



Fixed Income & FX Research

26 June 2026

Macro: US core PCE inflation rose 0.4% m/m in May versus 0.5% consensus.

Forex: DXY was softer as the market assessed the recent batch of US data and easing in energy prices.

Fixed Income: Malaysian government bonds posted modest gains with longer-duration papers leading the move, while GILs outperformed following firm demand at the 20Y GIL reopening.

Macro

Global: US core PCE inflation rose 0.4% m/m in May (consensus: 0.5%; April: 0.4%), driven by services inflation at 0.5% m/m (prior: 0.3%) while goods inflation eased to 0.4% (prior: 0.7%). This brings annual core PCE inflation to 3.4% y/y, its highest since October 2023, and at the median of Fed dot plot forecasts during its June meeting. Combined with other indicators such as real US personal spending rising 0.3% m/m in May (April: 0.0%), a rebound in US core capital goods orders by 1.6% m/m in May (April: -0.7%), upward revisions to annualised 1Q2026 GDP growth at 2.1% (prior estimate: 1.6%), and a four-week downtick streak in initial jobless claims, overall datapoints continue to reinforce markets' conviction of one Fed rate hike by end-2026, though bets of a second hike by 1Q2027 has fallen since the Fed's recent FOMC meeting.

Malaysia: The MOF said MYR11.2 billion has been spent on RON95 subsidies since the rollout of its new targeted subsidy approach over the past eight months (as of end-May). It added that, based on prevailing market prices, RON95 and diesel subsidies are estimated at MYR2 billion and MYR1.5 billion respectively, thereby driving the government's ongoing cost-cutting measures and the reorganisation of annual spending priorities. Separately, Economy Minister Akmal Nasrullah said labour markets and the business landscape have remained broadly resilient in 1H2026.

Forex

Global: DXY (-0.2%) saw some softness after its recent rally, as investors assessed the latest batch of US data, the sharp easing in energy prices, and the implications for the Fed outlook. EUR (+0.1%) gained support, while the GBP (+0.2%) continue to see a better relief rally amid fading political uncertainties, though questions on Burnham's fiscal policies remain ahead. JPY volatility (0.0%) remained lower than that of major peers amid continued bearish investor positioning vs fears of MOF intervention, with USD/JPY now approaching 162. This comes as BOJ board member Tamura advocated for speeding up rate hikes to "once every few months", citing rising import costs and changes in companies' price-setting behaviour. AUD gains (+0.1%) were in line with peers, as markets weighed the rebound in Australia's May employment data vs the downward revision in April.

Malaysia: MYR rebound (+0.4%) continued gaining traction after BNM's earlier announcement to encourage fund inflows into Malaysia further. Daily FX turnover was also observed at near-record highs of USD26.1 billion on Thursday.

Fixed Income

Global Bonds: Not as bad as feared PCE inflation caused yields to decline on Thursday. Meanwhile, the Treasury Department's sale of 7Y UST with a USD77 billion size garnered a firm 2.50x BTC.

MYR Bonds: The onshore government bond market posted modest gains, with longer-duration papers leading interest, while GILs outperformed following firm demand at the 20Y GIL reopening. The MYR3.0 billion public tender received bids totalling MYR9.4 billion.

Commodities

Brent (+2.1%) saw a slight rebound amid an unknown projectile strike on a cargo ship, leading some vessels to reverse course amid renewed safety concerns over the Hormuz corridor. Separately, sources indicate that Iraq is considering all options, including leaving OPEC, if its production quota is not significantly increased. Iraq is among the founding members of OPEC and

FX Daily Rates

Vs. USD	Last Close	Per cent
DXY	101.43	(0.2)
EUR/USD	1.137	0.1
AUD/USD	0.691	0.1
GBP/USD	1.319	0.2
USD/JPY	161.79	0.0
USD/MYR	4.119	(0.4)
USD/IDR	17,925	(0.1)
USD/THB	33.35	(0.2)
USD/SGD	1.296	(0.1)
USD/CNY	6.802	(0.2)

Ringgit Outlook for The Week

	1	2
Resistance	4.218	4.295
Support	3.985	3.830

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	4.12	(2)
UST 10Y	4.39	0
Germany 10Y	2.86	(1)
UK 10Y	4.70	1
Japan 10Y	2.63	(4)
Australia 10Y	4.73	(3)
China 10Y	1.73	(1)

