

Global Markets Research

Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.02	-1
5-yr UST	4.15	-3
10-yr UST	4.45	-4
30-yr UST	4.97	-4

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.22	1	3.23	0
5-yr	3.39	-1	3.34	0
7-yr	3.58	5	3.56	0
10-yr	3.57	-2	3.61	2
15-yr	3.81	-1	3.87	0
20-yr	3.96	0	3.96	-2
30-yr	4.07	12	4.11	1

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.41	1
3-yr	3.47	2
5-yr	3.54	1
7-yr	3.63	2
10-yr	3.74	1

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	877	511
MTD Change	-5,666	1,742

Figures in RM 'mil (as of 22 May 2026)

Upcoming Government Bond Tender

Nil

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries advanced as overnight US data continued to dampen Fed rate hike bets. PCE and core PCE gained less than expected by 0.4% and 0.2% m/m respectively in April (Mar: 0.7% and 0.3% m/m) although the y/y prints came in at 3.8% and 3.3% y/y as expected. Meanwhile, second reading of 1Q GDP has been revised down from 2.0% to 1.6% q/q following a downward revision in private consumption. The benchmark 2-year UST note yield slipped 1bp for the day to 4.02% while the 10-year UST bond yield fell 4bps to 4.45% as at Thursday's close. The US calendar is relatively light today and we expect attention to shift towards tentative truce extension for 60 days by the US and Iran.

MGS/GII

- Trading activities in local govies rebounded sharply in a surprised move, with focus on the reopening sale of 30Y GII 1/56 which attracted a decent BTC of 2.29x at an average yield of 4.103%. Secondary market volume more than doubled, increasing by 119% to RM7.75bn on Thursday, from RM3.09bn a day ago. Overall benchmark yields ended mixed between -2 to +5bps for the day, except for the correction in 30Y MGS 7/55. **The benchmark 5Y MGS 6/31 yield fell 1bp to 3.39% while the yield on the benchmark 10Y MGS 7/35 fell 2bps to 3.57%.** Trading for the day was led by off-the-runs MGS 7/26, 11/26, 5/27, and GII 9/26. The share of GII trading fell again from 52% to 36% of overall trading. Market is expected to remain cautious ahead of the long weekend holidays and as the geopolitical situation remains fluid.

Corp Bonds/Sukuk

- Corporate bonds/sukuk also traded mixed on Thursday. Similar to the govies, secondary market volume also saw a 11% pick-up on the day from RM1,119m to RM1,240m. The GG space took a backseat with only RM50m of DANAINFRA 10/30 done. The AAA-rated segment saw robust interests (72% of total trade), led by PASB 2/33 at 3.33%, CAGA 3/30 at 3.64% (-1bps) and CAGA 11/29 at 3.28% (-5bps). In the AA-rated space, GBS Green 3/44 and RHB Islamic 4/32 both traded 2bps higher at 3.78% and 3.52% respectively. There were also a number of maiden issuances namely PKNS 10.28, KLK 3/32, SCC 10/26, Zetrix AI 11/28, and SIBS 10/29 and 1/30.

Daily Trades: Government Bond

Securities	Closing	Vol	Previous	Previous	Chg
	YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS 07/26	2.92	527	2.94	26/05/2026	-2
MGS 11/26	2.87	1042	2.95	26/05/2026	-8
MGS 05/27	3.07	682	3.08	26/05/2026	0
MGS 11/27	3.12	5	3.11	22/05/2026	1
MGS 04/28	3.19	5	3.18	25/05/2026	1
MGS 06/28	3.16	2	3.19	26/05/2026	-2
MGS 03/29	3.22	40	3.21	25/05/2026	1
MGS 04/29	3.26	5	3.26	20/05/2026	-1
MGS 08/29	3.28	28	3.27	26/05/2026	0
MGS 04/30	3.35	153	3.35	26/05/2026	0
MGS 05/30	3.35	24	3.35	25/05/2026	0
MGS 04/31	3.42	2	3.42	26/05/2026	1
MGS 06/31	3.39	117	3.41	26/05/2026	-1
MGS 07/32	3.51	51	3.53	22/05/2026	-2
MGS 04/33	3.58	492	3.53	26/05/2026	5
MGS 11/33	3.56	84	3.58	26/05/2026	-2
MGS 07/34	3.59	91	3.61	26/05/2026	-2
MGS 05/35	3.63	33	3.64	26/05/2026	0
MGS 07/35	3.57	332	3.59	26/05/2026	-2
MGS 04/37	3.77	10	3.76	26/05/2026	2
MGS 06/38	3.86	0	3.85	26/05/2026	2
MGS 04/39	3.88	81	3.87	26/05/2026	1
MGS 05/40	3.91	135	3.90	26/05/2026	1
MGS 01/41	3.81	21	3.82	25/05/2026	-1
MGS 10/42	3.93	12	3.80	26/05/2026	13
MGS 09/43	3.94	0	3.97	20/05/2026	-3
MGS 05/44	3.98	5	3.94	25/05/2026	4
MGS 03/46	3.97	2	3.89	26/05/2026	8
MGS 04/46	3.96	274	3.96	25/05/2026	0
MGS 07/48	4.04	1	4.04	20/05/2026	0
MGS 06/50	4.06	6	4.04	26/05/2026	2
MGS 03/53	4.09	17	4.10	26/05/2026	-1
MGS 07/55	4.07	67	3.95	26/05/2026	12
GII 09/26	2.96	1001	2.94	26/05/2026	2
GII 06/27	3.09	10	3.12	26/05/2026	-3
GII 07/28	3.18	21	3.20	25/05/2026	-2
GII 07/29	3.29	165	3.27	26/05/2026	2
GII 10/29	3.23	10	3.22	22/05/2026	0
GII 10/30	3.39	29	3.38	21/05/2026	1
GII 10/31	3.42	49	3.42	26/05/2026	0
GII 10/32	3.54	107	3.54	26/05/2026	0
GII 08/33	3.60	92	3.61	26/05/2026	-1
GII 04/35	3.61	120	3.60	26/05/2026	2
GII 07/36	3.63	80	3.64	26/05/2026	-1
GII 08/37	3.78	10	3.73	05/05/2026	4
GII 03/38	3.87	3	3.84	22/05/2026	3
GII 09/39	3.88	10	3.88	26/05/2026	0
GII 08/43	3.97	14	3.95	22/05/2026	2
GII 05/45	3.96	0	3.98	20/05/2026	-2
GII 05/52	4.05	2	3.97	25/05/2026	8
GII 01/56	4.11	683	4.10	26/05/2026	1
		<u>6751</u>			

