



Fixed Income & FX Research

29 October 2026

Macro: The Fed left the Fed Funds Rate (FFR) unchanged at 3.75-4.00% as widely expected, with two policymakers dissenting in favour of another rate hike.

Forex: DXY eased slightly as markets interpreted subtle changes in the Fed's policy statement as leaning slightly more dovish than earlier expected.

Fixed Income: Players reacted to the Fed holding rates but are still not pushing yields lower amid expectations that the current interest rate hike cycle is not done.

Macro

Global: The Fed left the Fed Funds Rate (FFR) unchanged at 3.75-4.00%, as widely expected, with two policymakers seen dissenting in favour of another rate hike. While the Fed indicated that inflation remains elevated and that domestic spending and job gains have been resilient, it provided no clear indication that a December rate hike is off the table, emphasising a data-driven approach once again. He hinted that price stability is an aim of the Fed, but also said that financial conditions have tightened somewhat since the last Fed decision in September. Fed Chairman Kevin Warsh also confirmed that the Fed will slash the number of monetary policy meetings to six annually (currently eight) by 2028, with 2027 (a transition year) seeing seven rate-setting meetings. Besides the Fed decision, the BOC was seen hiking rates to 2.50% - its first hike since 2023- while the RBNZ unexpectedly held rates unchanged at 2.75% in a tight 4-3 vote.

Malaysia: Domestic producer price inflation accelerated to 12% y/y in September (August: 10.7%), driven primarily by the extraction of crude petroleum (+74% y/y) within the mining sector (+54%). Manufacturing PPI was seen at 9.4% y/y (August: 8.8%), driven by the export-oriented segments of refined petroleum products (+35%) and computer, electronic, and optical products (+12.9%).

Forex

Global: DXY (-0.1%) eased slightly, as markets interpreted subtle changes in the Fed's policy statement as leaning slightly more dovish than earlier expected. EUR (+0.3%) saw a firmer rebound, though further support will likely hinge on the ECB's policy decision today and Eurozone GDP/inflation data end-week, given continued concerns on French fiscal conditions. GBP (+0.2%) remain trading at a two-week low despite sharp gains on UK Gilts, after UK Chancellor Healey reaffirmed fiscal discipline in his first budget, while the deficit headroom was in line with market expectations. AUD (+0.4%) rebounded to a five-week high following hotter-than-expected inflation data in Australia, with monthly CPI jumping to 4.3% y/y in September (consensus: 4.2%; August: 4.0%), while core CPI fared as expected. This pushed inflation further above the RBA's 2-3% target range, reinforcing market conviction of an RBA hike next week to 88% probability (prior: 60%) – especially given RBA Governor Bullock's warning that price pressures have exceeded the RBA's forecasts back in August. Meanwhile, the CAD (+0.4%) and NZD (-1.0%) saw a divergent performance on account of the BOC's and RBNZ's respective monetary policy decisions.

Asia: CNY was in range and sustaining near strongest levels since mid-October. PBOC reportedly injected CNY151 billion in open market operations, but the aim we think is to smooth liquidity, amid the firm CNY, and expectations of large sovereign offerings (including central and local government debts) in November to December (Bloomberg reports CNY2.2 trillion push or the second-highest amount on record for the period) in an effort to boost fiscal spending and the economy. MYR (+0.3%) strengthened, hovering within 4.075-4.080 most of yesterday, This was despite the firm dollar though the DXY index pared gains after reaching about 102.49 level intraday.

Fixed Income

Global Bonds: The UST market steadied after intraday losses. Players reacted to the Fed holding rates but are still not pushing yields to go lower amid expectations that the current interest rate hike cycle is not done.

MYR Bonds: Malaysian government bonds weakened further yesterday. The losses came ahead of the FOMC meeting and reflects the expectations that policymakers are still cautious against inflation.

FX Daily Rates

Vs. USD	Last Close	Per cent
DXY	102.19	(0.1)
EUR/USD	1.115	0.3
AUD/USD	0.705	0.4
GBP/USD	1.333	0.2
USD/JPY	157.84	(0.1)
USD/MYR	4.076	(0.3)
USD/IDR	18,183	0.2
USD/THB	33.75	(0.1)
USD/SGD	1.282	0.0
USD/CNY	6.662	(0.0)

Ringgit Outlook for The Week

	1	2
Resistance	4.094	4.104
Support	4.073	4.062

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	4.70	(4)
UST 10Y	5.02	2
Germany 10Y	3.37	1
UK 10Y	5.32	(3)
Japan 10Y	2.83	2
Australia 10Y	5.21	6
China 10Y	1.62	0

