

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries declined in trading on Friday, amidst a sell-off in European government bonds which saw the 30yr German Bund yield hit the highest since 2011. US retail sales for July unexpectedly contracted for the month in a poor start to 3Q, and the preliminary consumer sentiment gauge for August from the University of Michigan registered a larger than anticipated decline. Benchmark UST yields were higher for the day by between 3 to 5bps. **The benchmark 2-year UST yield rose by 3bps for the day to 4.17% while the 10-year UST bond yield advanced by 5bps to 4.69%.** The coming day brings the release of the NAHB Housing market index for August, as well as the Empire Manufacturing index for the month.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.17	3
5-yr UST	4.36	5
10-yr UST	4.69	5
30-yr UST	5.26	5

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.33	-1	3.35		0
5-yr	3.52	-2	3.49		0
7-yr	3.68	-1	3.69		2
10-yr	3.74	-1	3.74		0
15-yr	3.96	0	3.97		-1
20-yr	4.09	1	4.06		5
30-yr	4.20	13	4.04		0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.55	0
3-yr	3.59	0
5-yr	3.64	0
7-yr	3.70	-1
10-yr	3.80	-1

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-861	1,620
MTD Change	1,032	2,679

Figures in RM 'mil (as of 10 Aug 2026)

Upcoming Government Bond Tender

Re-opening auction of RM5bn of the benchmark 7Y GII 3/33 on Tuesday, 18 Aug

MGS/GII

- Local govies were mixed in trading in a light session to end the week on Friday, amidst 2Q GDP being revised higher in its final reading and the announcement of the re-opening of RM5bn of the benchmark 7Y GII 3/33. Secondary market volume for the day plunged by 63% to RM1.72bn versus the RM4.68bn that changed hands on Thursday. Overall benchmark yields were mixed by between -2 to +5bps (prior: -1 to +4bps), except for the 30Y MGS which was correcting from previous off-market trades. **The benchmark 5Y MGS 6/31 yield fell 2bps for the day to 3.52% 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 interest was also seen in the off-the-run MGS 8/29, GII 10/30 and GII 7/36, as well as in the benchmark 10Y MGS. The share of GII trading climbed to 62% of overall govies trading versus the 55% seen the day before. The day ahead sees the release of the consumer price index for July, which to expected to edge higher.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Friday, with secondary market volume for the day easing by 26% to RM432m versus the RM586m that traded on Thursday. There were no GG trades for the day, and trading for the day was again led by the AAA-rated segment of the market, where the activity was led by SEB 4/31, which closed the day at 3.78% (-3bps versus last print). Decent interest was also seen in TOYOTA 11/29 and CELCOMDG 5/30, which settled at 3.80% (+3bps) and 3.75% (unchanged) respectively. In the AA-rated territory, trading was led by IWRSB 7/27 and SPG 10/28, which closed at 3.69% (+2bps) and 3.79% (+9bps) respectively, while over in the A-rated arena, DRBH 4.85% Perps led trading and settled for the day at 4.60% (+3bps).

