August 3, 2026

Global Markets Research
Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.29	5
5-yr UST	4.45	6
10-yr UST	4.74	6
30-yr UST	5.27	6

	MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.30	-1	3.35	0
5-yr	3.49	-1	3.48	-1
7-yr	3.65	1	3.63	0
10-yr	3.70	-1	3.70	0
15-yr	3.95	0	3.95	-2
20-yr	3.99	-1	3.98	-2
30-yr	4.10	-1	4.11	-1

** Market indicative levels*

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.53	0
3-yr	3.57	-1
5-yr	3.62	-1
7-yr	3.67	-2
10-yr	3.79	-1

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-437	0
MTD Change	-6,958	495

Figures in RM 'mil (as of 27 Jul 2026)

Upcoming Government Bond Tender

Re-opening auction of RM5bn of the GII 10/31 on Tuesday, 04 Aug

US Treasuries

- US Treasuries declined in trading on Friday, after the three FOMC members that dissented on the decision to hold rates steady on Jul 29 said that hikes were needed to tame inflation. Data for the day saw the employment cost index for 2Q come in slightly higher than anticipated, while the consumer sentiment index from the University of Michigan for July was revised up in its final reading. Benchmark UST yields were higher by between 5 to 6bp. **The benchmark 2-year UST yield rose by 5bps for the day to 4.29% while the 10-year UST bond yield advanced by 6bps to 4.74%.** The coming day brings the release of the ISM Manufacturing index for July as well as construction spending figures for June.

MGS/GII

- Local govvies were firmer in trading on Friday, amidst the announcement of the reopening of RM5bn of the GII 10/31, which will take over from the GII 8/30 as the benchmark 5Y GII. Secondary market volume for the day rose by 6% to RM6.97bn versus the RM6.57bn that changed hands on Thursday. Overall benchmark yields were mixed by between -2 to +1bp (prior: -2 to +3bps). **The benchmark 5Y MGS 6/31 yield fell by 1bp for the day to 3.49% while the yield on the benchmark 10Y MGS 7/35 also declined by 1bp to 3.70%.** Trading for the day was led by the off-the-run GII 9/26, while good interest was also seen in the off-the-run MGS 11/26, MGS 11/27, GII 7/28 and MGS 8/29, as well as in the benchmark 10Y MGS. The share of GII trading climbed to 48% of overall govvies trading compared to the 37% seen the day before. The day ahead sees the release of the S&P Global Malaysia manufacturing PMI for July.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Friday, with secondary market volume for the day inching lower by 1% to RM795m versus the RM800m that traded on Thursday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, keen interest was seen in PRASA 10/33 and PRASA 8/36, which closed the day at 3.81% (+20bps versus last print) and 3.87% (+5bps) respectively. In the AAA-rated space, SEB 11/33 and TENAGA 8/38 led trading and settled for the day at 3.89% (+2bps) and 3.99% (+1bp) respectively. In the AA-rated territory, trading was dominated by MBB 10/32, which closed the day at 3.65% (+3bp), while some interest was also seen in MCEMENT 12/29, which settled at 3.86% (+1bp). Over in the A-rated arena, MUAMALAT 5/36 again led trading and closed the day at 4.08% (+2bps).

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	09/26	2.941	20	2.970	07/29/2026	-3
MGS	11/26	2.978	351	3.025	07/30/2026	-5
MGS	03/27	3.068	38	3.096	07/30/2026	-3
MGS	05/27	3.101	56	3.090	07/30/2026	1
MGS	11/27	3.182	374	3.180	07/30/2026	0
MGS	04/28	3.235	300	3.254	07/30/2026	-2
MGS	06/28	3.276	17	3.276	07/30/2026	0
MGS	03/29	3.303	65	3.310	07/30/2026	-1
MGS	04/29	3.310	109	3.310	07/27/2026	0
MGS	08/29	3.350	583	3.347	07/30/2026	0
MGS	04/30	3.420	10	3.418	07/30/2026	0
MGS	05/30	3.443	285	3.449	07/30/2026	-1
MGS	04/31	3.500	39	3.504	07/30/2026	0
MGS	06/31	3.493	50	3.558	07/30/2026	-6
MGS	04/32	3.588	7	3.544	07/23/2026	4
MGS	07/32	3.608	6	3.619	07/30/2026	-1
MGS	04/33	3.648	74	3.640	07/30/2026	1
MGS	11/33	3.699	48	3.698	07/30/2026	0
MGS	07/34	3.726	81	3.747	07/30/2026	-2
MGS	05/35	3.740	41	3.705	07/27/2026	4
MGS	07/35	3.701	313	3.714	07/30/2026	-1
MGS	04/37	3.811	18	3.808	07/30/2026	0
MGS	04/39	3.925	107	3.948	07/30/2026	-2
MGS	05/40	3.951	36	3.994	07/30/2026	-4
MGS	01/41	3.952	301	3.949	07/30/2026	0
MGS	10/42	3.949	34	3.960	07/30/2026	-1
MGS	09/43	3.968	27	3.984	07/30/2026	-2
MGS	05/44	3.953	29	3.974	07/30/2026	-2
MGS	03/46	3.989	2	3.994	07/30/2026	-1
MGS	04/46	3.985	147	3.990	07/30/2026	-1
MGS	07/48	4.061	2	4.059	07/29/2026	0
MGS	06/50	4.085	13	4.065	07/30/2026	2
MGS	03/53	4.100	24	4.090	07/30/2026	1
MGS	07/55	4.101	39	4.113	07/30/2026	-1
GII	09/26	2.971	1722	2.982	07/30/2026	-1
GII	07/27	3.093	20	3.107	07/30/2026	-1
GII	09/27	3.126	23	3.130	07/30/2026	0
GII	07/28	3.280	592	3.280	07/30/2026	0
GII	07/29	3.353	43	3.373	07/29/2026	-2
GII	10/29	3.349	164	3.351	07/30/2026	0
GII	08/30	3.475	23	3.489	07/30/2026	-1
GII	10/30	3.477	1	3.516	07/30/2026	-4
GII	10/31	3.516	15	3.516	07/30/2026	0
GII	10/32	3.636	167	3.654	07/30/2026	-2
GII	03/33	3.632	130	3.632	07/30/2026	0
GII	06/33	3.664	21	3.593	07/21/2026	7
GII	08/33	3.663	5	3.692	07/30/2026	-3
GII	04/35	3.698	52	3.699	07/30/2026	0
GII	07/36	3.738	3	3.719	07/30/2026	2
GII	03/38	3.882	6	3.868	07/28/2026	1
GII	09/39	3.936	4	3.955	07/30/2026	-2
GII	07/40	3.951	75	3.967	07/30/2026	-2
GII	09/41	3.966	34	3.974	07/29/2026	-1
GII	08/43	3.975	7	3.980	07/30/2026	0
GII	05/45	3.980	166	3.995	07/30/2026	-2
GII	05/52	4.121	3	4.105	07/30/2026	2
GII	03/54	4.115	1	4.112	07/29/2026	0
GII	01/56	4.112	50	4.127	07/30/2026	-1
			6967			

