



## Fixed Income &amp; FX Research

15 October 2025

**Macro:** Powell reaffirms consensus for near-term rate cuts. White House to 'ride out' shutdown amid first 4,000 layoffs. Singapore firms to invest MYR17.9 billion in Johor.

**Forex:** DXY/AUD down and EUR/JPY up amid escalating US-China tensions. The UK lagged its peers, amid weak UK retail sales and labour market data.

**Fixed Income:** DM bonds outperformed UST amid US-China tensions, Fed Powell's remarks, and IMF news. Firm demand for 5Y GII auction seen amid lower supply guidance in earlier Budget 2026.

**Macro**

**Global:** Fed Chairman Jerome Powell noted that while economic activity has fared better than expected, recent labour data (employment, payroll gains) remains tilted to the downside. Powell also said delayed action risks amplifying the impact of tariffs and potential job losses. In contrast, inflation risks are said to be 'contained', supporting current market expectations of near-term rate cuts, but for policy rates to plateau above 3.00% in 2026. The IMF has revised up global growth projections for 2025 to 3.2% y/y (July: 3.0%), reflecting a moderation in tariff escalations, frontloading of manufacturing and trade, and a weaker dollar bolstering global activity. 2026 growth is projected at 3.1% y/y, with risks remaining tilted to the downside amid continued US tensions. Meanwhile, the White House vowed to 'ride out' the shutdown, with the first batch of 4,000 federal agency workers laid off. This came as Bessent noted that the shutdown is beginning to impact the economy, while the NFIB small business optimism index also declined in September.

**Malaysia:** Fitch remains the only agency that rates Malaysia one notch lower than S&P and Moody's, yet the rating agency highlighted a possibility of a rating upgrade amid Malaysia's fiscal consolidation. Meanwhile, Singapore Deputy PM Kim Yong said Singapore-based firms have committed to SGD5.5 billion (MYR17.9 billion) in investments in Johor.

**Forex**

**Global:** DXY (-0.2%) fell slightly, as markets digested Powell's remarks and escalating US-China tensions. EUR and JPY rose 0.3% amid safe-haven flows, while the GBP (-0.1%) lagged peers, after weaker UK retail sales and wage growth data raised expectations that the BOE may cut rates sooner than expected. The AUD fell 0.4% to 0.65, its lowest level in over a month, given market expectations that US-China tensions may spill over to the AUD via weaker global growth and commodity prices. Nevertheless, minutes from the RBA's October meeting indicated that there was no immediate need for further rate adjustments, while maintaining its cautious, data-dependent approach.

**Asian:** The MYR fell 0.1%, persisting with recent weaknesses, given the slightly firmer dollar and risk-off sentiment in the region.

**Fixed Income**

**Global Bonds:** UST closed firm, though better gains were seen across other DM bonds, as traders focused on safe-haven demand amid simmering US-China tensions. The market also heard comments from Fed's Powell suggesting the Fed remains on course for more rate cuts. However, there was some slight pressure on bonds as the IMF revised its 2025 global growth forecast upward.

**MYR Bonds:** Local government bonds maintained demand amid better sentiment in global bonds, while there was firm demand at MYR5.0 billion GII 08/30 auction (BTC 2.814x). The PDS market also pulled off some gains. AAA and GG papers led flows, including AAA Manjung 11/31 at 3.61% (-6 bps).

**Commodities**

**Oil (-1.3%)** prices eased slightly, as escalating US-China tensions and a bearish outlook from the IEA weighed on sentiment. The IEA revised its global oil surplus upward by 18% to nearly 4 million barrels per day (mbpd) in 2026, with OPEC+ and non-OPEC+ production expected to rise, while demand growth is anticipated to slow amid a weak economic outlook. **Gold** touched an intraday high of USD4,179/oz before trimming gains to close flat.

**FX Daily Rates**

Vs. USD	Last Close	Per cent
DXY	99.05	(0.2)
EUR/USD	1.161	0.3
AUD/USD	0.649	(0.4)
GBP/USD	1.332	(0.1)
USD/JPY	151.84	(0.3)
USD/MYR	4.233	0.1
USD/IDR	16,603	0.2
USD/THB	32.71	0.4
USD/SGD	1.298	(0.0)
USD/CNY	7.140	0.0

**Ringgit Outlook for The Week**

	1	2
Resistance	4.243	4.262
Support	4.196	4.168

**Major Sovereign Yields (%)**

Sov. Yield	Last Close	bps
UST 2Y	3.48	(2)
UST 10Y	4.03	(0)
Germany 10Y	2.61	(3)
UK 10Y	4.59	(7)
Japan 10Y	1.65	(3)
Australia 10Y	4.23	(6)
China 10Y	1.84	(1)