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.41	0
5-Year	3.69	2
7-Year	3.90	1
10-Year	3.95	1
15-Year	4.18	1
20-Year	4.30	2
30-Year	4.38	1

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.69	3
IRS 3-Year	3.71	1
IRS 5-Year	3.76	1
IRS 7-Year	3.84	0
IRS 10-Year	3.95	(1)
3M KLIBOR	3.55	0

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bbl)	115.32	1.3
WTI (USD/bbl)	102.78	2.9
Gold (USD/oz)	4,067	0.2
CPO (RM/tonne)	4,454	(0.2)

Policy Rates (%)

Central Banks	Current	Next
US Fed Funds	4.00	10-Dec
ECB Deposit Rate	2.50	29-Oct
BOE Base Rate	3.75	05-Nov
RBA Cash Rate	4.60	03-Nov
BOJ Cash Rate	1.25	30-Oct
RBNZ Cash Rate	2.75	09-Dec
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	05-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.

Ringgit corporate bonds remained weak as well and trading was focused on higher grade papers amid the lack of positive interest. PLUS 01/36 (AAA) rose 2 bps to close at 4.48%.

Commodities

Oil prices remain hovering at elevated levels, amid continued attacks on Saudi Arabia, and fears of renewed US military operations post-US midterm elections, as Iran rejected a fresh draft proposal from the US to end the war.

Currencies

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	28-Oct-26	27-Oct-26	21-Oct-26	28-Sep-26	28-Oct-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	102.19	102.32	101.78	101.20	98.67	(0.1)	0.4	1.0	3.6	3.9			
EUR/USD	1.115	1.113	1.123	1.137	1.165	0.3	(0.7)	(1.9)	(4.3)	(5.0)			
AUD/USD	0.705	0.703	0.703	0.702	0.659	0.4	0.4	0.5	7.1	5.7			
GBP/USD	1.333	1.331	1.339	1.326	1.327	0.2	(0.5)	0.5	0.4	(1.1)			
USD/JPY	157.84	157.95	158.14	157.39	152.11	(0.1)	(0.2)	0.3	3.8	0.7			
USD/MYR	4.076	4.089	4.080	4.082	4.198	(0.3)	(0.1)	(0.2)	(2.9)	0.4			
USD/IDR	18,183	18,153	18,005	17,975	16,605	0.2	1.0	1.2	9.5	8.9			
USD/THB	33.75	33.77	33.63	33.59	32.45	(0.1)	0.4	0.5	4.0	7.1			
USD/SGD	1.282	1.281	1.277	1.277	1.294	0.0	0.3	0.3	(1.0)	(0.3)			
USD/CNY	6.662	6.665	6.675	6.713	7.096	(0.0)	(0.2)	(0.8)	(6.1)	(4.5)			
USD/KRW	1,343	1,327	1,327	1,358	1,433	1.3	1.2	(1.1)	(6.3)	(6.7)			
USD/INR	95.23	95.12	94.47	95.99	88.27	0.1	0.8	(0.8)	7.9	6.0			
USD/PHP	64.04	64.18	63.36	62.55	59.14	(0.2)	1.1	2.4	8.3	8.9			
USD/TWD	32.43	32.47	32.47	31.80	30.62	(0.1)	(0.1)	2.0	5.9	3.2			
USD/HKD	7.846	7.845	7.847	7.845	7.770	0.0	(0.0)	0.0	1.0	0.8			
USD/VND	25,851	25,834	25,859	25,972	26,320	0.1	(0.0)	(0.5)	(1.8)	(1.7)			
NZD/USD	0.563	0.568	0.570	0.567	0.578	(1.0)	(1.3)	(0.7)	(2.7)	(2.3)			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	28-Oct-26	27-Oct-26	21-Oct-26	28-Sep-26	28-Oct-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.536	4.555	4.578	4.644	4.891	(0.4)	(0.9)	(2.3)	(7.3)	(4.8)			
GBP/MYR	5.416	5.445	5.466	5.413	5.591	(0.5)	(0.9)	0.1	(3.1)	(0.7)			
AUD/MYR	2.866	2.874	2.867	2.864	2.753	(0.3)	(0.0)	0.1	4.1	5.6			
JPY/MYR	2.583	2.588	2.581	2.594	2.759	(0.2)	0.1	(0.4)	(6.4)	(0.3)			
SGD/MYR	3.179	3.190	3.193	3.193	3.241	(0.3)	(0.4)	(0.4)	(1.9)	0.7			
10 CNY/MYR	6.115	6.131	6.113	6.082	5.910	(0.3)	0.0	0.5	3.5	5.3			
1 million IDR/MYR	2.242	2.252	2.265	2.270	2.527	(0.4)	(1.0)	(1.2)	(11.3)	(7.9)			
THB/MYR	12.067	12.116	12.140	12.145	12.941	(0.4)	(0.6)	(0.6)	(6.8)	(6.0)			
10 HKD/MYR	5.197	5.212	5.200	5.204	5.401	(0.3)	(0.1)	(0.1)	(3.8)	(0.4)			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	28-Oct-26	27-Oct-26	21-Oct-26	28-Sep-26	28-Oct-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	115.32	113.88	108.82	105.28	64.4	1.3	6.0	9.5	79.1	89.5			
WTI (USD/barrel)	102.78	99.9	97.15	92.6	60.15	2.9	5.8	11.0	70.9	79.0			
Gold (USD/oz)	4,067	4,060	4,141	4,116	3,952	0.2	(1.8)	(1.2)	2.9	(5.8)			
Malaysia CPO (RM/tonne)	4,454	4,462	4,522	4,466	4,284	(0.2)	(1.5)	(0.3)	4.0	11.4			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	28-Oct-26	27-Oct-26	21-Oct-26	28-Sep-26	28-Oct-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.41	3.41	3.43	3.47	3.12	0	(2)	(6)	29	41			
5-Year	3.69	3.68	3.65	3.76	3.23	2	5	(6)	46	44			
7-Year	3.90	3.90	3.83	4.02	3.42	1	7	(12)	48	52			
10-Year	3.95	3.94	3.86	4.01	3.48	1	9	(6)	47	45			
15-Year	4.18	4.17	4.12	4.18	3.73	1	6	(0)	45	42			
20-Year	4.30	4.28	4.25	4.32	3.92	2	5	(2)	38	45			
30-Year	4.38	4.37	4.34	4.43	4.02	1	4	(4)	36	40			

