

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.12	0
5-yr UST	4.26	0
10-yr UST	4.56	0
30-yr UST	5.06	0

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.21	-2	3.22	0
5-yr	3.40	-1	3.35	0
7-yr	3.54	-3	3.56	0
10-yr	3.58	-3	3.60	-4
15-yr	3.82	-1	3.89	0
20-yr	3.96	-1	3.98	0
30-yr	4.08	0	4.08	-3

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.40	0
3-yr	3.45	-3
5-yr	3.53	-2
7-yr	3.62	-1
10-yr	3.74	-1

Source : Bloomberg

Note: UST closing as at 22-May

	Govt NR Holdings	Corp NR Holdings
Daily Change	-603	1
MTD Change	-3,010	1,231

Figures in RM 'mil (as of 19 May 2026)

Upcoming Government Bond Tender

Reopening of RM3bn benchmark 30Y GII 1/56 + RM2bn via private placement on 28 May 2026 (Thursday)

US Treasuries

- US Treasuries market was closed for Memorial Day holiday yesterday. To recap, UST traded mixed last Friday with yields settling between -1bp to +4bps for the day. The benchmark 2-year UST note yield was 4bps higher for the day at 4.12% while the 10-year UST bond yield declined by 1bp to 4.56% on Friday. Futures are pointing to a relatively steady market upon reopening later today as investors continue to monitor progress of a peace deal, regional activity indices and consumer confidence data for more clues of the state of the US economy.

