



## Fixed Income &amp; FX Research

02 March 2026

**Macro:** Financial market moves relatively contained thus far, while Trump vows further Iran bombings until objectives met. Malaysia determined to maintain RON95 price at RM1.99/litre.

**Forex:** Reflex flight-to-USD safety in FX markets, though NOK and CHF also expectedly rallied. USD/MYR is seen gapping up to 3.914 this morning.

**Fixed Income:** Broad-based rally across DM bonds on Friday due to risk-off sentiment from equity selloffs and geopolitics, while local bonds remain generally supported across the curve.

**Macro**

**Global:** Joint US-Israel attacks on Iran on 28 February have left Iran's supreme leader Ayatollah Ali Khamenei (and other senior officials) dead, triggering Iranian retaliation against US military bases across the Middle East and disrupting navigation across the ME region. US President Trump announced that bombings will continue until his objectives are achieved, while it remains unclear what the next steps of Iran's response will be, given the leadership vacuum. Hence, aside from oil and LNG markets (due to disruptions in Iran and across the vital Strait of Hormuz), moves in financial markets this morning (2 March) remain relatively small in the context of recent volatility, which we attribute to 1) Some pricing in of risks earlier on, and 2) Pending fluid and uncertain ME developments. Meanwhile, US producer prices rose 0.5% m/m in January (consensus: 0.3%; prior: 0.4%), while core PPI climbed 0.8% (consensus: 0.3%; prior: 0.6%).

**Malaysia:** Following weekend developments, PM Anwar said the government is determined to maintain RON95 at RM1.99/litre for Malaysians despite rising oil prices. The government will also study the impact on the country's economy, including the direct impact from its relationship with Iran and the indirect impact from geopolitical tensions affecting the global economy. Meanwhile, EPF declared a 6.15% 2025 (2024: 6.30%) dividend for both conventional and shariah savings accounts, totalling MYR 79.6 billion (+8.68% y/y), and credited by 1 March. BNM reported 5.5% in credit growth to the private non-FI sector in January, reflecting growth in outstanding corporate bonds. MITI Abdul Ghani also said he will liaise with his US counterpart to discuss the implications of the recent US Supreme Court ruling and its impact on the US-ART agreement.

**Forex**

**Global:** Market reflex see the usual flight-to-USD safety, as the greenback strengthened against most G10 currencies this morning (2 March) after US-Iran weekend developments, with better performance seen among oil-linked (NOK, CAD) and safe-haven (CHF, JPY) currencies, while AUD (-0.7%) and NZD (-0.6%) took the brunt as proxies for collapsing risk sentiment. These followed earlier moves on Friday, which saw the CHF and NOK also outperforming.

**Malaysia:** MYR was seen down 0.1% on Friday – mostly in line with Asean peers and the CNH (-0.2%). With USD/MYR gapping up from 3.893 to 3.914 this morning, we think MYR declines will be mild to moderate, as recent strong gains (profit-taking trades) may be offset by resilient MY sentiment and a potentially better current account (from LNG disruptions in the Strait of Hormuz and higher spot prices). BNM intervention is also unlikely, aside from some volatility smoothing.

**Fixed Income**

**Global Bonds:** UST rallied on Friday as sentiment was cautious in view of the Middle East tensions and continued weakness in equities brought by concerns in the tech sectors. The 10Y UST fell below 4% the first time since November. A better-than-expected PPI number pared the rise.

**MYR Bonds:** The local government market remained supported, and flows were heavy on benchmark MGS and GII up to 10Y tenors. The 10Y MGS fell to 3.48% on >MYR450 million volume. Meanwhile, PDS were also supported with a mix of AAA and AA names traded. However, flows were relatively light.

**Commodities**

**Brent (+2.4%) and Gold (+1.8%)** were already seen trending higher prior to missile strikes on Iran on Saturday, and gapped higher this morning (2 March) by 9% (Brent) and 1.6% (Gold).

