

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries declined in trading on Friday, as the markets pared back expectation of rate cuts by the Fed this year after comments from President Trump that he would like to keep Kevin Hassett, who was perceived as the strong favorite to replace Jerome Powell in May, in his current role instead. Overall benchmark UST yields closed the day higher by between 2 to 5bps. **The benchmark 2-year UST note yield rose by 2bps for the day to 3.59% while the 10-year UST bond yield increased by 5bps to 4.22%.** US stock and bond markets will be closed for the coming day in observance of Martin Luther King Day.

MGS/GII

- Local govies were softer in trading on Friday, after the advanced prints for 4Q and 2025 annual GDP came in stronger than expected, with the quarterly reading printing at the highest since 2Q 2024. Secondary market volume rose by 41% to RM7.67bn versus the RM5.46bn that traded on Thursday. Overall benchmark yields were higher by between 0 to 4bps (prior: 0 to 1bp higher), save for the 30Y MGS which was correcting from previous off-market trades. **The benchmark 5Y MGS 5/30 yield was 2bps higher for the day at 3.29% while the yield on the benchmark 10Y MGS 7/35 advanced by 1bp to 3.55%.** Trading interest for the day was led by the benchmark 10Y MGS, while decent interest was also seen in the off-the-run MGS 7/26 and MGS 11/26, as well as in the benchmark 3Y MGS, 7Y GII and 10Y GII. The share of GII trading receded to 41% of overall trading versus the 52% seen the day before.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Friday in a lighter session, with secondary market volume for the day declining by 49% to RM729m versus the RM1,424m that swapped hands on Thursday. Trading was led by the AAA-rated segment of the market. In the GG universe, the interest was led by LPPSA 3/36, which closed the day at 3.66% (-11bps versus last print). In the AAA-space, trading was led by PLUS 1/31 (VK240005) and PLUS 1/31 (VM220508), with both bonds settling for the day at 3.60% (+2bps and -6bps respectively). Over in the AA-rated territory, the activity was led by HLBB 6/35, which closed at 3.76% (+1bp) while decent interest was seen in KLUT 12/26 and UEMS 7/35, which settled the day at 3.90% (-24bps) and 3.87% (+4bps) respectively.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.59	2
5-yr UST	3.82	5
10-yr UST	4.22	5
30-yr UST	4.84	4

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.01	0	3.12		2
5-yr	3.29	2	3.28		0
7-yr	3.47	3	3.36		2
10-yr	3.55	1	3.56		4
15-yr	3.79	2	3.78		4
20-yr	3.89	1	3.89		2
30-yr	4.00	8	4.01		0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.28	3
3-yr	3.38	3
5-yr	3.47	3
7-yr	3.55	3
10-yr	3.69	4

Source: Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-1,465	-8
MTD Change	-3,632	-360

Figures in RM 'mil (as of 12 Jan 2026)

Upcoming Government Bond Tender

Nil

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	04/26	2.729	36	2.849	01/02/2026	-12
MGS	07/26	2.814	701	2.798	01/15/2026	2
MGS	11/26	2.877	584	2.853	01/15/2026	2
MGS	03/27	2.854	1	2.899	01/09/2026	-4
MGS	05/27	2.911	32	2.878	01/15/2026	3
MGS	11/27	2.892	21	2.878	01/15/2026	1
MGS	04/28	3.008	526	3.010	01/15/2026	0
MGS	06/28	3.040	9	3.057	01/15/2026	-2
MGS	04/29	3.175	85	3.151	01/15/2026	2
MGS	08/29	3.192	10	3.175	01/15/2026	2
MGS	04/30	3.298	316	3.282	01/15/2026	2
MGS	05/30	3.293	172	3.273	01/15/2026	2
MGS	04/31	3.373	330	3.362	01/15/2026	1
MGS	06/31	3.349	160	3.337	01/15/2026	1
MGS	04/32	3.444	25	3.437	12/19/2025	1
MGS	07/32	3.466	86	3.440	01/15/2026	3
MGS	04/33	3.481	40	3.474	01/15/2026	1
MGS	11/33	3.518	120	3.554	01/15/2026	-4
MGS	07/34	3.559	94	3.538	01/15/2026	2
MGS	05/35	3.558	1	3.551	01/15/2026	1
MGS	07/35	3.545	840	3.539	01/15/2026	1
MGS	04/39	3.792	10	3.773	01/14/2026	2
MGS	01/41	3.770	20	3.766	01/15/2026	0
MGS	10/42	3.862	21	3.855	01/14/2026	1
MGS	09/43	3.863	2	3.849	01/15/2026	1
MGS	05/44	3.886	163	3.877	01/14/2026	1
MGS	03/46	3.946	20	3.949	01/15/2026	0
MGS	06/50	3.991	2	3.935	01/15/2026	6
MGS	03/53	4.005	62	3.999	01/15/2026	1
MGS	07/55	3.995	17	3.917	01/15/2026	8
GII	03/26	2.754	296	2.779	01/15/2026	-2
GII	09/26	2.855	255	2.851	01/15/2026	0
GII	07/28	3.118	412	3.098	01/15/2026	2
GII	08/28	3.172	1	3.139	01/07/2026	3
GII	07/29	3.164	220	3.165	01/15/2026	0
GII	08/30	3.277	166	3.274	01/15/2026	0
GII	10/31	3.358	600	3.341	01/15/2026	2
GII	10/32	3.441	30	3.432	01/15/2026	1
GII	06/33	3.489	40	3.481	01/15/2026	1
GII	08/33	3.503	80	3.331	01/14/2026	17
GII	04/35	3.557	559	3.522	01/15/2026	4
GII	07/36	3.585	20	3.571	01/13/2026	1
GII	09/39	3.777	30	3.768	01/15/2026	1
GII	07/40	3.780	20	3.745	01/15/2026	3
GII	05/45	3.886	106	3.865	01/15/2026	2
GII	11/49	3.990	10	3.986	01/13/2026	0
GII	05/52	4.000	20	4.002	01/15/2026	0
GII	03/54	4.006	300	4.001	01/15/2026	0
			7671			