Daily Trades: Corp Bonds/ Sukuk

Securities	Rating	Closing	Vol (RM mil)	Previous	Previous Trade Date (dd/mm/yyyy)	Chg (bp)	Spread Against MGS*	
		YTM		YTM				
DanaInfra Nasional Berhad	10/30	GG	3.55	50	3.53	06/04/2026	2	22
Cagamas Berhad	11/29	AAA	3.28	130	3.33	27/03/2026	-5	5
Cagamas Berhad	03/30	AAA	3.64	200	3.65	26/05/2026	-1	30
Pengurusan Air SPV Berhad	02/33	AAA	3.33	500			-	-23
Pengurusan Air SPV Berhad	04/39	AAA	4.15	1	4.24	22/05/2026	-9	32
Pengurusan Air SPV Berhad	04/39	AAA	4.03	60	4.01	13/05/2026	2	32
Sabah Credit Corporation	10/26	AA1	3.45	10	3.44	18/03/2026	1	38
Perbadanan Kemajuan Negeri Selangor	10/28	AA1	4.49	20			-	133
Kuala Lumpur Kepong Berhad	03/32	AA1	3.87	25			-	38
Sabah Credit Corporation	10/26	AA1	3.37	8			-	-46
PONSB Capital Berhad	12/28	AA2	3.61	10	4.41	10/09/2024	-80	38
RHB Islamic Bank Berhad	04/32	AA2	3.52	50	3.50	19/11/2025	2	2
CIMB Group Holdings Berhad	09/32	AA2	3.81	10	3.84	27/03/2026	-3	32
GBS Green Sdn Berhad	03/44	AA2	3.78	60	3.76	28/04/2026	2	-19
Leader Energy Sdn Berhad	07/27	AA	3.68	10	3.69	21/05/2026	-1	61
Perbadanan Kemajuan Pertanian Negeri Pahang	10/26	AA3	3.58	10	3.57	18/05/2026	2	51
AME Capital Sdn Berhad	04/28	AA3	3.74	20	3.73	06/05/2026	1	58
Mumtaz Rakyat Sukuk Berhad	06/31	AA3	3.60	7	3.61	14/05/2026	-1	19
Johor Port Berhad	10/27	AA-	3.66	15	3.64	08/05/2026	2	59
Zetrix AI Berhad (fka MY E.G. Services Berhad)	11/28	AA-	5.48	1			-	225
Zetrix AI Berhad (fka MY E.G. Services Berhad)	11/28	AA-	5.33	1	5.33	22/05/2026	0	225
SIBS Sdn Berhad	08/29	AA-	5.28	2	5.06	25/05/2026	23	206
SIBS Sdn Berhad	10/29	AA-	5.01	1			-	179
SIBS Sdn Berhad	01/30	AA-	5.01	5			-	167
SIBS Sdn Berhad	03/30	AA-	3.78	10	3.79	14/05/2026	-1	44
Southern Power Generation Sdn Berhad	04/32	AA-	4.02	10	4.04	30/03/2026	-2	53
Lebuhraya DUKE Fasa 3 Sdn Berhad	02/49	AA-	4.15	2	4.15	26/05/2026	0	18
UMW Holdings Berhad	04/18	AA-	3.71	10	3.69	27/04/2026	2	-26
WCT Holdings Berhad	05/31	A+	3.46	4	3.68	23/01/2026	-22	4
Alliance Bank Malaysia Berhad	11/17	A3	3.54	12	3.58	10/04/2026	-3	32
				<u>1240</u>				

* 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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