**FX Daily Rates**

Vs. USD	Last Close	Per cent
DX/USD	97.61	(0.2)
EUR/USD	1.181	0.1
AUD/USD	0.712	0.2
GBP/USD	1.348	0.0
USD/JPY	156.05	(0.1)
USD/MYR	3.893	0.1
USD/IDR	16,771	0.1
USD/THB	31.08	0.1
USD/SGD	1.265	0.1
USD/CNY	6.863	0.3

**Ringgit Outlook for The Week**

	1	2
Resistance	4.010	4.135
Support	3.823	3.761

**Major Sovereign Yields (%)**

Sov. Yield	Last Close	bps
UST 2Y	3.37	(5)
UST 10Y	3.94	(7)
Germany 10Y	2.64	(5)
UK 10Y	4.23	(4)
Japan 10Y	2.12	(4)
Australia 10Y	4.65	(5)
China 10Y	1.81	(1)

**MGS Bond Yields (%)**

MGS	Last	bps
3-Year	3.02	(1)
5-Year	3.32	4
7-Year	3.41	(2)
10-Year	3.49	(1)
15-Year	3.78	(1)
20-Year	3.92	(2)
30-Year	4.02	(1)

**MYR Swap Rates (%)**

Swap / Rates	Last Close	bps
IRS 1-Year	3.26	0
IRS 3-Year	3.32	(2)
IRS 5-Year	3.39	(3)
IRS 7-Year	3.48	(4)
IRS 10-Year	3.65	(4)
3M KLIBOR	3.23	0

**Key Commodities**

Commodities	Last Close	Per cent
Brent (USD/bl)	72.48	2.4
WTI (USD/bl)	67.02	2.8
Gold (USD/oz)	5,279	1.8
CPO (RM/tonne)	3,989	0.9

**Policy Rates**

Central Banks	Current	Next
US Fed Funds	3.75	18-Mar
ECB Deposit Rate	2.00	19-Mar
BOE Base Rate	3.75	19-Mar
RBA Cash Rate	3.85	17-Mar
BOJ Cash Rate	0.75	19-Mar
RBNZ Cash Rate	2.25	08-Apr
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	05-Mar

Sources: Bloomberg, Trading Economics, AmBank Economics  
Note: Changes are based on day-on-day percentage, except for MGS Yield, Sovereign Yields, and IRS, where changes are in bps.

