

AmBank Economics

Daily Market Snapshot

Fixed Income & FX Research

18 September 2025

Macro: Fed voted 11-1 to cut FFR by 25 bps only, though revised dot plot projections see further rate cuts ahead for Oct and Dec 2025 meetings. BOE and BOJ not expected to adjust monetary policy settings.

Forex: DXY strengthened 0.2% after a brief flash-crash post-Fed FOMC decision. GBP outperformed amid sticky UK inflation, while EUR fell amid dovish remarks by key policymaker.

Fixed Income: Rebound in UST yields led by 3-7Y tenors, amid lack of overly dovish posture by the Fed. MGS sentiment supported by ringgit rally and unexpected BI-rate cut.

Macro

Global: The Fed cut the Fed Funds Rate (FFR) by 25 bps to the 4.00%-4.25% range as expected, its first cut since December 2024. Newly appointed Governor Stephen Miran was the only dissenter favouring a larger 50 bps cut, suggesting consensus-building within the Fed against pressure from the US administration for more aggressive rate cuts, with Fed chair Powell also indicating further quick rate cuts are not guaranteed. Nevertheless, median dot plot projections by FOMC members see another 50 bps rate cut by end-2025, but only one 25 bps cut in 2026, indicating near-term monetary policy support amid recent labour market weaknesses, but continued caution against upside risks to inflation, with core PCE inflation estimates left unchanged for 2025 (at 3.1% y/y) but revised higher for 2026 to 2.6% (prior: 2.4%). Meanwhile, the BOE and BOJ will hold their respective monetary policy meetings over the next 24 hours, though no rate changes are expected from either central banks.

Malaysia: The MITI announced that it will commence its first round of free-trade agreement (FTA) negotiations with the Gulf Cooperation Council (GCC) countries in December, coming after concluding negotiations with the UAE on a Comprehensive Economic Partnership Agreement (CEPA). Meanwhile, a survey by the Federation of Malaysian Manufacturing (FMM) saw a general dimming of overall business outlook, with demand and profit pressure expected.

Forex

Global: DXY briefly tested a low of 96.2 in knee-jerk reaction trading post-Fed FOMC decision, though ultimately strengthened 0.2% as markets digested the overall outlook – that the Fed remains relatively more despondent on upside inflation concerns than market expectations. G10 FX pared month-to-date gains. GBP outperformed peers (-0.2%), after UK's inflation remained sticky at 3.8% y/y despite the disinflation of leisure-related categories. Despite the BOC also cutting rates by 25 bps, the CAD (-0.3%) outperformed most peers, given earlier underperformance. EUR fell 0.5% with the high-beta SEK (-0.7%) tracking close behind, after ECB Vice-President Guindos said the central bank remain ready to adjust policy rates if the economic situation changes.

Asia: MYR rose 0.4% after markets reopened from the long weekend, holding slightly below the 4.19 handle. The IDR (+0.1%) held relatively steady despite Bank Indonesia (BI)'s surprise rate cut.

Fixed Income

Global Bonds: US government bond yields closed higher as markets took profit post-Fed FOMC, given the convincing 11-1 voting decision and lack of further dissents by Governors Waller and Bowman. Yields rebounded from five-month lows as led by the 3-7Y tenors, while US stocks fared mixed on the rate decision – tech stocks were pressured while consumer staples outperformed.

MYR Bonds: A ringgit rally yesterday and BI's unexpected interest rate cut supported the local government bond market. Overall, MGS yields fell 1-2 bps across the curve though net buying action was slanted on the front end. The local corporate bond market was more mixed amid some cautious risk appetite ahead of global policy rate meetings and we noted AAA and AA1 names leading the trading flows. AA1 rated GENM Capital tranches were seen shifting lower in yields with 5Y GENM 05/30 down 7 bps to 4.11%.

FX Daily Rates

Vs. USD	Last Close	Per cent
DXY	96.87	0.2
EUR/USD	1.181	(0.5)
AUD/USD	0.665	(0.5)
GBP/USD	1.363	(0.2)
USD/JPY	146.99	0.3
USD/MYR	4.188	(0.4)
USD/IDR	16,430	(0.1)
USD/THB	31.73	0.2
USD/SGD	1.278	0.1
USD/CNY	7.104	(0.1)

Ringgit Outlook for The Week

	1	2
Resistance	4.257	4.304
Support	4.185	4.160

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	3.55	5
UST 10Y	4.09	6
Germany 10Y	2.68	(2)
UK 10Y	4.63	(1)
Japan 10Y	1.60	(0)
Australia 10Y	4.22	0
China 10Y	1.77	(2)

