



Fixed Income & FX Research

06 August 2026

Macro: US employment data sees signs of concern, with ADP data weak ahead of NFP release on Friday. Malaysia to review import needs and reduce reliance on external ecosystems.

Forex: DXY eased on US labour data, while JPY resumed as G10 laggard after JPY13.8 trillion in intervention cost. Overnight MYR rally (+0.1%) was mild relative to Asian peers.

Fixed Income: UST closed steady amid US labour data and US Treasury issuance guidance. Malaysia bonds modestly supported amid easing war tensions and US data risks ahead.

Macro

Global: The US ISM services PMI index edged up to 54.1 in July (consensus: 54.5; June: 54.0), with most subindex components seeing quicker expansion aside from employment, which flipped into contractionary territory. The ADP private businesses data also posted its smallest job gains (of 44k) in six months (consensus: 70k; June: 95k), including downward revisions for June's data. This comes ahead of Friday's highly watched nonfarm payrolls data for July (consensus: 80k; June: 57k).

Malaysia: MITI Minister Abdul Ghani said Malaysia will review import needs, including capital goods, and formulate policies to reduce reliance on external ecosystems and strengthen domestic industries. The EU-Asean Business Council (EU-ABC) called on Malaysia policymakers to maintain momentum in reaching a high-quality free trade agreement (FTA). Separately, PM Anwar's political party (PKR) will hold its national congress on 15-16 August, which comes alongside its coalition partner DAP's special national congress on 16 August (which will see a vote whether for DAP to remain in the federal unity government).

Forex

Global: DXY fell 0.2% as the USD continued its recent easing trend amid soft US labour data readings. Most G10 currencies rallied 0.1-0.4% against the USD, including the EUR (+0.2%) and GBP (+0.1%). AUD gains (+0.2%) were relatively mild given weaknesses on the NZD, though the recent strong batch of Australia domestic data (six-month high services PMI, a return to manufacturing growth, and resilient household spending) bolstered the AUD, ahead of the RBA's policy meeting next Tuesday. JPY closed unchanged, resuming its trend of underperformance relative to peers. Meanwhile, BOJ data indicated JPY8.45 trillion and JPY5.33 trillion was spent for FX interventions on 30 and 31 July respectively, coming as a sixth consecutive month of real wages increasing in Japan reinforced market expectations of a BOJ rate hike soon. Japan's cabinet has also approved a plan to slash food sales tax for two years to 1% (prior: 8%), with offsetting funding source remaining unclear.

Asia: Mild strength for the MYR (+0.1%) was seen, though gains were relatively lacklustre compared to Asian peers, which drew better gains as energy prices receded.

Fixed Income

Global Bonds: UST market closed steady overnight as traders reacted to the lower-than-expected ADP jobs data. Sentiment remained cautious after the Fed's earlier hawkish guidance, reinforced by overnight Fed speaker Neel Kashkari stating explicitly that interest rates should be raised 'right now' to tame inflation. Meanwhile, the US Treasury retained guidance for future debt issuance – signaling no change in note and bond auction sizes well into 2027, including coupon and floating-rate note issuances. While the move eased fears of earlier-than-expected increase in long-term UST auctions (that will pressure long-term yields higher), higher federal borrowings will thereby be more reliant on short-term bills (that matures within a year), heightening sensitivity to near-term shocks.

MYR Bonds: Malaysian government bonds were modestly supported. On one hand, lower global rates aided sentiment as risks in the war eased somewhat. On the other hand, sentiment remained cautious amid US data this week.