Currencies

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	27-Feb-26	26-Feb-26	20-Feb-26	28-Jan-26	27-Feb-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	97.61	97.79	97.80	96.45	107.24	(0.2)	(0.2)	1.2	(9.0)	(0.7)			
EUR/USD	1.181	1.180	1.178	1.195	1.040	0.1	0.2	(1.2)	13.6	0.6			
AUD/USD	0.712	0.711	0.708	0.704	0.624	0.2	0.5	1.1	14.1	6.7			
GBP/USD	1.348	1.348	1.348	1.381	1.260	0.0	0.0	(2.4)	7.0	0.1			
USD/JPY	156.05	156.13	155.05	153.41	149.81	(0.1)	0.6	1.7	4.2	(0.4)			
USD/MYR	3.893	3.889	3.903	3.920	4.441	0.1	(0.3)	(0.7)	(12.4)	(4.1)			
USD/IDR	16,771	16,755	16,873	16,706	16,450	0.1	(0.6)	0.4	2.0	0.5			
USD/THB	31.08	31.04	31.19	31.05	33.92	0.1	(0.4)	0.1	(8.4)	(1.3)			
USD/SGD	1.265	1.264	1.267	1.263	1.348	0.1	(0.2)	0.2	(6.2)	(1.6)			
USD/CNY	6.863	6.844	6.868	6.944	7.301	0.3	(0.5)	(1.2)	(6.0)	(1.6)			
USD/KRW	1,440	1,433	1,447	1,436	1,447	0.5	(0.4)	0.3	(0.5)	0.0			
USD/INR	90.98	90.92	90.99	91.79	87.20	0.1	(0.0)	(0.9)	4.3	1.2			
USD/PHP	57.66	57.63	58.15	58.75	57.90	0.1	(0.8)	(1.9)	(0.4)	(2.0)			
USD/TWD	31.23	31.23	31.51	31.30	32.83	0.0	(0.9)	(0.2)	(4.9)	(0.6)			
USD/HKD	7.823	7.824	7.815	7.801	7.778	(0.0)	0.1	0.3	0.6	0.5			
USD/VND	26,058	26,073	25,969	26,076	25,542	(0.1)	0.3	(0.1)	2.0	(0.9)			
NZD/USD	0.600	0.598	0.598	0.606	0.563	0.4	0.4	(1.0)	6.5	4.2			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	27-Feb-26	26-Feb-26	20-Feb-26	28-Jan-26	27-Feb-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.593	4.589	4.592	4.700	4.660	0.1	0.0	(2.3)	(1.4)	(3.6)			
GBP/MYR	5.249	5.261	5.256	5.405	5.631	(0.2)	(0.1)	(2.9)	(6.8)	(3.8)			
AUD/MYR	2.769	2.768	2.755	2.745	2.799	0.0	0.5	0.9	(1.1)	2.0			
JPY/MYR	2.495	2.491	2.516	2.556	2.967	0.2	(0.9)	(2.4)	(15.9)	(3.7)			
SGD/MYR	3.076	3.078	3.075	3.110	3.312	(0.1)	0.0	(1.1)	(7.1)	(2.6)			
10 CNY/MYR	5.676	5.685	5.652	5.644	6.100	(0.2)	0.4	0.6	(6.9)	(2.3)			
1 million IDR/MYR	2.320	2.321	2.310	2.344	2.701	(0.0)	0.4	(1.0)	(14.1)	(4.7)			
THB/MYR	12.518	12.518	12.516	12.615	13.037	0.0	0.0	(0.8)	(4.0)	(2.5)			
10 HKD/MYR	4.977	4.972	4.994	5.025	5.714	0.1	(0.3)	(1.0)	(12.9)	(4.6)			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	27-Feb-26	26-Feb-26	20-Feb-26	28-Jan-26	27-Feb-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	72.48	70.75	71.76	68.4	74.04	2.4	1.0	6.0	(2.1)	19.1			
WTI (USD/barrel)	67.02	65.21	66.39	63.21	70.35	2.8	0.9	6.0	(4.7)	16.7			
Gold (USD/oz)	5,279	5,185	5,107	5,417	2,878	1.8	3.4	(2.6)	83.5	22.2			
Malaysia CPO (RM/tonne)	3,989	3,955	4,063	4,198	4,696	0.9	(1.8)	(5.0)	(15.1)	(0.2)			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	27-Feb-26	26-Feb-26	20-Feb-26	28-Jan-26	27-Feb-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.02	3.03	3.03	3.01	3.43	(1)	(1)	2	(41)	3			
5-Year	3.32	3.28	3.27	3.26	3.59	4	5	6	(27)	6			
7-Year	3.41	3.43	3.43	3.43	3.75	(2)	(3)	(2)	(34)	3			
10-Year	3.49	3.50	3.52	3.50	3.79	(1)	(3)	(0)	(30)	(1)			
15-Year	3.78	3.79	3.80	3.76	3.96	(1)	(2)	1	(18)	1			
20-Year	3.92	3.93	3.95	3.91	4.06	(2)	(4)	1	(15)	7			
30-Year	4.02	4.03	4.03	4.02	4.18	(1)	(1)	0	(15)	4			