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.25	(1)
5-Year	3.40	(1)
7-Year	3.55	(2)
10-Year	3.61	(1)
15-Year	3.84	(1)
20-Year	3.97	0
30-Year	4.11	(0)

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.46	(0)
IRS 3-Year	3.50	1
IRS 5-Year	3.53	(0)
IRS 7-Year	3.59	(2)
IRS 10-Year	3.73	0
3M KLIBOR	3.42	2

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bbl)	75.26	2.1
WTI (USD/bbl)	71.92	2.2
Gold (USD/oz)	4,027	0.7
CPO (RM/tonne)	4,513	(1.4)

Policy Rates

Central Banks	Current	Next
US Fed Funds	3.75	30-Jul
ECB Deposit Rate	2.25	23-Jul
BOE Base Rate	3.75	30-Jul
RBA Cash Rate	4.35	11-Aug
BOJ Cash Rate	1.00	31-Jul
RBNZ Cash Rate	2.25	08-Jul
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	09-Jul

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.

the current second-largest producer within the group (after the UAE's exit), raising significant risks of further OPEC fracture, which may herald unconstrained supply from Saudi Arabia – such as during its previous policy clash with Russia.

Currencies

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	25-Jun-26	24-Jun-26	18-Jun-26	26-May-26	25-Jun-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	101.43	101.61	100.85	99.17	97.68	(0.2)	0.6	2.3	3.8	3.2			
EUR/USD	1.137	1.136	1.146	1.163	1.166	0.1	(0.8)	(2.2)	(2.5)	(3.2)			
AUD/USD	0.691	0.690	0.701	0.717	0.651	0.1	(1.5)	(3.6)	6.1	3.6			
GBP/USD	1.319	1.317	1.321	1.345	1.366	0.2	(0.1)	(1.9)	(3.5)	(2.1)			
USD/JPY	161.79	161.78	161.38	159.3	145.24	0.0	0.3	1.6	11.4	3.2			
USD/MYR	4.119	4.136	4.117	3.971	4.237	(0.4)	0.0	3.7	(2.8)	1.4			
USD/IDR	17,925	17,943	17,710	17,789	16,290	(0.1)	1.2	0.8	10.0	7.4			
USD/THB	33.35	33.43	32.75	32.64	32.66	(0.2)	1.8	2.2	2.1	5.9			
USD/SGD	1.296	1.297	1.290	1.278	1.279	(0.1)	0.5	1.5	1.4	0.8			
USD/CNY	6.802	6.813	6.778	6.785	7.173	(0.2)	0.3	0.2	(5.2)	(2.5)			
USD/KRW	1,543	1,542	1,539	1,508	1,362	0.1	0.3	2.4	13.3	7.2			
USD/INR	94.40	94.66	94.33	95.69	86.09	(0.3)	0.1	(1.3)	9.7	5.0			
USD/PHP	61.31	61.55	60.59	61.58	56.71	(0.4)	1.2	(0.4)	8.1	4.2			
USD/TWD	31.85	31.77	31.59	31.43	29.38	0.2	0.8	1.3	8.4	1.4			
USD/HKD	7.841	7.840	7.837	7.836	7.850	0.0	0.0	0.1	(0.1)	0.7			
USD/VND	26,320	26,332	26,326	26,344	26,152	(0.0)	(0.0)	(0.1)	0.6	0.1			
NZD/USD	0.565	0.565	0.576	0.584	0.604	(0.1)	(1.9)	(3.2)	(6.5)	(1.9)			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	25-Jun-26	24-Jun-26	18-Jun-26	26-May-26	25-Jun-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.679	4.695	4.725	4.621	4.916	(0.3)	(1.0)	1.3	(4.8)	(1.8)			
GBP/MYR	5.431	5.450	5.451	5.355	5.767	(0.3)	(0.4)	1.4	(5.8)	(0.5)			
AUD/MYR	2.842	2.850	2.888	2.845	2.752	(0.3)	(1.6)	(0.1)	3.3	4.7			
JPY/MYR	2.545	2.557	2.551	2.491	2.918	(0.5)	(0.2)	2.2	(12.8)	(1.8)			
SGD/MYR	3.176	3.187	3.192	3.106	3.309	(0.3)	(0.5)	2.3	(4.0)	0.6			
10 CNY/MYR	6.057	6.075	6.081	5.849	5.908	(0.3)	(0.4)	3.6	2.5	4.3			
1 million IDR/MYR	2.296	2.305	2.313	2.228	2.600	(0.4)	(0.7)	3.1	(11.7)	(5.7)			
THB/MYR	12.337	12.376	12.556	12.181	12.983	(0.3)	(1.7)	1.3	(5.0)	(3.9)			
10 HKD/MYR	5.252	5.277	5.253	5.064	5.400	(0.5)	(0.0)	3.7	(2.7)	0.7			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	25-Jun-26	24-Jun-26	18-Jun-26	26-May-26	25-Jun-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	75.26	73.74	79.85	99.58	67.68	2.1	(5.7)	(24.4)	11.2	23.7			
WTI (USD/barrel)	71.92	70.34	76.6	93.89	64.92	2.2	(6.1)	(23.4)	10.8	25.3			
Gold (USD/oz)	4,027	3,999	4,210	4,508	3,332	0.7	(4.4)	(10.7)	20.8	(6.8)			
Malaysia CPO (RM/tonne)	4,513	4,575	4,510	4,429	3,939	(1.4)	0.1	1.9	14.6	12.9			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	25-Jun-26	24-Jun-26	18-Jun-26	26-May-26	25-Jun-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.25	3.26	3.25	3.23	3.13	(1)	(0)	2	11	25			
5-Year	3.40	3.41	3.44	3.41	3.22	(1)	(4)	(1)	18	15			
7-Year	3.55	3.56	3.56	3.54	3.41	(2)	(1)	0	13	17			
10-Year	3.61	3.62	3.60	3.59	3.54	(1)	1	2	7	11			
15-Year	3.84	3.85	3.84	3.82	3.71	(1)	0	3	13	8			
20-Year	3.97	3.97	3.97	3.96	3.79	0	0	1	18	12			
30-Year	4.11	4.11	4.10	4.08	4.01	(0)	1	3	10	13			