Commodities

Gold (+4%) extended gains to its highest since mid-June, as easing geopolitical tensions and soft US labour market data reinforced expectations of a less aggressive Fed response ahead. Meanwhile,

FX Daily Rates

Vs. USD	Last Close	Per cent
DX	99.68	(0.2)
EUR/USD	1.155	0.2
AUD/USD	0.706	0.2
GBP/USD	1.347	0.1
USD/JPY	157.75	0.0
USD/MYR	4.094	(0.1)
USD/IDR	17,930	(0.5)
USD/THB	33.21	(0.6)
USD/SGD	1.281	(0.1)
USD/CNY	6.748	0.0

Ringgit Outlook for The Week

	1	2
Resistance	4.107	4.116
Support	4.079	4.061

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	4.18	(1)
UST 10Y	4.61	0
Germany 10Y	3.11	0
UK 10Y	4.89	(1)
Japan 10Y	2.83	(3)
Australia 10Y	4.91	(6)
China 10Y	1.71	0

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.32	(0)
5-Year	3.53	(0)
7-Year	3.67	0
10-Year	3.72	(1)
15-Year	3.96	(1)
20-Year	4.00	0
30-Year	4.12	0

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.56	0
IRS 3-Year	3.61	(1)
IRS 5-Year	3.65	(2)
IRS 7-Year	3.71	(2)
IRS 10-Year	3.84	0
3M KLIBOR	3.46	0

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bbl)	79.45	0.1
WTI (USD/bbl)	75.22	(0.7)
Gold (USD/oz)	4,247	4.1
CPO (RM/tonne)	4,519	(0.7)

Policy Rates

Central Banks	Current	Next
US Fed Funds	3.75	17-Sep
ECB Deposit Rate	2.25	10-Sep
BOE Base Rate	3.75	17-Sep
RBA Cash Rate	4.35	11-Aug
BOJ Cash Rate	1.00	18-Sep
RBNZ Cash Rate	2.50	02-Sep
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	03-Sep

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.

Iran announced it has reached an agreement with Oman on a proposed route for shipping through the Strait of Hormuz, with a joint statement under review and in the final drafting stage.

Currencies

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	5-Aug-26	4-Aug-26	29-Jul-26	6-Jul-26	5-Aug-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	99.68	99.86	100.89	100.85	98.78	(0.2)	(1.2)	(1.2)	0.9	1.4			
EUR/USD	1.155	1.153	1.147	1.144	1.158	0.2	0.7	1.0	(0.2)	(1.6)			
AUD/USD	0.706	0.705	0.696	0.696	0.647	0.2	1.5	1.5	9.0	5.8			
GBP/USD	1.347	1.345	1.337	1.339	1.330	0.1	0.7	0.6	1.3	(0.1)			
USD/JPY	157.75	157.75	163.41	162.09	147.62	0.0	(3.5)	(2.7)	6.9	0.7			
USD/MYR	4.094	4.098	4.091	4.086	4.228	(0.1)	0.1	0.2	(3.2)	0.8			
USD/IDR	17,930	18,023	18,055	17,995	16,381	(0.5)	(0.7)	(0.4)	9.5	7.4			
USD/THB	33.21	33.41	33.57	33.35	32.38	(0.6)	(1.1)	(0.4)	2.5	5.4			
USD/SGD	1.281	1.282	1.289	1.292	1.288	(0.1)	(0.6)	(0.9)	(0.5)	(0.3)			
USD/CNY	6.748	6.748	6.761	6.794	7.189	0.0	(0.2)	(0.7)	(6.1)	(3.3)			
USD/KRW	1,424	1,430	1,444	1,532	1,386	(0.5)	(1.4)	(7.1)	2.7	(1.1)			
USD/INR	95.13	95.39	95.65	95.40	87.81	(0.3)	(0.5)	(0.3)	8.3	5.8			
USD/PHP	60.76	61.18	61.39	61.50	57.65	(0.7)	(1.0)	(1.2)	5.4	3.3			
USD/TWD	32.30	32.47	32.38	32.04	29.92	(0.5)	(0.2)	0.8	8.0	2.8			
USD/HKD	7.844	7.843	7.842	7.843	7.850	0.0	0.0	0.0	(0.1)	0.8			
USD/VND	26,268	26,278	26,323	26,300	26,233	(0.0)	(0.2)	(0.1)	0.1	(0.1)			
NZD/USD	0.589	0.589	0.580	0.570	0.590	(0.1)	1.6	3.3	(0.3)	2.3			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	5-Aug-26	4-Aug-26	29-Jul-26	6-Jul-26	5-Aug-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.725	4.714	4.659	4.662	4.881	0.2	1.4	1.3	(3.2)	(0.8)			
GBP/MYR	5.513	5.508	5.439	5.448	5.620	0.1	1.4	1.2	(1.9)	1.0			
AUD/MYR	2.885	2.879	2.840	2.831	2.731	0.2	1.6	1.9	5.6	6.3			
JPY/MYR	2.595	2.597	2.503	2.520	2.865	(0.1)	3.7	3.0	(9.4)	0.2			
SGD/MYR	3.193	3.192	3.165	3.158	3.282	0.1	0.9	1.1	(2.7)	1.2			
10 CNY/MYR	6.063	6.067	6.043	6.013	5.883	(0.1)	0.3	0.8	3.1	4.4			
1 million IDR/MYR	2.283	2.273	2.263	2.270	2.580	0.4	0.9	0.6	(11.5)	(6.2)			
THB/MYR	12.336	12.295	12.200	12.261	13.041	0.3	1.1	0.6	(5.4)	(3.9)			
10 HKD/MYR	5.220	5.223	5.215	5.209	5.387	(0.1)	0.1	0.2	(3.1)	0.1			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	5-Aug-26	4-Aug-26	29-Jul-26	6-Jul-26	5-Aug-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	79.45	79.36	90.74	71.99	67.64	0.1	(12.4)	10.4	17.5	30.6			
WTI (USD/barrel)	75.22	75.77	84.46	68.55	65.16	(0.7)	(10.9)	9.7	15.4	31.0			
Gold (USD/oz)	4,247	4,078	4,068	4,165	3,381	4.1	4.4	2.0	25.6	(1.7)			
Malaysia CPO (RM/tonne)	4,519	4,551	4,557	4,485	4,250	(0.7)	(0.8)	0.8	6.3	13.0			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	5-Aug-26	4-Aug-26	29-Jul-26	6-Jul-26	5-Aug-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.32	3.32	3.31	3.25	3.06	(0)	0	7	26	32			
5-Year	3.53	3.53	3.51	3.40	3.15	(0)	1	13	37	27			
7-Year	3.67	3.66	3.66	3.53	3.34	0	0	14	33	29			
10-Year	3.72	3.73	3.72	3.62	3.39	(1)	1	11	33	22			
15-Year	3.96	3.97	3.96	3.82	3.61	(1)	1	14	35	20			
20-Year	4.00	3.99	3.99	3.95	3.76	0	0	5	23	15			
30-Year	4.12	4.12	4.11	4.08	3.91	0	1	4	21	14			

Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	5-Aug-26	4-Aug-26	29-Jul-26	6-Jul-26	5-Aug-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.36	3.36	3.33	3.26	3.10	(0)	3	10	27	26			
5-Year	3.53	3.51	3.45	3.38	3.19	1	8	15	33	27			
7-Year	3.65	3.64	3.59	3.54	3.34	1	6	11	31	31			
10-Year	3.72	3.71	3.69	3.62	3.42	1	3	10	30	20			
15-Year	3.96	3.96	3.94	3.89	3.64	0	2	7	32	21			
20-Year	4.00	4.00	3.99	3.98	3.74	0	2	3	27	14			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	5-Aug-26	4-Aug-26	29-Jul-26	6-Jul-26	5-Aug-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
S&P500 Index	7,724	7,737	7,316	7,537	6,299	(0.2)	5.6	2.5	22.6	101.2			
Dow Jones	54,349	54,086	51,594	53,056	44,112	0.5	5.3	2.4	23.2	64.0			
Nasdaq	26,363	26,585	24,443	26,121	20,917	(0.8)	7.9	0.9	26.0	151.9			
London FTSE	10,888	10,879	10,908	10,652	9,143	0.1	(0.2)	2.2	19.1	46.1			
German DAX	26,126	26,202	25,460	25,818	23,846	(0.3)	2.6	1.2	9.6	87.6			
Nikkei 225	66,300	63,958	61,434	69,738	40,550	3.7	7.9	(4.9)	63.5	154.1			
Japan TOPIX	4,046	3,962	3,974	4,102	2,937	2.1	1.8	(1.4)	37.8	113.9			
FBM KLCI	1,748	1,733	1,716	1,684	1,539	0.9	1.9	3.8	13.6	16.9			

Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	5-Aug-26	4-Aug-26	29-Jul-26	6-Jul-26	5-Aug-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
UST 2Y	4.18	4.19	4.27	4.11	3.72	(1)	(9)	7	46	71			
UST 10Y	4.61	4.61	4.68	4.47	4.21	0	(6)	14	40	45			
Germany 2Y	2.73	2.72	2.82	2.55	1.91	1	(8)	19	82	61			
Germany 10Y	3.11	3.11	3.16	2.95	2.62	0	(5)	16	49	26			
UK 2Y	4.24	4.24	4.45	4.13	3.83	1	(21)	12	42	51			
UK 10Y	4.89	4.90	5.04	4.79	4.52	(1)	(15)	10	37	41			
Japan 2Y	1.58	1.58	1.49	1.39	0.76	1	10	19	83	40			
Japan 10Y	2.83	2.86	2.77	2.83	1.47	(3)	6	0	136	76			
Australia 2Y	4.50	4.55	4.52	4.44	3.32	(5)	(2)	6	118	44			
Australia 10Y	4.91	4.97	4.92	4.79	4.23	(6)	(1)	12	68	17			
China 2Y	1.25	1.26	1.27	1.24	1.43	(1)	(1)	1	(18)	(12)			
China 10Y	1.71	1.71	1.73	1.74	1.71	0	(2)	(3)	(0)	(15)			
Indonesia 2Y	7.04	7.05	7.01	7.20	5.78	(0)	3	(16)	126	205			
Indonesia 10Y	7.29	7.34	7.33	7.13	6.48	(4)	(3)	16	81	122			
Thailand 2Y	1.09	1.10	1.13	1.08	1.25	(1)	(3)	1	(15)	(3)			
Thailand 10Y	2.04	2.06	2.05	1.98	1.47	(1)	(0)	7	58	40			

Key swap rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	5-Aug-26	4-Aug-26	29-Jul-26	6-Jul-26	5-Aug-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
IRS 1-Year	3.56	3.56	3.52	3.45	3.11	0	3	11	45	35			
IRS 3-Year	3.61	3.61	3.57	3.48	3.02	(1)	4	13	59	34			
IRS 5-Year	3.65	3.67	3.63	3.53	3.09	(2)	2	11	56	30			
IRS 7-Year	3.71	3.73	3.68	3.60	3.16	(2)	2	11	55	30			
IRS 10-Year	3.84	3.83	3.80	3.72	3.31	0	4	12	53	28			
IRS 20-Year	4.15	4.17	3.97	4.03	3.63	(3)	18	11	52	27			

Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	5-Aug-26	4-Aug-26	29-Jul-26	6-Jul-26	5-Aug-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
1-Month Klibor	3.01	3.01	3.01	3.01	3.00	0	0	0	1	1			
3-Month Klibor	3.46	3.46	3.45	3.45	3.22	0	1	1	24	18			
6-Month Klibor	3.49	3.49	3.48	3.48	3.27	0	1	1	22	19			

Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	5-Aug-26	4-Aug-26	29-Jul-26	6-Jul-26	5-Aug-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year AAA	3.61	3.61	3.59	3.58	3.53	0	1	3	8	10			
3-Year AA	3.74	3.74	3.73	3.71	3.69	(0)	0	2	5	7			
3-Year A	4.40	4.40	4.41	4.45	4.52	(0)	(1)	(6)	(13)	(15)			
5-Year AAA	3.70	3.70	3.68	3.66	3.61	0	2	4	9	11			
5-Year AA	3.83	3.83	3.81	3.80	3.78	0	2	3	5	7			
5-Year A	4.54	4.55	4.56	4.62	4.66	(0)	(2)	(7)	(12)	(16)			
10-Year AAA	3.88	3.88	3.86	3.84	3.76	0	2	5	13	11			
10-Year AA	4.01	4.01	3.99	3.97	3.93	0	2	4	9	9			
10-Year A	4.93	4.94	4.95	5.01	5.03	(0)	(2)	(8)	(9)	(18)			

Sources: Bloomberg, AmBank Economics

Note: All values are end-period

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