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*
PR1MA Corporation Malaysia	10/29	GG	3.324	35	3.163	19/8/2025	16	16
Lembaga Pembiayaan Perumahan Sektor Awam	03/36	GG	3.662	60	3.769	23/4/2025	-11	12
Prasarana Malaysia Berhad	06/39	GG	3.824	40	3.830	15/12/2025	-1	5
Prasarana Malaysia Berhad	02/40	GG	3.849	40	3.777	26/9/2025	7	8
DanaInfra Nasional Berhad	12/53	GG	4.087	20	n/a	n/a	409	21
Lembaga Pembiayaan Perumahan Sektor Awam	04/55	GG	4.109	30	4.116	2/1/2026	-1	23
Pengerang LNG (Two) Sdn Berhad	10/28	AAA	3.552	10	3.479	26/8/2025	7	54
Tenaga Nasional Berhad	11/28	AAA	3.506	10	3.441	8/9/2025	6	49
TNB Northern Energy Berhad	11/28	AAA	3.567	10	3.565	18/11/2025	0	55
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.600	50	3.580	13/1/2026	2	32
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.601	50	3.657	2/1/2026	-6	32
Infracap Resources Sdn Berhad	04/31	AAA	3.602	5	3.603	15/1/2026	0	32
Projek Lebuhraya Usahasama Berhad	01/32	AAA	3.650	15	3.652	15/1/2026	0	30
Projek Lebuhraya Usahasama Berhad	01/32	AAA	3.651	15	3.602	8/10/2025	5	30
TNB Power Generation Sdn Berhad	06/32	AAA	3.681	5	3.663	7/1/2026	2	33
CelcomDigi Telecommunications Sdn Berhad (fka E	12/32	AAA	3.699	35	n/a	n/a	370	25
Petroleum Sarawak Exploration & Production Sdn E	02/33	AAA	3.699	10	3.699	13/1/2026	0	25
Petroleum Sarawak Exploration & Production Sdn E	08/35	AAA	3.758	40	3.768	16/12/2025	-1	22
Malayan Cement Berhad (fka Lafarge Malaysia Ber	07/27	AA1	3.690	10	3.686	8/1/2026	0	83
Press Metal Aluminium Holdings Berhad	12/28	AA1	3.626	1	3.537	7/11/2025	9	61
Johor Plantations Group Berhad	09/34	AA1	3.798	20	3.788	7/1/2026	1	28
Hong Leong Bank Berhad	06/35	AA1	3.763	40	3.755	15/1/2026	1	25
Pulau Indah Power Plant Sdn Berhad	11/28	AA+	3.709	5	3.748	28/11/2025	-4	70
AmBank Islamic Berhad	05/31	AA2	3.701	20	3.747	19/12/2025	-5	42
Benih Restu Berhad	07/34	AA2	3.843	15	3.837	23/12/2025	1	33
Pelabuhan Tanjung Pelepas Sdn Berhad	06/27	AA	3.515	10	3.496	7/1/2026	2	66
OSK Rated Bond Sdn Berhad	03/32	AA	3.758	10	3.746	14/1/2026	1	40
Bank Islam Malaysia Berhad	07/29	AA3	3.772	1	3.778	15/1/2026	-1	76
Exsim Capital Resources Berhad	01/30	AA3	4.747	10	4.741	8/12/2025	1	158
IJM Treasury Management Sdn Berhad	03/40	AA3	3.980	10	3.968	24/11/2025	1	21
UEM Sunrise Berhad	05/26	AA-	3.705	20	3.573	14/1/2026	13	85
Konsortium Lebuhraya Utara-Timur (KL) Sdn Berh.	12/26	AA-	3.903	30	4.141	5/6/2025	-24	105
Malaysian Resources Corporation Berhad	02/27	AA-	3.736	10	3.626	23/9/2025	11	88
Malakoff Power Berhad	12/28	AA-	3.740	5	3.716	12/1/2026	2	73
Guan Chong Berhad	04/30	AA-	4.840	1	4.842	8/1/2026	0	168
UEM Sunrise Berhad	07/35	AA-	3.869	30	3.827	29/10/2025	4	33
Berajaya IPS Equity Sdn Berhad	10/26	NR(LT)	5.897	1	6.953	30/12/2025	-106	304
Mah Sing Group Berhad	10/26	NR(LT)	5.165	1	4.721	23/6/2025	44	231
Naza TTDI Capital Berhad	05/28	NR(LT)	7.482	1	7.980	28/10/2025	-50	456
				729				

* 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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