**MGS Bond Yields (%)**

MGS	Last	bps
3-Year	3.08	(0)
5-Year	3.19	(1)
7-Year	3.40	(1)
10-Year	3.46	(1)
15-Year	3.69	(0)
20-Year	3.86	0
30-Year	3.99	(0)

**MYR Swap Rates (%)**

Swap / Rates	Last Close	bps
IRS 1-Year	3.19	(1)
IRS 3-Year	3.10	(3)
IRS 5-Year	3.19	0
IRS 7-Year	3.25	(3)
IRS 10-Year	3.37	(2)
3M KLIBOR	3.22	0

**Key Commodities**

Commodities	Last Close	Per cent
Brent (USD/bbl)	62.39	(1.5)
WTI (USD/bbl)	58.70	(1.3)
Gold (USD/oz)	4,143	0.8
CPO (RM/tonne)	4,350	(1.6)

**Policy Rates**

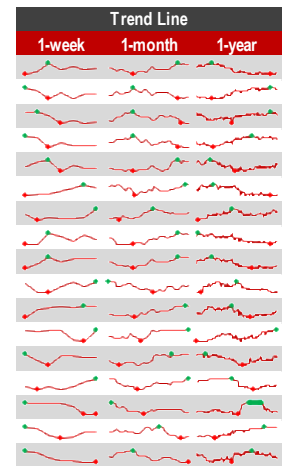
Central Banks	Current	Next
US Fed Funds	4.25	29-Oct
ECB Deposit Rate	2.00	30-Oct
BOE Base Rate	4.00	06-Nov
RBA Cash Rate	3.60	04-Nov
BOJ Cash Rate	0.50	30-Oct
RBNZ Cash Rate	3.00	26-Nov
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	06-Nov

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 vs USD

	Latest	1-day	1 week	1-Month	1-Year
	14-Oct-25	13-Oct-25	7-Oct-25	14-Sep-25	14-Oct-24
DXY Dollar Index	99.05	99.27	98.58	97.55	103.30
EUR/USD	1.161	1.157	1.166	1.173	1.091
AUD/USD	0.649	0.652	0.658	0.665	0.673
GBP/USD	1.332	1.333	1.343	1.356	1.306
USD/JPY	151.84	152.28	151.9	147.68	149.76
USD/MYR	4.233	4.228	4.214	4.203	4.297
USD/IDR	16,603	16,573	16,561	16,375	15,566
USD/THB	32.71	32.60	32.49	31.74	33.27
USD/SGD	1.298	1.299	1.293	1.283	1.309
USD/CNY	7.140	7.138	7.146	7.125	7.096
USD/KRW	1,428	1,425	1,414	1,394	1,358
USD/INR	88.80	88.68	88.78	88.28	84.06
USD/PHP	58.24	58.24	58.12	57.12	57.47
USD/TWD	30.77	30.70	30.50	30.24	32.17
USD/HKD	7.774	7.781	7.783	7.779	7.764
USD/VND	26,355	26,344	26,365	26,391	24,846
NZD/USD	0.572	0.573	0.580	0.595	0.610

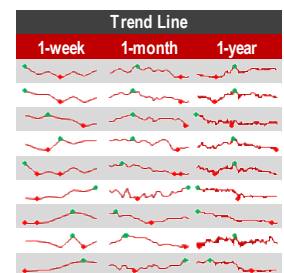
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.2)	0.5	1.5	(4.1)	(8.7)
0.3	(0.4)	(1.1)	6.4	12.1
(0.4)	(1.4)	(2.4)	(3.6)	4.8
(0.1)	(0.8)	(1.7)	2.0	6.4
(0.3)	(0.0)	2.8	1.4	(3.4)
0.1	0.5	0.7	(1.5)	(5.3)
0.2	0.3	1.4	6.7	2.9
0.4	0.7	3.1	(1.7)	(4.8)
(0.0)	0.4	1.2	(0.8)	(4.9)
0.0	(0.1)	0.2	0.6	(2.7)
0.2	1.0	2.5	5.2	(3.4)
0.1	0.0	0.6	5.6	3.7
(0.0)	0.2	2.0	1.3	0.5
0.2	0.9	1.7	(4.4)	(6.2)
(0.1)	(0.1)	(0.1)	0.1	0.1
0.0	(0.0)	(0.1)	6.1	3.4
(0.2)	(1.4)	(4.0)	(6.2)	2.2



## Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year
	14-Oct-25	13-Oct-25	7-Oct-25	14-Sep-25	14-Oct-24
EUR/MYR	4.891	4.902	4.916	4.927	4.696
GBP/MYR	5.614	5.639	5.665	5.694	5.609
AUD/MYR	2.728	2.758	2.779	2.796	2.889
JPY/MYR	2.788	2.776	2.774	2.846	2.869
SGD/MYR	3.253	3.258	3.260	3.277	3.289
10 CNY/MYR	5.932	5.928	5.917	5.902	6.061
1 million IDR/MYR	2.550	2.551	2.544	2.565	2.761
THB/MYR	12.897	13.003	12.956	13.259	12.905
10 HKD/MYR	5.444	5.437	5.415	5.401	5.534