Daily Trades: Government Bond

		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	11/26	2.953	78	2.975	08/13/2026	-2
MGS	05/27	3.082	12	3.077	08/13/2026	0
MGS	11/27	3.169	1	3.164	08/12/2026	0
MGS	04/28	3.242	3	3.260	08/13/2026	-2
MGS	06/28	3.287	40	3.290	08/12/2026	0
MGS	03/29	3.330	19	3.336	08/13/2026	-1
MGS	08/29	3.364	150	3.384	08/13/2026	-2
MGS	04/30	3.470	80	3.477	08/12/2026	-1
MGS	04/31	3.528	34	3.535	08/13/2026	-1
MGS	07/32	3.648	1	3.648	08/13/2026	0
MGS	04/33	3.681	1	3.688	08/13/2026	-1
MGS	07/34	3.746	1	3.755	08/13/2026	-1
MGS	07/35	3.736	132	3.743	08/13/2026	-1
MGS	05/40	3.985	4	3.993	08/13/2026	-1
MGS	10/42	4.036	6	4.032	08/13/2026	0
MGS	09/43	4.062	10	4.026	08/13/2026	4
MGS	05/44	4.064	18	4.052	08/13/2026	1
MGS	04/46	4.091	2	4.083	08/13/2026	1
MGS	07/48	4.138	2	4.095	08/13/2026	4
MGS	06/50	3.970	1	4.148	08/13/2026	-18
MGS	07/55	4.199	53	4.065	08/13/2026	13
GII	09/26	2.973	496	2.980	08/13/2026	-1
GII	09/27	3.114	10	3.112	08/13/2026	0
GII	07/28	3.276	20	3.272	08/13/2026	0
GII	10/29	3.353	3	3.350	08/13/2026	0
GII	10/30	3.490	161	3.490	08/13/2026	0
GII	10/31	3.535	70	3.535	08/13/2026	0
GII	10/32	3.664	4	3.662	08/13/2026	0
GII	03/33	3.690	10	3.675	08/13/2026	2
GII	08/33	3.726	70	3.711	08/13/2026	2
GII	11/34	3.743	80	3.749	08/13/2026	-1
GII	04/35	3.740	40	3.740	08/13/2026	0
GII	07/36	3.760	103	3.762	08/13/2026	0
GII	07/40	3.974	1	3.983	08/12/2026	-1
GII	05/45	4.062	1	4.016	08/06/2026	5
GII	11/49	4.161	2	4.139	08/13/2026	2
GII	03/54	4.191	2	4.185	08/13/2026	1
			1719			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing	Vol	Previous	Previous	Chg	Spread
			YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bps)	Against MGS*
Infracap Resources Sdn Berhad	07/29	AAA	3.714	10	n/a	n/a	371	38
Toyota Capital Malaysia Sdn Berhad	11/29	AAA	3.795	60	3.768	29/6/2026	3	46
Toyota Capital Malaysia Sdn Berhad	02/30	AAA	3.795	20	3.807	5/8/2026	-1	35
CelcomDigi Telecommunications Sdn Berhad (fka C	05/30	AAA	3.747	50	3.744	10/8/2026	0	30
Sarawak Energy Berhad	04/31	AAA	3.777	100	3.804	6/8/2026	-3	25
TNB Northern Energy Berhad	05/33	AAA	3.868	10	4.078	13/5/2024	-21	19
Sarawak Energy Berhad	06/35	AAA	3.958	20	3.962	13/8/2026	0	23
YTL Power International Berhad	03/36	AAA	4.009	12	3.937	29/6/2026	7	27
Infracap Resources Sdn Berhad	04/36	AAA	3.989	3	3.898	30/7/2026	9	25
TNB Northern Energy Berhad	05/36	AAA	4.009	10	3.964	15/7/2026	5	27
YTL Power International Berhad	07/36	AAA	3.979	25	4.002	13/8/2026	-2	24
YTL Power International Berhad	08/38	AAA	4.025	20	4.168	28/7/2026	-14	28
YTL Power International Berhad	08/39	AAA	4.071	5	4.068	13/8/2026	0	10
YTL Power International Berhad	06/41	AAA	4.189	1	4.197	6/8/2026	-1	22
Press Metal Aluminium Holdings Berhad	10/26	AA1	3.306	4	3.416	29/4/2026	-11	21
Ideal Water Resources Sdn Berhad	07/27	AA1	3.686	20	3.669	12/2/2026	2	59
Time DotCom Berhad	08/33	AA1	3.946	10	n/a	n/a	395	27
TNB Kuala Muda Solar Sdn Berhad	05/39	AA+	4.139	6	n/a	n/a	414	17
CIMB Group Holdings Berhad	12/32	AA2	4.142	1	3.669	23/6/2026	47	52
AmBank (M) Berhad	10/32	AA3	3.957	1	3.953	11/8/2026	0	33
Malaysian Reinsurance Berhad	10/32	AA3	4.334	1	4.355	31/7/2026	-2	71
Malayan Banking Berhad	02/17	AA3	3.432	6	3.509	20/7/2026	-8	-64
Southern Power Generation Sdn Berhad	10/28	AA-	3.794	20	3.706	8/4/2026	9	56
SIBS Sdn Berhad	03/30	AA-	4.976	1	5.470	13/8/2026	-49	153
Qualitas Sukuk Berhad	03/25	A2	6.204	1	5.841	12/8/2026	36	214
Qualitas Sukuk Berhad	03/25	A2	5.749	1	5.401	11/8/2026	35	168
DRB-Hicom Berhad	12/14	A	4.598	16	4.568	29/7/2026	3	53
				432				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
SEP Resources (M) Sdn Bhd	RM185m ASEAN Sustainability SRI Sukuk Wakalah (2024/2036)	AA1/Stable	Affirmed
HSBC Bank Malaysia Berhad	Financial institution ratings	AAA/Stable/P1	Affirmed
Himayah Sukuk Berhad	RM500m Tranche 1 Structured Covered Sukuk to be issued under RM5bn Structured Covered Sukuk Wakalah Programme	AA2/Stable	Assigned final rating
S P Setia Berhad	RM3.5bn Senior and Subordinated Perpetual Sukuk Wakalah Programme;	AA/Stable	Affirmed
	(with a sublimit of RM1.5bn on the Perpetual Sukuk)	A+/Stable	Affirmed
	RM3.0bn IMTN Programme	AA/Stable	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**DISCLAIMER**

