

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were a little softer in trading on Monday, after news that the Federal Reserve was served with subpoenas by the Department of Justice, bringing Fed independence to the fore. Initial larger losses were pared after good demand was seen for USD58bn of new 3yr USTs and USD39bn of 10yr USTs in auctions due. Overall benchmark UST yields closed the day higher by between 0 to 2bps, with the yield curve bear steepening a touch. **The benchmark 2-year UST note yield was little changed for the day at 3.54% while the 10-year UST bond yield advanced by 1bp to 4.18%.** The day ahead sees the release of CPI figures for December, as well as new home sales and building permit numbers from October.

		UST			
Tenure	Closing (%)	Chg (bps)		Closing (%)	Chg (bps)
2-yr UST	3.54	0			
5-yr UST	3.75	1			
10-yr UST	4.18	1			
30-yr UST	4.83	2			

		MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	2.99	-2	3.09	0	
5-yr	3.27	1	3.27	0	
7-yr	3.42	0	3.34	0	
10-yr	3.53	2	3.51	0	
15-yr	3.76	0	3.71	0	
20-yr	3.86	2	3.85	0	
30-yr	3.94	7	4.00	0	

* Market indicative levels

MYR IRS Levels			
IRS	Closing (%)	Chg (bps)	
1-yr	3.23	1	
3-yr	3.32	2	
5-yr	3.41	1	
7-yr	3.48	0	
10-yr	3.63	1	

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-181	0
MTD Change	-873	-200

Figures in RM 'mil (as of 06 Jan 2026)

Upcoming Government Bond Tender

New Issuance of RM3.5bn of a new 15Y benchmark MGS (maturing in Jan 2041) on Wednesday, 14 Jan (with an additional RM1.5bn to be privately placed)

MGS/GII

- Local govvies were slightly weaker in trading on Monday, amidst the announcement of the issuance of RM5bn of a new 15Y benchmark MGS. Secondary market volume rose by 22% to RM6.48bn versus the RM5.30bn that traded on Friday. Overall benchmark yields were mixed by between -2 to +2bps (prior: 0 to 3bps higher), except for the 30Y MGS which was correcting from previous off-market trades. **The benchmark 5Y MGS 5/30 yield was 1bp higher for the day at 3.27% while the yield on the benchmark 10Y MGS 7/35 advanced by 2bps to 3.53%.** Trading interest for the day was led by the off-the-run GII 9/27, while decent interest was also seen in the off-the-run MGS 7/26 and GII 9/26, as well as in the benchmark 3Y GII and 7Y MGS. The share of GII trading climbed to 53% of overall trading versus the 45% seen the day before. There are no economic releases for the coming day.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Monday in a quiet session, with secondary market volume for the day plunging by 66% to RM377m versus the RM1,109m that swapped hands on Friday. There were no GG trades for the day, and trading was led by the AA-rated segment of the market. In the AAA-space, trading was led by SMJE 10/30 and INFRACAP 4/35, which settled at 3.75% (+1bp versus last print) and 3.73% (-1bp) respectively. Over in the AA-rated territory, activity was led by GENM 3/27 and BUMITAMA 7/26, which closed the day at 3.98% (+2bps) and 3.61% (unchanged) respectively, while in the A-rated universe, trading was led by IJML 5.73% Perps and AFFINISL 10/33, which settled the day at 3.77% (-98bps) and 3.71% (unchanged) respectively.