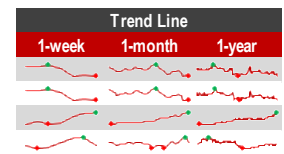
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.2)	(0.5)	(0.7)	4.1	5.0
(0.4)	(0.9)	(1.4)	0.1	(0.0)
(1.1)	(1.8)	(2.4)	(5.6)	(1.9)
0.4	0.5	(2.1)	(2.8)	(2.0)
(0.1)	(0.2)	(0.7)	(1.1)	(1.0)
0.1	0.3	0.5	(2.1)	(3.2)
(0.0)	0.2	(0.6)	(7.6)	(8.0)
(0.8)	(0.5)	(2.7)	(0.1)	(1.0)
0.1	0.5	0.8	(1.6)	(5.5)



## Commodities

	Latest	1-day	1 week	1-Month	1-Year
	14-Oct-25	13-Oct-25	7-Oct-25	14-Sep-25	14-Oct-24
Brent (USD/barrel)	62.39	63.32	65.45	66.99	77.46
WTI (USD/barrel)	58.7	59.49	61.73	62.69	73.83
Gold (USD/oz)	4,143	4,110	3,985	3,643	2,649
Malaysia CPO (RM/tonne)	4,350	4,420	4,406	4,383	4,370

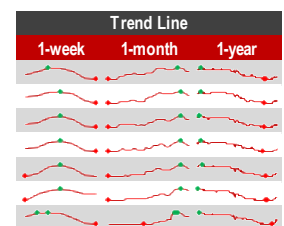
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(1.5)	(4.7)	(6.9)	(19.5)	(16.4)
(1.3)	(4.9)	(6.4)	(20.5)	(18.2)
0.8	4.0	13.7	56.4	57.9
(1.6)	(1.3)	(0.8)	(0.5)	(10.5)



## Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year
	14-Oct-25	13-Oct-25	7-Oct-25	14-Sep-25	14-Oct-24
3-Year	3.08	3.08	3.12	3.05	3.42
5-Year	3.19	3.20	3.23	3.13	3.55
7-Year	3.40	3.42	3.45	3.34	3.75
10-Year	3.46	3.46	3.48	3.41	3.80
15-Year	3.69	3.69	3.71	3.60	3.93
20-Year	3.86	3.86	3.86	3.75	4.07
30-Year	3.99	3.99	4.05	3.87	4.20

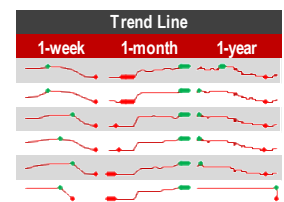
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(0)	(4)	2	(35)	(40)
(1)	(5)	6	(36)	(43)
(1)	(5)	7	(35)	(36)
(1)	(3)	4	(34)	(36)
(0)	(2)	9	(24)	(28)
0	(0)	11	(21)	(21)
(0)	(5)	12	(21)	(19)



## Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year
	14-Oct-25	13-Oct-25	7-Oct-25	14-Sep-25	14-Oct-24
3-Year	3.10	3.11	3.14	3.07	3.37
5-Year	3.22	3.24	3.24	3.16	3.55
7-Year	3.33	3.35	3.36	3.28	3.76
10-Year	3.47	3.48	3.51	3.43	3.83
15-Year	3.69	3.70	3.71	3.62	3.95
20-Year	3.89	3.89	3.90	3.77	4.08

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(1)	(5)	2	(28)	(33)
(2)	(2)	6	(33)	(41)
(1)	(3)	5	(43)	(41)
(1)	(3)	4	(36)	(36)
(1)	(2)	7	(26)	(29)
(0)	(1)	12	(19)	(19)



## Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	14-Oct-25	13-Oct-25	7-Oct-25	14-Sep-25	14-Oct-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
S&P500 Index	6,644	6,655	6,715	6,584	5,860	(0.2)	(1.0)	0.9	13.4	73.1			
Dow Jones	46,270	46,068	46,603	45,834	43,065	0.4	(0.7)	1.0	7.4	39.6			
Nasdaq	22,522	22,695	22,788	22,141	18,503	(0.8)	(1.2)	1.7	21.7	115.2			
London FTSE	9,453	9,443	9,484	9,283	8,293	0.1	(0.3)	1.8	14.0	26.9			
German DAX	24,237	24,388	24,386	23,698	19,508	(0.6)	(0.6)	2.3	24.2	74.1			
Nikkei 225	46,847	48,089	47,951	44,768	39,606	(2.6)	(2.3)	4.6	18.3	79.5			
Japan TOPIX	3,134	3,198	3,228	3,160	2,706	(2.0)	(2.9)	(0.8)	15.8	65.7			
FBM KLCI	1,611	1,615	1,630	1,600	1,637	(0.2)	(1.1)	0.7	(1.5)	7.8			

## Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	14-Oct-25	13-Oct-25	7-Oct-25	14-Sep-25	14-Oct-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
UST 2Y	3.48	3.50	3.56	3.56	3.96	(2)	(8)	(7)	(47)	(76)			
UST 10Y	4.03	4.03	4.12	4.06	4.10	(0)	(9)	(3)	(7)	(54)			
Germany 2Y	1.94	1.94	2.00	2.02	2.26	(1)	(7)	(8)	(32)	(15)			
Germany 10Y	2.61	2.64	2.71	2.72	2.28	(3)	(10)	(11)	34	24			
UK 2Y	3.90	3.95	3.98	3.98	4.18	(5)	(8)	(8)	(28)	(49)			
UK 10Y	4.59	4.66	4.72	4.67	4.24	(7)	(13)	(8)	35	2			
Japan 2Y	0.89	0.92	0.91	0.87	0.42	(3)	(2)	2	47	28			
Japan 10Y	1.65	1.69	1.69	1.59	0.95	(3)	(3)	6	70	55			
Australia 2Y	3.42	3.47	3.52	3.38	3.86	(5)	(9)	4	(44)	(44)			
Australia 10Y	4.23	4.29	4.39	4.22	4.27	(6)	(15)	2	(4)	(13)			
China 2Y	1.43	1.44	1.46	1.43	1.46	(1)	(3)	0	(2)	34			
China 10Y	1.84	1.85	1.87	1.80	2.15	(1)	(3)	4	(31)	16			
Indonesia 2Y	4.92	4.86	4.95	5.32	6.39	5	(3)	(40)	(147)	(213)			
Indonesia 10Y	6.07	6.10	6.25	6.33	6.68	(3)	(17)	(26)	(61)	(92)			
Thailand 2Y	1.18	1.19	1.13	1.12	2.18	(1)	5	7	(100)	(81)			
Thailand 10Y	1.50	1.50	1.40	1.26	2.52	(0)	10	24	(102)	(75)			

## Key swap rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	14-Oct-25	13-Oct-25	7-Oct-25	14-Sep-25	14-Oct-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
IRS 1-Year	3.19	3.20	3.23	3.15	3.54	(1)	(4)	4	(35)	(39)			
IRS 3-Year	3.10	3.14	3.18	3.08	3.49	(3)	(8)	2	(39)	(40)			
IRS 5-Year	3.19	3.19	3.27	3.16	3.53	0	(8)	3	(34)	(36)			
IRS 7-Year	3.25	3.28	3.33	3.23	3.62	(3)	(9)	2	(37)	(39)			
IRS 10-Year	3.37	3.39	3.45	3.35	3.72	(2)	(8)	2	(35)	(36)			
IRS 20-Year	3.64	3.76	3.72	3.60	4.07	(13)	(8)	3	(44)	(32)			

## Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	14-Oct-25	13-Oct-25	7-Oct-25	14-Sep-25	14-Oct-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
1-Month Klibor	3.00	3.00	3.00	3.00	3.28	0	0	0	(28)	(29)			
3-Month Klibor	3.22	3.22	3.22	3.22	3.56	0	0	0	(34)	(51)			
6-Month Klibor	3.26	3.26	3.26	3.26	3.62	0	0	0	(36)	(51)			

## Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	14-Oct-25	13-Oct-25	7-Oct-25	14-Sep-25	14-Oct-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year AAA	3.52	3.52	3.51	3.51	3.77	0	1	1	(25)	(31)			
3-Year AA	3.69	3.68	3.67	3.67	3.92	0	2	1	(23)	(33)			
3-Year A	4.56	4.52	4.55	4.53	4.92	3	0	2	(37)	(30)			
5-Year AAA	3.60	3.60	3.58	3.59	3.86	0	1	0	(26)	(33)			
5-Year AA	3.76	3.76	3.74	3.76	4.00	0	2	0	(24)	(34)			
5-Year A	4.70	4.66	4.70	4.69	5.19	4	(0)	1	(49)	(39)			
10-Year AAA	3.76	3.76	3.74	3.74	4.00	0	3	2	(24)	(30)			
10-Year AA	3.93	3.92	3.90	3.91	4.19	0	3	2	(26)	(31)			
10-Year A	5.08	5.03	5.10	5.06	5.79	6	(2)	2	(71)	(48)			

Sources: Bloomberg, AmBank Economics

Note: All values are end-period

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