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*
Prasarana Malaysia Berhad	10/33	GG	3.809	70	3.608	26/11/2025	20	17
Prasarana Malaysia Berhad	08/36	GG	3.874	70	3.827	14/7/2026	5	17
Bakun Hydro Power Generation Sdn Berhad (fka Sa	08/30	AAA	3.727	20	3.658	1/7/2026	7	32
Pengurusan Air SPV Berhad	04/32	AAA	3.777	10	3.788	16/6/2026	-1	20
Pengurusan Air SPV Berhad	02/33	AAA	3.819	10	3.820	17/7/2026	0	18
Sarawak Energy Berhad	11/33	AAA	3.887	30	3.869	24/7/2026	2	25
YTL Power International Berhad	08/35	AAA	4.017	20	4.048	30/7/2026	-3	32
Tenaga Nasional Berhad	08/38	AAA	3.989	80	3.978	15/7/2026	1	28
YTL Power International Berhad	08/39	AAA	4.146	20	4.274	23/7/2026	-13	20
Malayan Cement Berhad (fka Lafarge Malaysia Be	12/29	AA1	3.856	30	3.845	14/7/2026	1	55
Malayan Cement Berhad (fka Lafarge Malaysia Be	05/32	AA1	4.012	20	3.967	29/5/2026	4	44
Malayan Banking Berhad	10/32	AA1	3.651	200	3.623	10/7/2026	3	7
Hong Leong Bank Berhad	06/34	AA1	3.765	10	3.797	30/4/2026	-3	9
Sime Darby Property Berhad	08/26	AA+	3.455	10	3.520	8/7/2026	-6	35
Malaysian Reinsurance Berhad	10/32	AA3	4.355	1	4.697	6/5/2026	-34	78
Syarikat Takaful Malaysia Keluarga Berhad	09/35	AA3	3.886	20	3.947	23/6/2026	-6	19
Zetrix AI Berhad (fka MY E.G. Services Berhad)	03/27	AA-	5.119	20	5.003	29/7/2026	12	202
Johor Port Berhad	10/29	AA-	3.775	10	3.776	30/7/2026	0	47
DRB-Hicom Berhad	12/29	AA-	3.715	10	3.743	30/7/2026	-3	41
Malaysian Resources Corporation Berhad	04/34	AA-	3.965	20	3.989	29/7/2026	-2	29
Malaysian Resources Corporation Berhad	07/34	AA-	3.986	20	3.998	30/7/2026	-1	31
Malaysian Resources Corporation Berhad	04/35	AA-	4.015	20	4.027	30/7/2026	-1	32
Malaysian Resources Corporation Berhad	11/35	AA-	4.038	20	4.050	30/7/2026	-1	34
Hong Leong Bank Berhad	11/17	A1	3.900	1	3.851	30/7/2026	5	-9
Tropicana Corporation Berhad	07/31	A	5.764	1	5.750	30/7/2026	1	226
Bank Muamalat Malaysia Berhad	05/36	A	4.077	50	4.057	30/7/2026	2	37
MCIS Insurance Berhad	12/31	A3	4.911	3	4.849	28/7/2026	6	141
				795				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Telekosang Hydro One Sdn Bhd	RM470 mil ASEAN Green SRI Sukuk (2019/2037) RM120 mil ASEAN Green Junior Bond (2019/2039)	BBB1/Negative BB2/Negative	Downgraded Downgraded
Alliance Bank Malaysia Berhad and Alliance Islamic Bank Berhad	Financial institution ratings	AA3/Stable/P1	Affirmed

Source: RAM, MARC

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