

## Global Markets Research

## Fixed Income

## Fixed Income Daily Market Snapshot

## US Treasuries

- US Treasuries were little changed in trading on Friday, amidst equities closing the week on a positive note on continuing haven unwind and diminishing concerns over Fed independence. **The benchmark 2-year UST yield was 1bp higher for the day at 3.92% while the 10-year UST yield declined by 1bp to 4.39%**, leading to a mild flattening of the UST curve. There is not much on the deck tonight, with only a regional manufacturing report from the Dallas Fed for July scheduled for release.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.92	1
5-yr UST	3.96	0
10-yr UST	4.39	-1
30-yr UST	4.93	-1

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.05	0	3.10	0	
5-yr	3.15	1	3.19	-1	
7-yr	3.33	-2	3.32	-1	
10-yr	3.40	1	3.44	-2	
15-yr	3.65	0	3.65	-1	
20-yr	3.75	0	3.74	1	
30-yr	3.86	2	3.94	-1	

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.13	1
3-yr	3.06	0
5-yr	3.14	0
7-yr	3.20	0
10-yr	3.33	0

Source : Bloomberg

## Upcoming Government Bond Tender

Nil

## MGS/GII

- Local govies were firmer in trading on Friday in an active session to end the week with keen interest again seen in the shorter dated maturities. Secondary market volume for the day climbed by 13% to RM9.72bn from the RM8.60bn that changed hands on Thursday. Overall benchmark yields were mixed by between -2 to +2bps (prior: -2 to +1bp). **The benchmark 5Y MGS 5/30 yield closed 1bp higher for the day at 3.15% while the yield on the benchmark 10Y MGS 7/35 also advanced by 1bp to 3.40%**. Trading interest for the day was led by the off-the-run MGS 9/25, while decent interest was also seen in the off-the-run GII 10/25, GII 3/26 and MGS 11/26, as well as in the benchmark 3Y GII. The share of GII trading for the day inched lower to 55% of overall govies trading versus the 56% seen the day before. There are no economic data releases due domestically for the day ahead.

## Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Friday, with secondary market volume inching higher by 2% to RM636m versus the RM622m that traded on Thursday. Trading for the day was led by the AA-rated segment of the market. In the GG universe, the solitary bond traded for the day was PRASA 8/28, which settled at 3.28%, 4bps lower versus where it last traded. In the AAA space, trading was led by PLUS 1/30 and PASB 6/31, which closed at 3.56% (-1bp from last print) and 3.60% (-1bp) respectively. Over in the AA-rated territory, interest was led by AFFINISL 12/25 and MBB 1/34, which settled at 3.55% (-59bps) and 3.72% (-23bps) respectively. Decent activity was also seen in GENM 7/28, closing at 4.93%, a whopping 85bps higher versus where the bond last traded. In the A-rated segment, interest was seen in QUALITAS 6% Perps and QUALITAS 7% Perps, which settled at 5.44% (-16bps) and 6.78% (unchanged) respectively.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.814	815	2.836	07/24/2025	-2
MGS	07/26	2.827	408	2.815	07/24/2025	1
MGS	11/26	2.901	620	2.888	07/24/2025	1
MGS	05/27	2.975	2	2.990	07/24/2025	-2
MGS	06/28	3.091	7	3.090	07/23/2025	0
MGS	08/29	3.169	175	3.156	07/24/2025	1
MGS	04/30	3.185	199	3.179	07/24/2025	1
MGS	05/30	3.150	63	3.143	07/24/2025	1
MGS	04/31	3.310	332	3.315	07/24/2025	0
MGS	07/32	3.334	157	3.349	07/24/2025	-2
MGS	11/33	3.452	102	3.459	07/24/2025	-1
MGS	07/34	3.448	525	3.461	07/24/2025	-1
MGS	05/35	3.457	13	3.505	07/24/2025	-5
MGS	07/35	3.404	215	3.396	07/24/2025	1
MGS	04/37	3.592	141	3.601	07/24/2025	-1
MGS	06/38	3.624	64	3.638	07/24/2025	-1
MGS	04/39	3.648	149	3.650	07/24/2025	0
MGS	10/42	3.741	50	3.735	07/24/2025	1
MGS	05/44	3.751	23	3.754	07/24/2025	0
MGS	03/46	3.861	80	3.873	07/24/2025	-1
MGS	07/48	3.899	140	3.899	07/24/2025	0
MGS	06/50	3.909	22	3.932	07/24/2025	-2
MGS	03/53	3.940	26	3.949	07/24/2025	-1
MGS	07/55	3.860	37	3.838	07/24/2025	2
GII	10/25	2.853	760	2.830	07/24/2025	2
GII	03/26	2.852	707	2.863	07/24/2025	-1
GII	07/27	2.984	2	3.023	07/24/2025	-4
GII	09/27	3.037	109	3.038	07/24/2025	0
GII	07/28	3.102	690	3.097	07/24/2025	0
GII	10/28	3.125	182	3.119	07/24/2025	1
GII	12/28	3.139	80	3.137	07/24/2025	0
GII	07/29	3.165	250	3.166	07/24/2025	0
GII	08/30	3.188	374	3.195	07/24/2025	-1
GII	09/30	3.218	169	3.223	07/24/2025	0
GII	10/30	3.223	87	3.243	07/24/2025	-2
GII	10/31	3.322	326	3.335	07/24/2025	-1
GII	10/32	3.387	130	3.408	07/24/2025	-2
GII	06/33	3.432	20	3.439	07/24/2025	-1
GII	08/33	3.440	200	3.447	07/24/2025	-1
GII	11/34	3.445	172	3.478	07/24/2025	-3
GII	04/35	3.441	256	3.460	07/24/2025	-2
GII	07/36	3.530	80	3.541	07/24/2025	-1
GII	09/39	3.652	15	3.662	07/24/2025	-1
GII	07/40	3.647	225	3.653	07/24/2025	-1
GII	09/41	3.718	40	3.713	07/24/2025	0
GII	08/43	3.735	71	3.742	07/24/2025	-1
GII	05/45	3.739	10	3.732	07/24/2025	1
GII	05/47	3.869	100	3.885	07/24/2025	-2
GII	11/49	3.932	180	3.925	07/24/2025	1
GII	05/52	3.938	40	3.952	07/24/2025	-1
GII	03/54	3.941	80	3.952	07/24/2025	-1
			9718			