MGS/GII

- Local govies traded on a positive note on a relatively quiet Monday, as revived optimism the US and Iran are close to striking a deal and reopen the Strait of Hormuz spurred demand for MYR bonds. Secondary market volume plunged 56.3% to RM5.04bn. from the RM8.95bn that traded on Friday. Overall benchmark yields fell between 1-4bps (prior: -2 to +3bp) but yields on the GII curve was generally unchanged. **The benchmark 5Y MGS 6/31 yield slipped 1bp to 3.40% while the yield on the benchmark 10Y MGS 7/35 fell 3bps to 3.58%.** Trading for the day was led by the off-the-run MGS 5/27, 7/26, and 11/26, while decent interest was also seen in MGS4/33, 6/31, and 30Y benchmark MGS 7/55. In the GII space, off the run GII 9/26 led the pack followed by 9/41. The share of GII trading eased from 46% to 39% of overall trading. Expect a more subdued market today ahead of Hari Raya Haji holiday tomorrow as well as the reopening sale of the benchmark 30Y GII 1/56, where RM3bn will be put up for sale, with a further RM2bn privately placed on Thursday.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were generally under pressure in Monday's trading, with secondary market volume for the day rising 19% to RM1,406m versus the RM1,186m that switched hands last Friday. Activity was again led by the GG segment, which made up 81% of total corporate bonds traded for the day. PRASA 10/36 led and settled unchanged at 3.80%. In the AAA space, trading was led by Pengurusan Air SPV 2/33, which closed at 3.78%, also unchanged from last trading level. Over in the AA-rated arena, Gamuda 11/26 and AEON Credit were last dealt at 3.50% (+7bps) and 3.94% (+14bps) respectively, while in the A-rated territory, MUAMALAT 5/36 and HLBB 11/17 each saw RM10m changed hands, last transacted at 4.10% and 3.80% respectively.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	07/26	2.88	517	2.91	22/05/2026	-2
MGS	11/26	2.94	466	2.92	22/05/2026	2
MGS	05/27	3.06	581	3.08	22/05/2026	-2
MGS	04/28	3.18	1	3.17	22/05/2026	1
MGS	03/29	3.21	28	3.23	22/05/2026	-2
MGS	08/29	3.25	22	3.27	21/05/2026	-1
MGS	04/30	3.28	7	3.37	22/05/2026	-9
MGS	05/30	3.35	5	3.36	22/05/2026	-1
MGS	04/31	3.43	47	3.43	22/05/2026	-1
MGS	06/31	3.40	293	3.41	22/05/2026	-1
MGS	04/32	3.49	50	3.53	19/05/2026	-4
MGS	04/33	3.54	339	3.57	22/05/2026	-3
MGS	11/33	3.59	47	3.60	21/05/2026	-1
MGS	07/34	3.60	70	3.64	22/05/2026	-4
MGS	05/35	3.65	102	3.67	22/05/2026	-2
MGS	07/35	3.58	40	3.61	22/05/2026	-3
MGS	06/38	3.84	30	3.86	22/05/2026	-2
MGS	01/41	3.82	27	3.82	22/05/2026	-1
MGS	10/42	3.93	90	3.93	22/05/2026	-1
MGS	09/43	3.97	1	3.97	20/05/2026	0
MGS	05/44	3.94	1	3.98	22/05/2026	-4
MGS	04/46	3.96	10	3.97	22/05/2026	-1
MGS	06/50	4.04	180	4.06	22/05/2026	-1
MGS	07/55	4.08	124	4.08	22/05/2026	0
GII	09/26	2.93	959	2.91	22/05/2026	2
GII	06/27	3.12	10	3.02	30/04/2026	10
GII	09/27	3.08	81	3.07	21/05/2026	1
GII	07/28	3.20	112	3.20	21/05/2026	0
GII	09/30	3.36	10	3.36	22/05/2026	0
GII	10/32	3.52	190	3.55	22/05/2026	-3
GII	11/34	3.61	100	3.62	22/05/2026	-1
GII	04/35	3.60	133	3.64	22/05/2026	-4
GII	07/36	3.65	100	3.66	22/05/2026	-1
GII	09/39	3.88	40	3.89	22/05/2026	-1
GII	09/41	3.90	200	3.94	20/05/2026	-4
GII	05/52	3.97	2	4.09	22/05/2026	-12
GII	03/54	4.09	21	4.11	21/05/2026	-2
GII	01/56	4.08	0	4.11	20/05/2026	-3
			<u>5036</u>			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)	Spread Against MGS*
Prasarana Malaysia Berhad	12/27	GG	3.25	75	3.15	14/08/25	10	9
Prasarana Malaysia Berhad	12/27	GG	3.25	15	3.21	08/01/26	5	9
DanaInfra Nasional Berhad	08/29	GG	3.38	10	3.42	13/04/26	-4	15
DanaInfra Nasional Berhad	09/34	GG	3.76	10	3.49	11/09/25	27	17
DanaInfra Nasional Berhad	09/35	GG	3.78	10	3.74	11/05/26	4	19
Lembaga Pembiayaan Perumahan Sektor Awam	10/35	GG	3.78	10				18
Perbadanan Tabung Pendidikan Tinggi Nasional	03/36	GG	3.80	20	3.65	29/01/26	15	20
Prasarana Malaysia Berhad	08/36	GG	3.80	130	3.80	22/05/26	0	20
Prasarana Malaysia Berhad	10/36	GG	3.80	400				20
DanaInfra Nasional Berhad	10/36	GG	3.80	20	3.80	21/05/26	0	20
DanaInfra Nasional Berhad	08/37	GG	3.86	380	3.71	04/03/26	15	26
Prasarana Malaysia Berhad	08/37	GG	3.85	40	3.83	06/05/26	2	25
Prasarana Malaysia Berhad	02/40	GG	4.00	10	3.96	15/04/26	4	15
DanaInfra Nasional Berhad	05/40	GG	4.00	10	3.78	07/07/25	22	15
Hektar MTN Satu Sdn Berhad	02/29	AAA	3.84	20	3.84	21/05/26	0	61
Pengurusan Air SPV Berhad	02/33	AAA	3.78	90	3.78	20/05/26	0	21
Sarawak Energy Berhad	07/33	AAA	3.82	15	3.78	13/04/26	5	26
Tenaga Nasional Berhad	11/36	AAA	3.94	10	3.88	05/05/26	6	34
TNB Power Generation Sdn Berhad	06/37	AAA	3.88	40	3.86	30/04/26	2	28
Johor Corporation	07/38	AAA	3.97	50	3.86	05/12/25	11	37
Gamuda Berhad	11/26	AA3	3.50	10	3.43	11/03/26	7	43
AEON Credit Service (M) Berhad	05/32	AA3	3.94	10	3.80	05/05/26	14	45
Alliance Bank Malaysia Berhad	10/32	A1	4.09	0	4.04	18/05/26	5	60
Hong Leong Bank Berhad	11/17	A1	3.80	10	4.06	20/05/26	-26	-16
Hong Leong Bank Berhad	11/17	A1	3.82	1	3.82	20/05/26	0	-14
WCT Holdings Berhad	05/29	A+	4.52	2	4.70	22/05/26	-18	130
WCT Holdings Berhad	05/31	A+	5.06	1				165
Bank Muamalat Malaysia Berhad	05/36	A	4.10	10	3.93	22/05/26	17	
Bank Muamalat Malaysia Berhad	09/22	BBB+	4.75	1	4.10	21/05/26	65	78
				1408				

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

Rating Action

Issuer	PDS Description	Rating/Outlook	Action
Kami Builders Sdn Bhd	RM90 million Tranche 1 SRI Sukuk Murabahah under its RM300 million ASEAN Sustainability SRI Sukuk Programme	AAA (s)/ Stable	Assigned final rating
AMMB Holdings Berhad	Corporate credit ratings	AA ₂ /Stable/P1	Affirmed
AmBank (M) Berhad	Financial institution ratings	AA ₂ /Stable/P1	Affirmed
AmBank Islamic Berhad	Financial institution ratings	AA ₂ /Stable/P1	Affirmed
AmInvestment Bank Berhad	Financial institution ratings	AA ₂ /Stable/P1	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.