MGS Bond Yields (%)

mee Bena Tielae (70)						
MGS	Last	bps				
3-Year	3.03	(2)				
5-Year	3.12	(1)				
7-Year	3.32	(2)				
10-Year	3.40	(1)				
15-Year	3.60	(0)				
20-Year	3.75	0				
30-Year	3.88	0				

MYR Swap Rates (%)

•		,		
	Swap / Rates	Last Close	bps	
Ī	IRS 1-Year	3.14	(1)	
	IRS 3-Year	3.08	(1)	
	IRS 5-Year	3.14	(2)	
	IRS 7-Year	3.22	(1)	
	IRS 10-Year	3.34	(2)	
	3M KLIBOR	3 22	0	

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bl)	67.95	(8.0)
WTI (USD/bl)	64.05	(0.7)
Gold (USD/oz)	3,660	(0.8)
CPO (RM/tonne)	4,414	0.7

Policy Rates

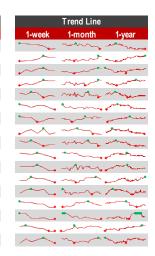
i olioy itates		
Central Banks	Current	Next
US Fed Funds	4.50	29-Oct
ECB Deposit Rate	2.00	30-Oct
BOE Base Rate	4.00	18-Sep
RBA Cash Rate	3.60	30-Sep
BOJ Cash Rate	0.50	19-Sep
RBNZ Cash Rate	3.00	08-Oct
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	06-Nov

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.

Currencies vs USD

	Latest	1-day	1 week	1-Month	1-Year
	17-Sep-25	16-Sep-25	10-Sep-25	18-Aug-25	17-Sep-24
DXY Dollar Index	96.87	96.63	97.78	98.17	100.89
EUR/USD	1.181	1.187	1.170	1.166	1.111
AUD/USD	0.665	0.669	0.661	0.649	0.676
GBP/USD	1.363	1.365	1.353	1.350	1.316
USD/JPY	146.99	146.48	147.46	147.89	142.41
USD/MYR	4.188	4.203	4.220	4.223	4.259
USD/IDR	16,430	16,440	16,461	16,160	15,335
USD/THB	31.73	31.68	31.79	32.46	33.29
USD/SGD	1.278	1.276	1.283	1.284	1.297
USD/CNY	7.104	7.114	7.121	7.185	7.097
USD/KRW	1,378	1,380	1,389	1,388	1,334
USD/INR	87.81	88.06	88.10	87.35	83.76
USD/PHP	56.89	56.93	57.13	57.04	55.70
USD/TWD	30.05	30.08	30.29	30.05	31.90
USD/HKD	7.778	7.781	7.789	7.820	7.794
USD/VND	26,372	26,382	26,392	26,293	24,635
NZD/USD	0.597	0.599	0.594	0.592	0.618

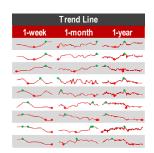
Percentage Change							
1-day	1-week	1-month	1-year	YTD			
0.2	(0.9)	(1.3)	(4.0)	(10.7)			
(0.5)	1.0	1.3	6.3	14.1			
(0.5)	0.6	2.5	(1.5)	7.5			
(0.2)	0.7	0.9	3.5	8.9			
0.3	(0.3)	(0.6)	3.2	(6.5)			
(0.4)	(0.8)	(0.8)	(1.7)	(6.4)			
(0.1)	(0.2)	1.7	7.1	2.0			
0.2	(0.2)	(2.3)	(4.7)	(6.9)			
0.1	(0.4)	(0.5)	(1.5)	(6.4)			
(0.1)	(0.2)	(1.1)	0.1	(2.7)			
(0.1)	(0.7)	(0.7)	3.4	(6.4)			
(0.3)	(0.3)	0.5	4.8	2.6			
(0.1)	(0.4)	(0.3)	2.1	(1.6)			
(0.1)	(0.8)	0.0	(5.8)	(8.4)			
(0.0)	(0.1)	(0.5)	(0.2)	0.1			
(0.0)	(0.1)	0.3	7.1	3.5			
(0.4)	0.4	0.7	(3.5)	6.6			



Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year
	17-Sep-25	16-Sep-25	10-Sep-25	18-Aug-25	17-Sep-24
EUR/MYR	4.961	4.965	4.943	4.932	4.744
GBP/MYR	5.717	5.734	5.715	5.717	5.631
AUD/MYR	2.795	2.802	2.789	2.750	2.880
JPY/MYR	2.849	2.870	2.862	2.855	2.991
SGD/MYR	3.281	3.290	3.290	3.292	3.293
10 CNY/MYR	5.895	5.906	5.926	5.879	6.001
1 million IDR/MYR	2.548	2.557	2.562	2.606	2.778
THB/MYR	13.192	13.259	13.280	12.989	12.787
10 HKD/MYR	5.386	5.401	5.417	5.400	5.465

	Percentage Change						
1-day	1-week	1-month	1-year	YTD			
(0.1)	0.4	0.6	4.6	6.5			
(0.3)	0.0	(0.0)	1.5	1.8			
(0.3)	0.2	1.6	(3.0)	0.5			
(0.7)	(0.5)	(0.2)	(4.7)	0.1			
(0.3)	(0.3)	(0.3)	(0.4)	(0.1)			
(0.2)	(0.5)	0.3	(1.8)	(3.8)			
(0.4)	(0.5)	(2.2)	(8.3)	(8.1)			
(0.5)	(0.7)	1.6	3.2	1.3			
(0.3)	(0.6)	(0.3)	(1.4)	(6.5)			



Commodities

	Latest	1-day	1 week	1-Month	1-Year
	17-Sep-25	16-Sep-25	10-Sep-25	18-Aug-25	17-Sep-24
Brent (USD/barrel)	67.95	68.47	67.49	66.6	73.7
WTI (USD/barrel)	64.05	64.52	63.67	63.42	71.19
Gold (USD/oz)	3,660	3,690	3,641	3,333	2,570
Malaysia CPO (RM/tonne)	4,414	4,383	4,340	4,476	3,847

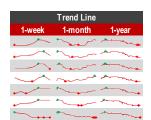
Percentage Change							
1-day	1-week	1-month	1-year	YTD			
(0.8)	0.7	2.0	(7.8)	(9.0)			
(0.7)	0.6	1.0	(10.0)	(10.7)			
(0.8)	0.5	9.8	42.4	39.5			
0.7	1.7	(1.4)	14.7	(9.2)			

Trend Line						
1-week	1-month	1-year				
~	~~~	many has				
~	my	mayou				
-~	-	مستالسيه				
~~		man				

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year
	17-Sep-25	16-Sep-25	10-Sep-25	18-Aug-25	17-Sep-24
3-Year	3.03	3.05	3.05	2.96	3.31
5-Year	3.12	3.13	3.12	3.05	3.46
7-Year	3.32	3.34	3.33	3.26	3.65
10-Year	3.40	3.41	3.40	3.37	3.69
15-Year	3.60	3.60	3.61	3.58	3.86
20-Year	3.75	3.75	3.75	3.73	4.02
30-Year	3.88	3.87	3.87	3.89	4.17

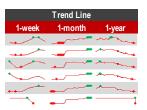
	Basis Points Change						
1-day	1-week	1-month	1-year	YTD			
(2)	(1)	7	(28)	(45)			
(1)	(1)	7	(34)	(51)			
(2)	(1)	6	(33)	(45)			
(1)	0	3	(29)	(41)			
(0)	(1)	2	(26)	(37)			
0	0	2	(27)	(31)			
0	1	(1)	(29)	(30)			



Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year
	17-Sep-25	16-Sep-25	10-Sep-25	18-Aug-25	17-Sep-24
3-Year	3.06	3.07	3.07	3.02	3.31
5-Year	3.15	3.16	3.15	3.13	3.49
7-Year	3.28	3.28	3.27	3.24	3.67
10-Year	3.42	3.43	3.42	3.39	3.75
15-Year	3.62	3.62	3.62	3.59	3.92
20-Year	3.77	3.77	3.77	3.73	4.06

Basis Points Change						
1-day	1-week	1-month	1-year	YTD		
(1)	(0)	4	(25)	(36)		
(0)	1	2	(34)	(47)		
(0)	0	4	(40)	(47)		
(1)	0	4	(33)	(41)		
(0)	0	4	(30)	(36)		
(0)	0	4	(29)	(32)		



Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year
	17-Sep-25	16-Sep-25	10-Sep-25	18-Aug-25	17-Sep-24
S&P500 Index	6,600	6,607	6,532	6,449	5,635
Dow Jones	46,018	45,758	45,491	44,912	41,606
Nasdaq	22,261	22,334	21,886	21,630	17,628
London FTSE	9,208	9,196	9,225	9,158	8,310
German DAX	23,359	23,329	23,633	24,315	18,726
Nikkei 225	44,790	44,902	43,838	43,714	36,203
Japan TOPIX	3,146	3,168	3,141	3,121	2,556
FBM KLCI	1,612	1,600	1,591	1,585	1,664

