

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were mostly lower in trading on Wednesday after concerns that the Middle East war could be heating up again lifted oil prices. A Reuters report mentioned that the US was preparing to order staff to leave some embassies in the Persian Gulf, but US officials later clarified that the order was limited to Saudi Arabia. Benchmark yields were mixed for the day by between -1 to +3bps (prior: 0 to 5bps lower), with the curve flattening again. **The benchmark 2-year UST yield was 3bps higher for the day to 4.81% while the 10-year UST bond yield advanced by 1bp to 5.12%.** The day ahead sees the release of the Leading index for September and the usual weekly initial jobless claims figures, as well as a regional manufacturing report for October out of the Kansas City Fed.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.81	3
5-yr UST	4.95	2
10-yr UST	5.12	1
30-yr UST	5.41	-1

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.43	-1	3.44	-2	
5-yr	3.65	2	3.66	2	
7-yr	3.85	2	3.82	-1	
10-yr	3.88	1	3.90	1	
15-yr	4.12	0	4.08	0	
20-yr	4.26	1	4.25	5	
30-yr	4.38	4	4.11	-25	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.67	2
3-yr	3.67	-3
5-yr	3.73	-2
7-yr	3.80	-2
10-yr	3.93	-2

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	301	205
MTD Change	515	3,228

Figures in RM 'mil (as of 14 Oct 2026)

Upcoming Government Bond Tender

Re-opening auction of RM3bn of the benchmark 20Y GII 5/45, on Thursday 22 Oct (with an additional RM1bn to be privately placed)

MGS/GII

- Local govies were weaker in trading on Wednesday, despite the receiving interest seen in the MY IRS markets. Secondary market volume for the day rose by 12% to RM3.25bn versus the RM2.90bn that swapped hands on Tuesday. Overall benchmark yields were mixed by between -2 to +5bps (prior: 0 to 5bps higher), except for the 30Y GII which was skewed by an off-market trade. **The benchmark 5Y MGS 6/31 yield rose by 2bps for the day to 3.65% while the yield on the benchmark 10Y MGS 7/35 advanced by 1bp to 3.88%.** Trading for the day was again led by the off-the-run MGS 11/26, while decent interest was also seen in benchmark 7Y MGS, as well as in the off-the-run MGS 5/27, MGS 6/28 and MGS 7/34. The share of GII trading climbed to 25% of overall govies trading versus the 22% seen the day before. The coming day brings the re-opening of the benchmark 20Y GII 5/45, with RM3bn set to be auctioned at lunchtime, and a further RM1bn to be privately placed.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Wednesday, with secondary market volume for the day easing by 15% to RM397m versus the RM467m that traded on Tuesday. Trading for the day was led by the AA-rated segment of the market. In the GG universe, the interest was led by MRL 8/31, which closed the day at 3.96% (+5bps versus last print). In the AAA-space, BPMB 3/27 and SEB 9/36 led the trading, and settled at 3.86% (+29bps) and 4.47% (+2bps) respectively. Over in AA-rated territory, the activity was led by DRBH 4/30, which closed at 4.51% (+28bps), while in the A-rated arena, SKYWORLD 4/28 and MBSB 12/31, which settled for the day at 5.87% (-1bp) and 4.51% (+112bps) respectively.