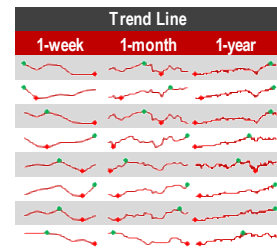
Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	25-Jun-26	24-Jun-26	18-Jun-26	26-May-26	25-Jun-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.25	3.26	3.24	3.22	3.17	(0)	2	3	8	15			
5-Year	3.39	3.39	3.37	3.37	3.31	0	2	2	9	14			
7-Year	3.55	3.56	3.55	3.55	3.40	(0)	0	0	16	21			
10-Year	3.62	3.62	3.60	3.61	3.54	(0)	2	1	8	9			
15-Year	3.91	3.92	3.89	3.88	3.71	(1)	3	3	20	16			
20-Year	4.00	4.01	3.98	3.97	3.77	(1)	2	3	23	14			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year
	25-Jun-26	24-Jun-26	18-Jun-26	26-May-26	25-Jun-25
S&P500 Index	7,357	7,358	7,501	7,519	6,092
Dow Jones	51,921	51,849	51,565	50,462	42,982
Nasdaq	25,359	25,477	26,518	26,656	19,974
London FTSE	10,530	10,462	10,400	10,491	8,719
German DAX	24,995	24,740	25,027	25,185	23,498
Nikkei 225	72,366	69,175	71,053	64,996	38,942
Japan TOPIX	4,016	3,964	4,068	3,938	2,762
FBM KLCI	1,664	1,682	1,711	1,699	1,520

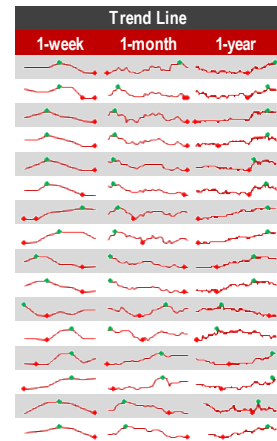
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.0)	(1.9)	(2.1)	20.8	91.6
0.1	0.7	2.9	20.8	56.6
(0.5)	(4.4)	(4.9)	27.0	142.3
0.7	1.3	0.4	20.8	41.3
1.0	(0.1)	(0.8)	6.4	79.5
4.6	1.8	11.3	85.8	177.3
1.3	(1.3)	2.0	44.4	112.3
(1.1)	(2.8)	(2.1)	9.5	11.3



Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year
	25-Jun-26	24-Jun-26	18-Jun-26	26-May-26	25-Jun-25
UST 2Y	4.12	4.15	4.18	4.03	3.78
UST 10Y	4.39	4.39	4.45	4.48	4.29
Germany 2Y	2.53	2.55	2.61	2.59	1.84
Germany 10Y	2.86	2.87	2.93	2.98	2.57
UK 2Y	4.12	4.13	4.19	4.30	3.86
UK 10Y	4.70	4.68	4.76	4.88	4.48
Japan 2Y	1.42	1.43	1.39	1.41	0.73
Japan 10Y	2.63	2.68	2.62	2.73	1.40
Australia 2Y	4.42	4.45	4.47	4.59	3.18
Australia 10Y	4.73	4.76	4.77	4.91	4.12
China 2Y	1.27	1.25	1.25	1.25	1.38
China 10Y	1.73	1.74	1.73	1.75	1.66
Indonesia 2Y	7.14	7.20	7.13	6.63	6.11
Indonesia 10Y	7.18	7.22	7.05	6.71	6.68
Thailand 2Y	1.13	1.14	1.14	1.25	1.42
Thailand 10Y	2.03	2.07	2.07	2.34	1.66

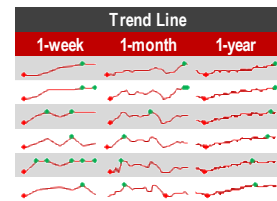
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(2)	(5)	9	34	65
0	(6)	(9)	10	23
(2)	(8)	(6)	69	41
(1)	(7)	(12)	29	0
(1)	(7)	(18)	26	38
1	(6)	(18)	22	22
(1)	3	1	69	24
(4)	1	(9)	124	57
(3)	(5)	(17)	124	37
(3)	(4)	(18)	61	(1)
1	1	2	(11)	(11)
(1)	0	(2)	8	(12)
(7)	1	50	103	214
(4)	13	47	50	111
(1)	(2)	(13)	(29)	1
(4)	(4)	(31)	37	39



Key swap rates

	Latest	1-day	1 week	1-Month	1-Year
	25-Jun-26	24-Jun-26	18-Jun-26	26-May-26	25-Jun-25
IRS 1-Year	3.46	3.47	3.40	3.40	3.25
IRS 3-Year	3.50	3.50	3.45	3.46	3.14
IRS 5-Year	3.53	3.54	3.51	3.53	3.23
IRS 7-Year	3.59	3.61	3.59	3.61	3.33
IRS 10-Year	3.73	3.73	3.71	3.74	3.45
IRS 20-Year	4.03	4.05	4.04	4.08	3.74

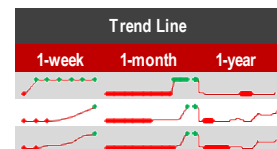
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(0)	6	6	22	26
1	5	4	36	24
(0)	3	0	31	18
(2)	0	(2)	27	18
0	2	(1)	28	17
(2)	(1)	(5)	29	15



Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year
	25-Jun-26	24-Jun-26	18-Jun-26	26-May-26	25-Jun-25
1-Month Klibor	3.01	3.01	3.01	3.00	3.26
3-Month Klibor	3.42	3.40	3.36	3.35	3.50
6-Month Klibor	3.44	3.43	3.39	3.39	3.54

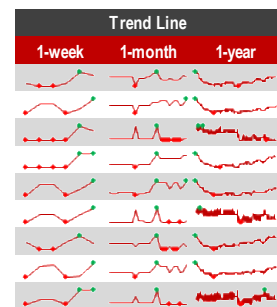
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	1	(25)	1
2	6	7	(8)	14
1	5	5	(10)	14



Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year
	25-Jun-26	24-Jun-26	18-Jun-26	26-May-26	25-Jun-25
3-Year AAA	3.58	3.58	3.57	3.57	3.62
3-Year AA	3.71	3.71	3.71	3.71	3.77
3-Year A	4.45	4.45	4.45	4.45	4.55
5-Year AAA	3.66	3.66	3.66	3.65	3.69
5-Year AA	3.80	3.79	3.79	3.79	3.85
5-Year A	4.62	4.62	4.62	4.62	4.68
10-Year AAA	3.83	3.83	3.83	3.83	3.84
10-Year AA	3.97	3.96	3.96	3.96	4.01
10-Year A	5.02	5.02	5.02	5.02	5.02

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(0)	0	0	(4)	7
0	1	1	(6)	5
(0)	0	0	(10)	(9)
0	0	1	(2)	7
0	1	1	(6)	4
0	0	0	(5)	(8)
(0)	(0)	(0)	(2)	6
1	1	1	(3)	5
0	0	(0)	0	(9)



Sources: Bloomberg, AmBank Economics

Note: All values are end-period

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