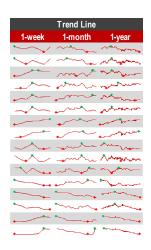
Percentage Change							
1-day	1-week	1-month	1-year	YTD			
(0.1)	1.0	2.3	17.1	71.9			
0.6	1.2	2.5	10.6	38.8			
(0.3)	1.7	2.9	26.3	112.7			
0.1	(0.2)	0.6	10.8	23.6			
0.1	(1.2)	(3.9)	24.7	67.8			
(0.2)	2.2	2.5	23.7	71.6			
(0.7)	0.2	0.8	23.1	66.3			
0.7	1.3	1.7	(3.2)	7.8			

Trend Line						
1-week	1-month	1-year				
-		my				
~~		money				
-	عمرسمه					
_	~~~					
	my	mayour				
-	~~~	فسيهسب				
-	~~~					
	•	-mayer				

Major Sovereign Yields (%)

.,	(/				
	Latest	1-day	1 week	1-Month	1-Year
	17-Sep-25	16-Sep-25	10-Sep-25	18-Aug-25	17-Sep-24
UST 2Y	3.55	3.50	3.54	3.76	3.60
UST 10Y	4.09	4.03	4.05	4.33	3.65
Germany 2Y	2.00	2.00	1.95	1.96	2.23
Germany 10Y	2.68	2.69	2.65	2.76	2.14
UK 2Y	3.96	3.96	3.94	3.97	3.82
UK 10Y	4.63	4.64	4.63	4.74	3.77
Japan 2Y	0.88	0.88	0.86	0.83	0.39
Japan 10Y	1.60	1.60	1.57	1.57	0.83
Australia 2Y	3.36	3.37	3.38	3.32	3.55
Australia 10Y	4.22	4.22	4.27	4.27	3.83
China 2Y	1.43	1.43	1.45	1.44	1.37
China 10Y	1.77	1.79	1.82	1.78	2.07
Indonesia 2Y	5.06	5.20	5.41	5.61	6.53
Indonesia 10Y	6.29	6.34	6.42	6.39	6.57
Thailand 2Y	1.15	1.16	1.08	1.14	2.13
Thailand 10Y	1.44	1.51	1.23	1.34	2.50

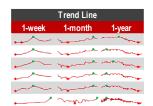
Basis Points Change							
1-day	1-week	1-month	1-year	YTD			
5	1	(21)	(5)	(69)			
6	4	(25)	44	(48)			
0	5	4	(22)	(8)			
(2)	2	(9)	53	31			
(0)	2	(1)	14	(44)			
(1)	(1)	(11)	86	6			
0	3	5	49	28			
(0)	3	3	77	50			
(1)	(2)	4	(19)	(50)			
0	(5)	(5)	39	(14)			
(1)	(2)	(1)	5	33			
(2)	(5)	(1)	(30)	10			
(14)	(36)	(56)	(147)	(198)			
(5)	(14)	(11)	(28)	(71)			
(1)	6	1	(99)	(85)			
(6)	22	11	(106)	(81)			



Key swap rates

	Latest	1-day	1 week	1-Month	1-Year
	17-Sep-25	16-Sep-25	10-Sep-25	18-Aug-25	17-Sep-24
IRS 1-Year	3.14	3.15	3.14	3.08	3.40
IRS 3-Year	3.08	3.08	3.08	2.99	3.29
IRS 5-Year	3.14	3.16	3.15	3.06	3.32
IRS 7-Year	3.22	3.23	3.21	3.14	3.42
IRS 10-Year	3.34	3.35	3.34	3.25	3.52
IRS 20-Year	3.60	3.60	3.59	3.56	3.65

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(1)	0	6	(26)	(43)
(1)	0	9	(21)	(42)
(2)	(0)	9	(18)	(41)
(1)	1	8	(20)	(41)
(2)	(0)	9	(19)	(39)
0	1	4	(4)	(35)



Key KLIBOR rates

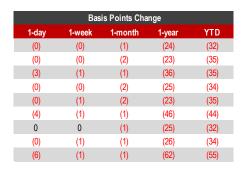
	Latest	1-day	1 week	1-Month	1-Year
	17-Sep-25	16-Sep-25	10-Sep-25	18-Aug-25	17-Sep-24
1-Month Klibor	3.00	3.00	3.00	3.00	3.28
3-Month Klibor	3.22	3.22	3.21	3.21	3.53
6-Month Klibor	3.26	3.26	3.26	3.26	3.61