Daily Trades: Government Bond

		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	11/26	2.956	676	2.858	10/20/2026	10
MGS	03/27	2.919	3	3.025	10/09/2026	-11
MGS	05/27	3.062	175	3.061	10/20/2026	0
MGS	06/28	3.337	200	3.360	10/20/2026	-2
MGS	03/29	3.425	71	3.437	10/20/2026	-1
MGS	08/29	3.462	56	3.446	10/20/2026	2
MGS	04/30	3.549	40	3.546	10/20/2026	0
MGS	05/30	3.562	110	3.551	10/13/2026	1
MGS	06/31	3.651	120	3.631	10/19/2026	2
MGS	07/32	3.761	85	3.763	10/20/2026	0
MGS	04/33	3.845	334	3.825	10/20/2026	2
MGS	11/33	3.838	136	3.905	10/20/2026	-7
MGS	07/34	3.911	171	3.865	10/20/2026	5
MGS	05/35	3.910	2	3.863	10/15/2026	5
MGS	07/35	3.879	97	3.865	10/20/2026	1
MGS	04/39	4.126	30	4.094	10/19/2026	3
MGS	01/41	4.118	46	4.120	10/20/2026	0
MGS	04/46	4.260	70	4.249	10/20/2026	1
MGS	03/53	4.315	10	4.310	10/19/2026	1
GII	09/27	3.101	94	3.098	10/19/2026	0
GII	07/28	3.351	80	3.342	10/20/2026	1
GII	10/29	3.444	117	3.462	10/20/2026	-2
GII	10/30	3.579	60	3.587	10/20/2026	-1
GII	10/31	3.663	42	3.642	10/19/2026	2
GII	10/32	3.758	150	3.736	10/16/2026	2
GII	03/33	3.818	60	3.827	10/20/2026	-1
GII	06/33	3.839	20	3.823	10/14/2026	2
GII	04/35	3.897	2	3.890	10/19/2026	1
GII	07/36	3.918	150	3.920	10/20/2026	0
GII	03/38	4.058	9	4.056	10/19/2026	0
GII	09/39	4.114	20	4.155	10/20/2026	-4
GII	08/43	4.216	6	4.183	10/20/2026	3
GII	11/49	4.281	12	4.354	10/20/2026	-7
GII	01/56	4.112	1	4.360	10/20/2026	-25
			3253			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing	Vol	Previous	Previous	Chg	Spread
			YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bps)	Against MGS*
Malaysia Rail Link Sdn Berhad	08/31	GG	3.958	80	3.908	19/10/2026	5	31
Prasarana Malaysia Berhad	02/36	GG	4.212	5	4.188	16/10/2026	2	36
Prasarana Malaysia Berhad	03/45	GG	4.519	10	4.123	16/7/2026	40	27
Bank Pembangunan Malaysia Berhad	03/27	AAA	3.861	30	3.574	8/9/2026	29	75
Public Islamic Bank Berhad	12/27	AAA	4.297	1	3.959	19/10/2026	34	118
Petroleum Sarawak Exploration & Production Sdn Bhd	11/32	AAA	4.332	5	3.797	24/6/2026	54	58
Cagamas Berhad	10/33	AAA	4.380	10	n/a	n/a	438	55
Sarawak Energy Berhad	09/36	AAA	4.469	35	4.447	30/9/2026	2	61
Tenaga Nasional Berhad	08/40	AAA	4.633	1	4.142	17/9/2026	49	52
Sabah Credit Corporation	08/27	AA1	4.041	10	4.050	8/10/2026	-1	93
Malayan Cement Berhad (fka Lafarge Malaysia Berhad)	07/29	AA1	4.276	20	3.817	16/7/2026	46	85
PONSB Capital Berhad	12/28	AA2	4.316	10	4.699	15/9/2026	-38	101
AEON Co. (M) Berhad	08/29	AA2	4.296	20	3.796	23/6/2026	50	87
OSK Rated Bond Sdn Berhad	04/28	AA	4.176	15	4.123	19/10/2026	5	87
AEON Credit Service (M) Berhad	04/29	AA3	4.305	20	3.831	10/8/2026	47	100
AEON Credit Service (M) Berhad	11/30	AA3	4.488	10	4.497	12/10/2026	-1	93
Malayan Banking Berhad	02/17	AA3	4.686	5	4.853	13/10/2026	-17	44
MMC Corporation Berhad	11/27	AA-	4.275	10	4.246	15/10/2026	3	116
DRB-Hicom Berhad	04/30	AA-	4.505	50	4.226	25/9/2026	28	94
UMW Holdings Berhad	04/18	AA-	4.963	1	4.803	20/10/2026	16	72
SkyWorld Capital Berhad	04/28	A	5.872	12	5.885	13/10/2026	-1	256
Tropicana Corporation Berhad	11/28	A	5.543	1	6.148	13/10/2026	-61	223
Tropicana Corporation Berhad	11/28	A	5.150	1	5.510	16/10/2026	-36	184
SkyWorld Capital Berhad	07/29	A	6.228	6	n/a	n/a	623	280
MBSB Bank Berhad (fka Asian Finance Bank Berhad)	12/31	A	4.510	20	3.395	8/9/2026	112	86
DRB-Hicom Berhad	12/14	A	5.006	1	5.114	20/10/2026	-11	76
Bank Muamalat Malaysia Berhad	07/32	A3	4.488	10	5.052	6/8/2026	-56	74
			397					

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
MBSB Bank Berhad	Structured Covered Sukuk Murabahah Tranche 4	AAA/Stable	Affirmed
Poseidon ABS Berhad	Third Tranche Senior MTN	AAA/Stable	Upgraded
	Fourth Tranche Senior MTN	AA2/Stable	Affirmed
	Fifth Tranche Senior MTN	AA1/Stable	Affirmed
Al-`Aqar Healthcare Real Estate Investment Trust	Corporate credit rating	AA3/Stable/P1	Assigned
Al-`Aqar Capital Sdn Bhd	RM3bn Sukuk Wakalah Programme (2026/-): RM3bn Senior Sukuk Wakalah RM500m Subordinated Perpetual Sukuk Wakalah	AA3(s)/Stable A2(s)/Stable	Assigned preliminary ratings

Source: RAM, MARC

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