70	3.575	20/4/2026	41	58
Tadau Energy Sdn Berhad	12/28	AA	4.229	10	n/a	n/a	423	82
SP Setia Berhad	04/29	AA	4.221	5	4.091	10/9/2026	13	68
SP Setia Berhad	06/30	AA	4.297	30	4.001	21/8/2026	30	59
Gamuda Berhad	06/28	AA3	4.173	5	3.623	21/5/2026	55	76
AEON Credit Service (M) Berhad	12/28	AA3	4.051	20	3.697	9/3/2026	35	64
BGSM Management Sdn Berhad	12/28	AA3	3.968	20	3.627	5/5/2026	34	56
Gamuda Berhad	11/29	AA3	4.255	25	3.813	4/8/2026	44	71
RP Hydro (Kelantan) Sdn Berhad	01/30	AA3	4.790	10	4.676	4/3/2025	11	125
AmBank (M) Berhad	06/33	AA3	4.158	30	3.897	4/9/2026	26	4
AmBank (M) Berhad	11/33	AA3	4.191	12	3.894	7/8/2026	30	7
RP Hydro (Kelantan) Sdn Berhad	01/35	AA3	5.255	10	5.619	15/8/2023	-36	111
RP Hydro (Kelantan) Sdn Berhad	07/35	AA3	5.313	10	4.861	27/10/2025	45	115
RP Hydro (Kelantan) Sdn Berhad	07/38	AA3	5.546	20	5.360	14/11/2024	19	136
RP Hydro (Kelantan) Sdn Berhad	01/40	AA3	5.653	15	5.216	30/7/2025	44	130
RP Hydro (Kelantan) Sdn Berhad	07/40	AA3	5.682	10	5.257	30/7/2025	43	133
RP Hydro (Kelantan) Sdn Berhad	01/41	AA3	5.712	10	n/a	n/a	571	136
RP Hydro (Kelantan) Sdn Berhad	07/41	AA3	5.739	10	n/a	n/a	574	139
RP Hydro (Kelantan) Sdn Berhad	07/42	AA3	5.807	20	n/a	n/a	581	145
RP Hydro (Kelantan) Sdn Berhad	01/43	AA3	5.845	10	n/a	n/a	585	149
Zetrix AI Berhad (fka MY E.G. Services Berhad)	01/28	AA-	5.580	6	5.302	10/7/2026	28	245
MMC Corporation Berhad	03/28	AA-	4.133	10	4.143	10/9/2026	-1	72
Eco World Capital Berhad	08/28	AA-	4.039	40	4.044	10/9/2026	0	63
Qualitas Sukuk Berhad	03/25	A2	6.799	10	5.839	9/9/2026	96	233
DRB-Hicom Berhad	12/14	A	4.849	9	4.598	14/8/2026	25	38
Yinson Holdings Berhad	11/22	A-	5.516	10	5.349	3/9/2026	17	105
				655				

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

Rating Action

Issuer	PDS Description	Rating/Outlook	Action
West Coast Expressway Sdn Bhd	RM1bn Guaranteed Sukuk Murabahah Programme (2015/2036)	AAA(bg)/Stable	Affirmed
Gabungan AQRS Berhad	Long-term rating of RM200 million Islamic Commercial Papers/ Islamic Medium-Term Notes (ICP/IMTN) Programmes	A/Negative	Outlook revised

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