

## Global Markets Research

## Fixed Income

## Fixed Income Daily Market Snapshot

## US Treasuries

- US Treasuries were firmer in trading on Monday, amidst continued fears over a lack of real progress on tariff negotiations as August 01 looms nearer. **The benchmark 2-year UST yield was 1bp lower for the day at 3.86% while the 10-year UST yield declined by 4bps to 4.38%**, leading to a bull-flattening of the UST curve. There is not much in terms of economic data today, with just regional releases due out of the Richmond and Philadelphia Fed districts. Corporate earnings season is also upon us, with Alphabet and Tesla scheduled to report numbers on Wednesday.

## MGS/GII

- Local govies were mixed in trading on Monday, amidst a well-received reopening auction of RM5bn of the benchmark 10Y GII 4/35. Secondary market volume for the day climbed by 13% to RM5.88bn from the RM5.18bn that changed hands on Friday. Overall benchmark yields were mixed by between -3 to +1bp (prior: -2 to +1bp). **The benchmark 5Y MGS 5/30 yield closed little changed for the day at 3.16% while the yield on the benchmark 10Y MGS 7/35 was also unchanged at 3.42%**. Trading interest for the day was led by the newly reopened benchmark 10Y GII, while decent interest was also seen in the off-the-run MGS 9/25 and MGS 4/30, as well as in the benchmark 7Y MGS. The share of GII trading for the day receded to 36% of overall govies trading versus the 43% seen the day before. The day ahead sees the release of the CPI for June, which is expected to hold steady at the previous month's level of 1.2% y/y.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.86	-1
5-yr UST	3.92	-3
10-yr UST	4.38	-4
30-yr UST	4.95	-4

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.09	<div></div> 0	3.13	<div></div> 0	
5-yr	3.16	<div></div> 0	3.20	<div></div> 0	
7-yr	3.36	<div></div> 0	3.34	<div></div> 1	
10-yr	3.42	<div></div> 0	3.47	<div></div> 0	
15-yr	3.67	<div></div> 1	3.66	<div></div> 1	
20-yr	3.75	<div></div> -1	3.74	<div></div> 0	
30-yr	3.83	<div></div> -3	3.95	<div></div> 0	

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.15	0
3-yr	3.09	0
5-yr	3.16	-1
7-yr	3.23	0
10-yr	3.36	0

Source: Bloomberg

## Upcoming Government Bond Tender

Nil

## Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Monday, with secondary market volume surging by 54% to RM1,232m versus the RM798m that traded on Friday. Trading for the day was again led by the GG segment of the market, where the interest was led by LPPSA 9/39, which settled at 3.73%, 2bps lower compared to where it last traded. Good interest was also seen in LPPSA 4/39 and DANA 7/39, with both bonds closing the day at 3.72%, -2bps versus last print and unchanged respectively. In the AAA space, trading was led by PASB 6/27, which settled at 3.50% (-4bps versus last print), while in the AA-rated territory, the interest was led by KLK 3/32, which closed at 3.71% (+1bp). In the A-rated universe, activity was led by BIMB 11/31, closing at 3.61% (+1bp).

## Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	09/25	2.854	927	2.841	07/18/2025	1
MGS	07/26	2.842	240	2.854	07/18/2025	-1
MGS	11/26	2.916	1	2.928	07/18/2025	-1
MGS	05/27	3.003	10	2.979	07/18/2025	2
MGS	11/27	3.033	5	3.042	07/18/2025	-1
MGS	04/28	3.085	51	3.082	07/18/2025	0
MGS	04/30	3.196	350	3.206	07/18/2025	-1
MGS	05/30	3.157	10	3.153	07/18/2025	0
MGS	04/31	3.350	131	3.335	07/18/2025	2
MGS	06/31	3.361	100	3.362	07/18/2025	0
MGS	07/32	3.355	690	3.352	07/18/2025	0
MGS	04/33	3.465	1	3.472	07/18/2025	-1
MGS	11/33	3.486	91	3.469	07/18/2025	2
MGS	07/34	3.496	105	3.492	07/18/2025	0
MGS	05/35	3.487	4	3.487	07/18/2025	0
MGS	07/35	3.420	4	3.419	07/18/2025	0
MGS	04/37	3.626	341	3.627	07/18/2025	0
MGS	06/38	3.652	45	3.655	07/18/2025	0
MGS	04/39	3.666	169	3.657	07/18/2025	1
MGS	05/40	3.691	5	3.590	07/18/2025	10
MGS	10/42	3.737	5	3.755	07/18/2025	-2
MGS	05/44	3.747	1	3.755	07/17/2025	-1
MGS	03/46	3.887	31	3.885	07/18/2025	0
MGS	07/48	3.895	65	3.893	07/18/2025	0
MGS	06/50	3.919	46	3.921	07/18/2025	0
MGS	03/53	3.954	331	3.964	07/18/2025	-1
MGS	07/55	3.832	27	3.860	07/17/2025	-3
GII	08/25	2.816	70	2.853	07/18/2025	-4
GII	10/25	2.876	171	2.841	07/18/2025	3
GII	07/28	3.127	101	3.124	07/18/2025	0
GII	07/29	3.182	1	3.183	07/18/2025	0
GII	08/30	3.200	10	3.200	07/18/2025	0
GII	09/30	3.242	30	3.236	07/18/2025	1
GII	10/31	3.344	65	3.337	07/18/2025	1
GII	08/33	3.469	70	3.477	07/17/2025	-1
GII	04/35	3.465	1213	3.468	07/18/2025	0
GII	03/38	3.633	10	3.627	07/18/2025	1
GII	09/39	3.686	80	3.666	07/17/2025	2
GII	07/40	3.661	60	3.655	07/18/2025	1
GII	09/41	3.716	40	3.721	07/18/2025	0
GII	11/49	3.925	140	3.931	07/18/2025	-1
GII	03/54	3.952	30	3.952	07/18/2025	0
			5876			