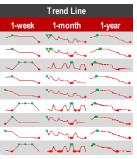
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	0	(28)	(29)
0	1	1	(31)	(51)
0	0	0	(35)	(51)



Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year
	17-Sep-25	16-Sep-25	10-Sep-25	18-Aug-25	17-Sep-24
3-Year AAA	3.51	3.51	3.51	3.52	3.75
3-Year AA	3.67	3.67	3.67	3.68	3.89
3-Year A	4.50	4.53	4.51	4.52	4.87
5-Year AAA	3.59	3.59	3.60	3.61	3.84
5-Year AA	3.76	3.76	3.76	3.77	3.98
5-Year A	4.65	4.69	4.65	4.66	5.11
10-Year AAA	3.74	3.74	3.74	3.76	3.99
10-Year AA	3.90	3.91	3.91	3.92	4.17
10-Year A	5.01	5.06	5.02	5.02	5.62





Sources: Bloomberg, AmBank Economics Note: All values are end-period

AmBank Economics				
Firdaos Rosli	firdaos.rosli@ambankgroup.com			
Nik Ahmad Mukharriz Nik Muhammad	nik-ahmad-mukharriz.n@ambankgroup.com			
Lee Si Xin	lee.si-xin@ambankgroup.com			
Raja Adibah Raja Hasnan	raja-adibah.r@ambankgroup.com			
Michael Yim	yim.soon-kah@ambankgroup.com			
Aman Nazmi Abd Karim	aman-nazmi.abd-karim@ambankgroup.com			
Group Treasury & Markets				
Corporate Client Group (CCG) +603-2059 8700/8600				
Institutional Client Group (ICG)	+603-2059 8690			
Azli Bin Abdul Jamil	azli-abd-jamil@ambankgroup.com			
Jacqueline E. Rodrigues	jacqueline-r@ambankgroup.com			
Ho Su Farn	ho-su-farn@ambankgroup.com			
Melisa Lim Giok Ling <u>melisa-lim@ambankgroup.com</u>				
Roger Yee Chan Chung	roger-yee@ambankgroup.com			
Nadia Binti Hazmi	nadia.hazmi@ambankgroup.com			

DISCLOSURE AND DISCLAIMER

This report is prepared for information purposes only, and it is issued by AmBank (M) Berhad ("AmBank") without regard to your individual financial circumstances and objectives. Nothing in this report shall constitute an offer to sell, warranty, representation, recommendation, legal, accounting or tax advice, solicitation, or expression of views to influence anyone to buy or sell any real estate, securities, stocks, foreign exchange, futures, investment, or other products. AmBank recommends that you evaluate a particular investment or strategy based on your individual circumstances and objectives and/or seek financial, legal, or other advice on the appropriateness of the particular investment or strategy.

The information in this report was obtained or derived from sources that AmBank believes are reliable and correct at the time of issue. While all reasonable care has been taken to ensure that the stated facts are accurate and views are fair and reasonable, AmBank has not independently verified the information and does not warrant or represent that they are accurate, adequate, complete, or up-to-date, and they should not be relied upon as such. All information included in this report constitute AmBank's views as of this date and are subject to change without notice. Notwithstanding that, AmBank has no obligation to update its opinion or information in this report. Facts and views presented in this report may not reflect the views of or information known to other business units of AmBank's affiliates and/or related corporations (collectively, "AmBank Group").

This report is prepared for the clients of AmBank Group, and it cannot be altered, copied, reproduced, distributed or republished for any purpose without AmBank's prior written consent. AmBank, AmBank Group and its respective directors, officers, employees, and agents ("Relevant Person") accept no liability whatsoever for any direct, indirect, or consequential losses, loss of profits and/or damages arising from the use or reliance on this report and/or further communications given about this report. Any such responsibility is hereby expressly disclaimed.

AmBank is not acting as your advisor and does not owe you any fiduciary duties related to this report. The Relevant Person may provide services to any company and affiliates of such companies in or related to the securities or products and may trade or otherwise effect transactions for their own account or the accounts of their customers, which may give rise to real or potential conflicts of interest.

This report is not directed to or intended for distribution or publication outside Malaysia. If you are outside Malaysia, you should have regard to the laws of the jurisdiction in which you are located.

If any provision of this disclosure and disclaimer is held invalid in whole or part, such provision will be deemed not to form part of this disclosure and disclaimer. The validity and enforceability of the remainder of this disclosure and disclaimer will not be affected.