This report is for information purposes only and does not take into account the investment objectives, financial situation or particular needs of any particular recipient. The information contained herein does not constitute the provision of investment advice and is not intended as an offer or solicitation with respect to the purchase or sale of any of the financial instruments mentioned in this report and will not form the basis or a part of any contract or commitment whatsoever.

The information contained in this publication is derived from data obtained from sources believed by Hong Leong Bank Berhad ("HLBB") to be reliable and in good faith, but no warranties or guarantees, representations are made by HLBB with regard to the accuracy, completeness or suitability of the data. Any opinions expressed reflect the current judgment of the authors of the report and do not necessarily represent the opinion of HLBB or any of the companies within the Hong Leong Bank Group ("HLB Group"). The opinions reflected herein may change without notice and the opinions do not necessarily correspond to the opinions of HLBB. HLBB does not have an obligation to amend, modify or update this report or to otherwise notify a reader or recipient thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate.

HLB Group, their directors, employees and representatives do not have any responsibility or liability to any person or recipient (whether by reason of negligence, negligent misstatement or otherwise) arising from any statement, opinion or information, expressed or implied, arising out of, contained in or derived from or omission from the reports or matter.

Potential and actual conflict of interest may arise from the activities of HLB Group. HLB Group constitute a diversified financial services group. These entities engage in a wide range of commercial and investment banking, brokerage, funds management, hedging transactions and other activities for their own account or the account of others. In the ordinary course of their business, HLB Group may effect transactions for their own account or for the account of their customers and hold long or short positions in the financial instruments. HLB Group, in connection with its business activities, may possess or acquire material information about the financial instruments. Such activities and information may involve or have an effect on the financial instruments. HLB Group have no obligation to disclose such information about the financial instruments or their activities.

The past performance of financial instruments is not indicative of future results. Whilst every effort is made to ensure that statements of facts made in this report are accurate, all estimates, projections, forecasts, expressions of opinion and other subjective judgments contained in this report are based on assumptions considered to be reasonable as of the date of the document in which they are contained and must not be construed as a representation that the matters referred to therein will occur. Any projections or forecasts mentioned in this report may not be achieved due to multiple risk factors including without limitation market volatility, sector volatility, corporate actions, the unavailability of complete and accurate information. No assurance can be given that any opinion described herein would yield favorable investment results. Recipients who are not market professional or institutional investor customer of HLBB should seek the advice of their independent financial advisor prior to taking any investment decision based on the recommendations in this report.

HLBB may provide hyperlinks to websites of entities mentioned in this report, however the inclusion of a link does not imply that HLBB endorses, recommends or approves any material on the linked page or accessible from it. Such linked websites are accessed entirely at your own risk. HLBB does not accept responsibility whatsoever for any such material, nor for consequences of its use.

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. This report is for the use of the addressees only and may not be redistributed, reproduced or passed on to any other person or published, in part or in whole, for any purpose, without the prior, written consent of HLBB. The manner of distributing this report may be restricted by law or regulation in certain countries. Persons into whose possession this report may come are required to inform themselves about and to observe such restrictions. By accepting this report, a recipient hereof agrees to be bound by the foregoing limitations.