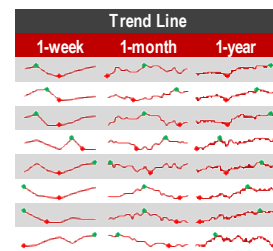
Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	28-Oct-26	27-Oct-26	21-Oct-26	28-Sep-26	28-Oct-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.45	3.45	3.46	3.49	3.11	1	(0)	(4)	34	35			
5-Year	3.70	3.68	3.66	3.74	3.23	2	4	(4)	47	45			
7-Year	3.88	3.86	3.82	3.97	3.36	2	6	(9)	52	54			
10-Year	3.98	3.96	3.92	4.00	3.49	2	7	(2)	50	46			
15-Year	4.16	4.15	4.10	4.17	3.72	1	6	(1)	44	41			
20-Year	4.31	4.29	4.25	4.30	3.94	2	6	0	37	45			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year
	28-Oct-26	27-Oct-26	21-Oct-26	28-Sep-26	28-Oct-25
S&P500 Index	7,744	7,723	7,757	7,684	6,891
Dow Jones	52,475	52,378	52,866	51,482	47,706
Nasdaq	26,550	26,478	26,703	26,820	23,827
London FTSE	10,695	10,687	10,753	10,685	9,697
German DAX	25,704	25,591	25,645	25,374	24,279
Nikkei 225	63,954	63,268	64,621	65,878	50,219
Japan TOPIX	3,992	3,997	4,044	4,112	3,286
FBM KLCI	1,614	1,612	1,602	1,670	1,614

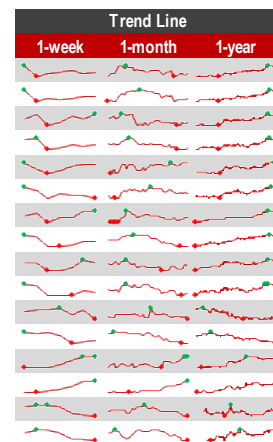
Percentage Change				
1-day	1-week	1-month	1-year	YTD
0.3	(0.2)	0.8	12.4	101.7
0.2	(0.7)	1.9	10.0	58.3
0.3	(0.6)	(1.0)	11.4	153.7
0.1	(0.5)	0.1	10.3	43.5
0.4	0.2	1.3	5.9	84.6
1.1	(1.0)	(2.9)	27.4	145.1
(0.1)	(1.3)	(2.9)	21.5	111.0
0.1	0.7	(3.4)	0.0	7.9



Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year
	28-Oct-26	27-Oct-26	21-Oct-26	28-Sep-26	28-Oct-25
UST 2Y	4.70	4.74	4.81	4.93	3.49
UST 10Y	5.02	5.00	5.12	5.24	3.98
Germany 2Y	3.13	3.09	3.13	3.31	1.98
Germany 10Y	3.37	3.36	3.42	3.64	2.62
UK 2Y	4.95	4.94	4.92	4.93	3.77
UK 10Y	5.32	5.35	5.38	5.42	4.40
Japan 2Y	1.91	1.90	1.90	1.98	0.94
Japan 10Y	2.83	2.81	2.88	3.10	1.65
Australia 2Y	4.95	4.88	4.91	5.06	3.43
Australia 10Y	5.21	5.15	5.28	5.42	4.17
China 2Y	1.23	1.25	1.25	1.26	1.48
China 10Y	1.62	1.62	1.63	1.67	1.81
Indonesia 2Y	7.03	6.99	6.89	6.85	4.88
Indonesia 10Y	7.66	7.55	7.42	7.14	6.00
Thailand 2Y	1.18	1.18	1.24	1.29	1.23
Thailand 10Y	2.16	2.17	2.26	2.35	1.66

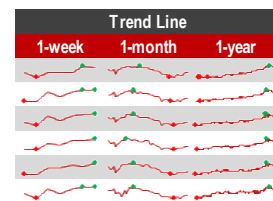
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(4)	(11)	(23)	121	122
2	(10)	(22)	104	85
4	0	(18)	116	101
1	(5)	(27)	75	52
0	2	2	117	121
(3)	(6)	(10)	92	84
1	1	(8)	97	73
2	(5)	(27)	119	77
7	3	(12)	152	89
6	(7)	(21)	104	47
(2)	(2)	(2)	(25)	(14)
0	(1)	(5)	(19)	(23)
5	15	18	215	204
10	23	52	166	159
(1)	(7)	(11)	(6)	6
(1)	(10)	(19)	50	52



Key swap rates

	Latest	1-day	1 week	1-Month	1-Year
	28-Oct-26	27-Oct-26	21-Oct-26	28-Sep-26	28-Oct-25
IRS 1-Year	3.69	3.66	3.66	3.74	3.23
IRS 3-Year	3.71	3.70	3.66	3.82	3.21
IRS 5-Year	3.76	3.75	3.73	3.90	3.27
IRS 7-Year	3.84	3.84	3.80	3.97	3.34
IRS 10-Year	3.95	3.95	3.92	4.05	3.46
IRS 20-Year	4.18	4.17	4.15	4.23	3.71

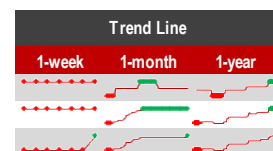
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
3	3	(5)	46	48
1	5	(11)	51	45
1	4	(14)	50	41
0	4	(13)	50	43
(1)	3	(11)	49	39
1	3	(5)	47	30



Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year
	28-Oct-26	27-Oct-26	21-Oct-26	28-Sep-26	28-Oct-25
1-Month Klibor	3.02	3.02	3.02	3.02	3.00
3-Month Klibor	3.55	3.55	3.55	3.52	3.22
6-Month Klibor	3.59	3.58	3.58	3.55	3.26

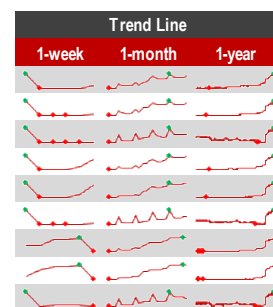
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	0	2	2
0	0	3	33	27
1	1	4	33	29



Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year
	28-Oct-26	27-Oct-26	21-Oct-26	28-Sep-26	28-Oct-25
3-Year AAA	3.87	3.87	3.89	3.80	3.52
3-Year AA	4.03	4.03	4.05	3.95	3.68
3-Year A	4.68	4.68	4.72	4.63	4.52
5-Year AAA	4.11	4.10	4.11	4.01	3.60
5-Year AA	4.31	4.30	4.31	4.20	3.76
5-Year A	4.95	4.94	4.99	4.89	4.65
10-Year AAA	4.39	4.40	4.39	4.26	3.77
10-Year AA	4.59	4.60	4.59	4.45	3.93
10-Year A	5.38	5.39	5.44	5.30	5.02

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	(2)	7	35	37
0	(2)	8	35	37
0	(4)	5	16	14
1	(0)	10	51	52
1	(0)	11	55	56
1	(4)	6	29	25
(0)	(0)	13	62	62
(1)	(0)	14	67	67
(1)	(6)	8	36	27



Sources: Bloomberg, AmBank Economics

Note: All values are end-period

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