## 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*
Malaysia Rail Link Sdn Berhad	07/26	GG	3.459	30	n/a	n/a	346	57
DanaInfra Nasional Berhad	03/29	GG	3.273	25	3.298	12/6/2025	-2	12
Prasarana Malaysia Berhad	03/30	GG	3.332	30	3.382	10/6/2025	-5	17
Lembaga Pembiayaan Perumahan Sektor Awam	04/39	GG	3.719	100	3.742	3/7/2025	-2	5
DanaInfra Nasional Berhad	07/39	GG	3.720	150	3.719	18/7/2025	0	5
Lembaga Pembiayaan Perumahan Sektor Awam	09/39	GG	3.725	200	3.747	4/7/2025	-2	6
Prasarana Malaysia Berhad	12/39	GG	3.732	90	4.125	29/4/2024	-39	7
Lembaga Pembiayaan Perumahan Sektor Awam	02/40	GG	3.735	40	3.790	14/5/2025	-6	7
Lembaga Pembiayaan Perumahan Sektor Awam	04/41	GG	3.761	70	3.769	16/7/2025	-1	9
DanaInfra Nasional Berhad	09/49	GG	3.904	30	3.970	2/7/2025	-7	15
Lembaga Pembiayaan Perumahan Sektor Awam	04/55	GG	3.960	10	3.984	16/7/2025	-2	20
DanaInfra Nasional Berhad	06/55	GG	3.960	10	3.996	14/7/2025	-4	20
Pengurusan Air SPV Berhad	06/27	AAA	3.495	60	3.531	2/7/2025	-4	50
Pengurusan Air SPV Berhad	09/27	AAA	3.497	50	3.539	23/5/2025	-4	50
Cagamas Berhad	12/27	AAA	3.362	10	3.437	6/6/2025	-7	37
Toyota Capital Malaysia Sdn Berhad	02/30	AAA	3.677	5	3.689	11/7/2025	-1	52
CelcomDigi Telecommunications Sdn Berhad (fka C	05/30	AAA	3.585	5	3.609	4/7/2025	-2	42
Bakun Hydro Power Generation Sdn Berhad (fka S	08/30	AAA	3.584	5	3.603	7/7/2025	-2	42
Sarawak Petchem Sdn Berhad	07/31	AAA	3.719	30	3.740	4/6/2025	-2	42
Sarawak Energy Berhad	04/36	AAA	3.648	30	3.699	23/6/2025	-5	22
Genting RMTN Berhad	03/27	AA1	4.031	2	4.032	18/7/2025	0	104
Kuala Lumpur Kepong Berhad	03/32	AA1	3.708	60	3.701	18/7/2025	1	35
Malayan Banking Berhad	01/34	AA1	3.953	1	3.719	17/7/2025	23	51
Kuala Lumpur Kepong Berhad	09/34	AA1	3.729	50	3.738	17/7/2025	-1	29
Sime Darby Property Berhad	12/27	AA+	3.530	30	3.539	17/7/2025	-1	54
Imtiaz Sukuk II Berhad	10/25	AA2	3.475	10	3.585	6/5/2025	-11	58
PONSB Capital Berhad	05/31	AA2	3.748	10	3.801	10/6/2025	-5	45
AmBank (M) Berhad	10/32	AA3	3.735	40	4.250	16/7/2025	-52	38
Edra Energy Sdn Berhad	07/37	AA3	4.000	2	3.978	9/7/2025	2	57
MMC Corporation Berhad	03/28	AA-	3.693	30	3.714	18/7/2025	-2	61
Zetrix AI Berhad (fka MY E.G. Services Berhad)	07/28	AA-	5.002	1	4.823	18/7/2025	18	192
Southern Power Generation Sdn Berhad	04/30	AA-	3.733	5	3.739	17/7/2025	-1	57
Bank Islam Malaysia Berhad	11/31	A1	3.613	10	3.607	15/7/2025	1	31
Qualitas Sukuk Berhad	03/25	A2	5.800	1	5.849	18/7/2025	-5	204
Alliance Bank Malaysia Berhad	11/17	BBB1	4.091	2	4.033	26/6/2025	6	33
				1232				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
SK Nexilis Co Ltd and those of its wholly owned subsidiary, SK Nexilis Malaysia Sdn Bhd	Corporate credit rating	AA3/Stable/P1	Withdrawn
Heliosel Sdn Bhd	RM150m Guaranteed IMTN under RM2bn Sukuk Murabahah Programme	AA3(bg)/Stable	Assigned

Source: RAM, MARC

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