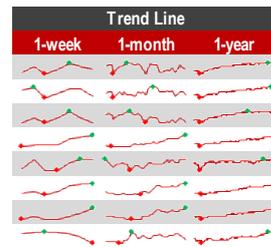
Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	27-Feb-26	26-Feb-26	20-Feb-26	28-Jan-26	27-Feb-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.11	3.10	3.10	3.11	3.55	0	1	(0)	(44)	0			
5-Year	3.28	3.28	3.28	3.26	3.63	0	0	2	(35)	3			
7-Year	3.38	3.38	3.37	3.36	3.76	(0)	0	2	(38)	3			
10-Year	3.53	3.53	3.54	3.53	3.81	(0)	(1)	(0)	(28)	0			
15-Year	3.82	3.82	3.83	3.81	3.94	(0)	(1)	1	(12)	7			
20-Year	3.94	3.95	3.97	3.90	4.07	(0)	(3)	5	(13)	8			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year
	27-Feb-26	26-Feb-26	20-Feb-26	28-Jan-26	27-Feb-25
S&P500 Index	6,879	6,909	6,910	6,978	5,862
Dow Jones	48,978	49,499	49,626	49,016	43,240
Nasdaq	22,668	22,878	22,886	23,857	18,544
London FTSE	10,911	10,847	10,687	10,154	8,756
German DAX	25,284	25,289	25,261	24,823	22,551
Nikkei 225	58,850	58,753	56,826	53,359	38,256
Japan TOPIX	3,939	3,880	3,808	3,535	2,736
FBM KLCI	1,717	1,741	1,753	1,756	1,587

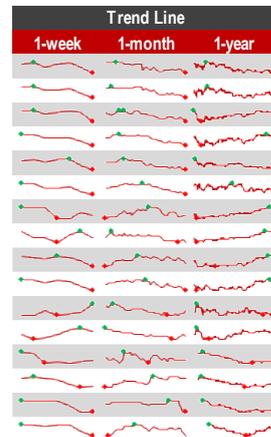
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.4)	(0.4)	(1.4)	17.4	79.2
(1.1)	(1.3)	(0.1)	13.3	47.8
(0.9)	(1.0)	(5.0)	22.2	116.6
0.6	2.1	7.4	24.6	46.4
(0.0)	0.1	1.9	12.1	81.6
0.2	3.6	10.3	53.8	125.5
1.5	3.4	11.4	43.9	108.2
(1.4)	(2.1)	(2.3)	8.2	14.8



Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year
	27-Feb-26	26-Feb-26	20-Feb-26	28-Jan-26	27-Feb-25
UST 2Y	3.37	3.43	3.48	3.57	4.05
UST 10Y	3.94	4.00	4.08	4.24	4.26
Germany 2Y	2.00	2.04	2.05	2.10	2.04
Germany 10Y	2.64	2.69	2.74	2.86	2.41
UK 2Y	3.53	3.55	3.58	3.74	4.18
UK 10Y	4.23	4.27	4.35	4.54	4.51
Japan 2Y	1.23	1.25	1.26	1.25	0.82
Japan 10Y	2.12	2.16	2.12	2.24	1.40
Australia 2Y	4.19	4.22	4.24	4.19	3.77
Australia 10Y	4.65	4.70	4.73	4.81	4.34
China 2Y	1.40	1.37	1.38	1.41	1.47
China 10Y	1.81	1.82	1.79	1.82	1.80
Indonesia 2Y	5.11	5.11	5.12	5.17	6.54
Indonesia 10Y	6.43	6.42	6.46	6.36	6.92
Thailand 2Y	1.04	1.05	1.21	1.18	1.92
Thailand 10Y	1.71	1.79	1.90	1.93	2.15