Daily Trades: Government Bond

Securities	Closing	Vol	Previous	Previous	Chg	
	YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)	
MGS	07/26	2.807	561	2.832	01/09/2026	-2
MGS	11/26	2.879	20	2.876	01/09/2026	0
MGS	05/27	2.881	161	2.876	01/09/2026	0
MGS	11/27	2.901	47	2.886	01/07/2026	1
MGS	04/28	2.988	210	3.003	01/09/2026	-2
MGS	06/28	3.066	54	3.050	01/09/2026	2
MGS	08/29	3.154	203	3.148	01/08/2026	1
MGS	04/30	3.270	80	3.254	01/09/2026	2
MGS	05/30	3.265	325	3.256	01/09/2026	1
MGS	04/31	3.347	37	3.336	01/09/2026	1
MGS	06/31	3.322	124	3.324	01/09/2026	0
MGS	07/32	3.418	525	3.418	01/09/2026	0
MGS	04/33	3.462	110	3.458	01/09/2026	0
MGS	11/33	3.492	30	3.492	01/09/2026	0
MGS	07/34	3.523	94	3.525	01/09/2026	0
MGS	05/35	3.544	50	3.512	01/09/2026	3
MGS	07/35	3.526	150	3.507	01/09/2026	2
MGS	04/37	3.662	3	3.662	01/09/2026	0
MGS	04/39	3.757	96	3.755	01/09/2026	0
MGS	10/42	3.851	50	3.840	01/09/2026	1
MGS	05/44	3.862	100	3.847	01/09/2026	2
MGS	07/48	3.961	5	3.942	01/09/2026	2
MGS	06/50	3.924	3	3.975	01/09/2026	-5
MGS	07/55	3.937	1	3.871	01/09/2026	7
GII	03/26	2.852	245	2.816	01/09/2026	4
GII	09/26	2.851	548	2.851	01/09/2026	0
GII	06/27	2.983	10	2.986	12/19/2025	0
GII	09/27	3.003	604	2.998	01/09/2026	0
GII	07/28	3.095	410	3.093	01/09/2026	0
GII	08/30	3.273	210	3.271	01/09/2026	0
GII	10/31	3.342	320	3.340	01/09/2026	0
GII	10/32	3.428	90	3.421	01/09/2026	1
GII	06/33	3.478	110	3.467	01/09/2026	1
GII	08/33	3.497	330	3.483	01/09/2026	1
GII	11/34	3.511	60	3.498	01/09/2026	1
GII	07/36	3.569	160	3.564	01/09/2026	0
GII	09/39	3.764	56	3.745	01/08/2026	2
GII	09/41	3.796	5	3.779	01/08/2026	2
GII	08/43	3.819	2	3.825	01/09/2026	-1
GII	05/45	3.852	10	3.848	01/08/2026	0
GII	11/49	3.987	130	3.966	01/07/2026	2
GII	03/54	4.000	140	3.998	01/09/2026	0
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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*	
Danga Capital Berhad	02/26	AAA	3.257	5	3.267	6/1/2026	-1	40
SMJ Energy Sdn Berhad (fka SMJ Sdn Berhad)	10/30	AAA	3.747	20	3.735	6/1/2026	1	49
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.599	5	3.667	12/12/2025	-7	34
Public Bank Berhad	07/32	AAA	3.716	10	3.718	6/1/2026	0	31
Pengurusan Air SPV Berhad	02/33	AAA	3.668	1	3.648	14/10/2025	2	26
Malaysia Airport Holdings Berhad	11/34	AAA	3.753	5	3.749	8/1/2026	0	26
Infracap Resources Sdn Berhad	04/35	AAA	3.727	20	3.737	6/1/2026	-1	23
GENM Capital Berhad	03/27	AA1	3.975	40	3.960	9/1/2026	2	112
Bumitama Agri Ltd	07/26	AA2	3.612	30	3.607	7/1/2026	0	76
SP Setia Berhad	06/26	AA	3.478	20	3.473	5/1/2026	1	62
AEON Credit Service (M) Berhad	05/32	AA3	3.772	20	3.770	9/1/2026	0	44
AEON Credit Service (M) Berhad	09/32	AA3	3.769	20	3.780	9/1/2026	-1	36
Konsortium Lebuhraya Utara-Timur (KL) Sdn Berh.	12/28	AA-	4.035	10	4.353	17/4/2025	-32	104
Malakoff Power Berhad	12/28	AA-	3.716	20	3.715	28/10/2025	0	72
UDA Holdings Berhad	05/31	AA-	4.169	20	4.198	27/8/2025	-3	91
LBS Bina Group Berhad	01/32	AA-	3.957	10	3.957	30/12/2025	0	62
Southern Power Generation Sdn Berhad	10/32	AA-	3.871	10	4.229	7/5/2024	-36	46
Affin Islamic Bank Berhad	10/33	A1	3.707	30	3.706	16/12/2025	0	25
IJM Land Berhad	03/19	A2	3.774	60	4.751	15/10/2025	-98	-8
Qualitas Sukuk Berhad	03/25	A2	5.773	1	5.900	5/12/2025	-13	192
MBSB Bank Berhad (fka Asian Finance Bank Berha	12/31	A	3.616	20	4.182	12/12/2025	-57	28
Affin Bank Berhad	06/18	A3	3.929	1	3.999	7/1/2026	-7	7

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* 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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