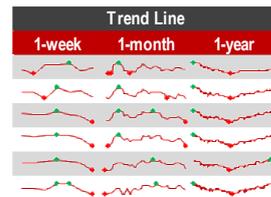
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(5)	(10)	(20)	(68)	(10)
(7)	(15)	(31)	(32)	(23)
(4)	(6)	(10)	(4)	(12)
(5)	(9)	(21)	23	(21)
(2)	(5)	(22)	(65)	(21)
(4)	(12)	(31)	(28)	(25)
(1)	(3)	(2)	42	6
(4)	(0)	(12)	72	5
(4)	(5)	(0)	41	13
(5)	(8)	(16)	31	(9)
3	2	(1)	(8)	2
(1)	2	(1)	1	(5)
0	(1)	(6)	(143)	11
1	(4)	6	(49)	36
(1)	(17)	(14)	(88)	(8)
(8)	(19)	(22)	(44)	7



Key swap rates

	Latest	1-day	1 week	1-Month	1-Year
	27-Feb-26	26-Feb-26	20-Feb-26	28-Jan-26	27-Feb-25
IRS 1-Year	3.26	3.25	3.25	3.24	3.61
IRS 3-Year	3.32	3.34	3.33	3.33	3.53
IRS 5-Year	3.39	3.42	3.43	3.44	3.57
IRS 7-Year	3.48	3.53	3.53	3.54	3.64
IRS 10-Year	3.65	3.69	3.69	3.66	3.74
IRS 20-Year	3.99	4.01	4.01	4.00	3.96

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	1	2	(35)	5
(2)	(1)	(2)	(21)	5
(3)	(4)	(4)	(18)	4
(4)	(5)	(6)	(16)	7
(4)	(4)	(2)	(10)	9
(2)	(2)	(1)	4	11



Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year
	27-Feb-26	26-Feb-26	20-Feb-26	28-Jan-26	27-Feb-25
1-Month Klibor	2.98	2.98	2.98	2.98	3.28
3-Month Klibor	3.23	3.23	3.23	3.23	3.66
6-Month Klibor	3.27	3.27	3.27	3.27	3.73

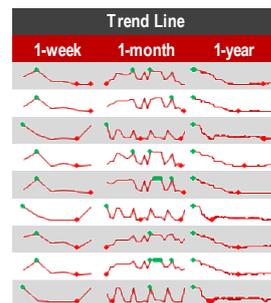
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	0	(30)	(2)
0	0	0	(43)	(5)
0	0	0	(46)	(3)



Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year
	27-Feb-26	26-Feb-26	20-Feb-26	28-Jan-26	27-Feb-25
3-Year AAA	3.52	3.52	3.53	3.53	3.83
3-Year AA	3.67	3.67	3.68	3.68	4.03
3-Year A	4.48	4.45	4.48	4.46	4.80
5-Year AAA	3.61	3.61	3.61	3.61	3.91
5-Year AA	3.76	3.76	3.76	3.77	4.08
5-Year A	4.64	4.60	4.64	4.61	4.99
10-Year AAA	3.79	3.78	3.79	3.78	4.04
10-Year AA	3.93	3.92	3.93	3.93	4.21
10-Year A	5.04	4.98	5.04	4.98	5.36

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	(1)	(0)	(31)	2
(0)	(1)	(1)	(36)	0
3	(0)	2	(32)	(6)
0	(0)	(0)	(30)	2
(0)	(0)	(1)	(33)	0
4	(0)	3	(35)	(6)
0	(0)	1	(25)	2
0	(0)	(0)	(28)	0
6	(0)	6	(33)	(7)



Sources: Bloomberg, AmBank Economics  
 Note: All values are end-period

AmBank Economics	
Firdaos Rosli	<a href="mailto:firdaos.rosli@ambankgroup.com">firdaos.rosli@ambankgroup.com</a>
Nik Ahmad Mukharriz Nik Muhammad	<a href="mailto:nik-ahmad-mukharriz.n@ambankgroup.com">nik-ahmad-mukharriz.n@ambankgroup.com</a>
Lee Si Xin	<a href="mailto:lee.si-xin@ambankgroup.com">lee.si-xin@ambankgroup.com</a>
Raja Adibah Raja Hasnan	<a href="mailto:raja-adibah.r@ambankgroup.com">raja-adibah.r@ambankgroup.com</a>
Michael Yim	<a href="mailto:yim.soon-kah@ambankgroup.com">yim.soon-kah@ambankgroup.com</a>
Aman Nazmi Abd Karim	<a href="mailto:aman-nazmi.abd-karim@ambankgroup.com">aman-nazmi.abd-karim@ambankgroup.com</a>
Group Treasury & Markets	
Corporate Client Group (CCG)	+603-2059 8700/8600
Institutional Client Group (ICG)	+603-2059 8690
Azli Bin Abdul Jamil	<a href="mailto:azli-abd-jamil@ambankgroup.com">azli-abd-jamil@ambankgroup.com</a>
Jacqueline E. Rodrigues	<a href="mailto:jacqueline-r@ambankgroup.com">jacqueline-r@ambankgroup.com</a>
Ho Su Farn	<a href="mailto:ho-su-farn@ambankgroup.com">ho-su-farn@ambankgroup.com</a>
Melisa Lim Giok Ling	<a href="mailto:melisa-lim@ambankgroup.com">melisa-lim@ambankgroup.com</a>
Roger Yee Chan Chung	<a href="mailto:roger-yee@ambankgroup.com">roger-yee@ambankgroup.com</a>
Muhammad Hafizin Aiman Bin Halim	<a href="mailto:muhammad-hafizin-aiman.h@ambankgroup.com">muhammad-hafizin-aiman.h@ambankgroup.com</a>

## DISCLOSURE AND DISCLAIMER

This report is prepared for information purposes only, and it is issued by AmBank (M) Berhad ("AmBank") without regard to your individual financial circumstances and objectives. Nothing in this report shall constitute an offer to sell, warranty, representation, recommendation, legal, accounting or tax advice, solicitation, or expression of views to influence anyone to buy or sell any real estate, securities, stocks, foreign exchange, futures, investment, or other products. AmBank recommends that you evaluate a particular investment or strategy based on your individual circumstances and objectives and/or seek financial, legal, or other advice on the appropriateness of the particular investment or strategy.

The information in this report was obtained or derived from sources that AmBank believes are reliable and correct at the time of issue. While all reasonable care has been taken to ensure that the stated facts are accurate and views are fair and reasonable, AmBank has not independently verified the information and does not warrant or represent that it is accurate, adequate, complete, or up-to-date. Therefore, it should not be relied upon as such. All information included in this report constitutes AmBank's views as of this date and is subject to change without notice. Notwithstanding that, AmBank has no obligation to update its opinion or information in this report. Facts and views presented in this report may not reflect the views of or information known to other business units of AmBank's affiliates and/or related corporations (collectively, "AmBank Group").

This report is prepared for the clients of AmBank Group, and it cannot be altered, copied, reproduced, distributed or republished for any purpose without AmBank's prior written consent. AmBank, AmBank Group and its respective directors, officers, employees, and agents ("Relevant Person") accept no liability whatsoever for any direct, indirect, or consequential losses, loss of profits and/or damages arising from the use or reliance on this report and/or further communications given about this report. Any such responsibility is hereby expressly disclaimed.

AmBank is not acting as your advisor and does not owe you any fiduciary duties related to this report. The Relevant Person may provide services to any company and affiliates of such companies in or related to the securities or products and may trade or otherwise effect transactions for their own account or the accounts of their customers, which may give rise to real or potential conflicts of interest.

This report is not directed to or intended for distribution or publication outside Malaysia. If you are outside Malaysia, you should be aware of the laws of the jurisdiction in which you are located.

If any provision of this disclosure and disclaimer is held invalid in whole or part, such provision will be deemed not to form part of this disclosure and disclaimer. The validity and enforceability of the remainder of this disclosure and disclaimer will not be affected.