## 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*
Prasarana Malaysia Berhad	08/28	GG	3.275	20	3.310	30/5/2025	-4	22
Cagamas Berhad	04/26	AAA	3.234	20	3.622	11/4/2025	-39	34
Bakun Hydro Power Generation Sdn Berhad (fka S	08/26	AAA	3.378	30	3.410	24/7/2025	-3	49
Sarawak Petchem Sdn Berhad	07/28	AAA	3.627	3	3.669	16/7/2025	-4	57
Bank Pembangunan Malaysia Berhad	12/28	AAA	3.586	20	3.615	23/7/2025	-3	53
Pengurusan Air SPV Berhad	06/29	AAA	3.563	20	3.568	14/7/2025	0	43
Sarawak Petchem Sdn Berhad	07/29	AAA	3.647	13	3.648	24/7/2025	0	51
Hong Leong Bank Berhad	09/29	AAA	3.622	10	3.617	23/7/2025	0	49
Petroleum Sarawak Exploration & Production Sdn E	11/29	AAA	3.562	5	3.558	23/7/2025	0	43
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.564	40	3.575	17/7/2025	-1	43
Pengurusan Air SPV Berhad	06/31	AAA	3.597	40	3.607	17/6/2025	-1	31
Pengurusan Air SPV Berhad	04/32	AAA	3.609	15	3.633	11/7/2025	-2	27
Tenaga Nasional Berhad	08/33	AAA	3.587	20	3.600	23/7/2025	-1	19
CIMB Islamic Bank Berhad	03/34	AAA	3.669	15	3.709	4/7/2025	-4	25
Suria KLCC Sdn Berhad	06/35	AAA	3.669	3	3.715	23/5/2025	-5	26
Tenaga Nasional Berhad	08/37	AAA	3.694	20	3.790	13/5/2025	-10	29
Pengurusan Air SPV Berhad	04/39	AAA	3.728	20	3.759	15/7/2025	-3	8
Sabah Development Bank Berhad	08/25	AA1	4.316	10	4.496	26/5/2025	-18	143
YTL Corporation Berhad	11/26	AA1	3.553	15	3.613	23/6/2025	-6	66
GENM Capital Berhad	05/28	AA1	4.046	20	4.084	22/7/2025	-4	99
GENM Capital Berhad	07/28	AA1	4.931	30	4.084	24/7/2025	85	188
Kuala Lumpur Kepong Berhad	09/29	AA1	3.559	20	3.588	23/7/2025	-3	42
Sabah Credit Corporation	07/31	AA1	3.596	10	3.748	23/6/2025	-15	31
Press Metal Aluminium Holdings Berhad	03/32	AA1	3.659	10	3.908	17/4/2025	-25	32
Malayan Banking Berhad	01/34	AA1	3.723	45	3.953	21/7/2025	-23	30
GENM Capital Berhad	05/34	AA1	4.661	1	4.659	22/7/2025	0	124
Hong Leong Bank Berhad	06/34	AA1	3.705	10	3.863	6/5/2025	-16	29
United Overseas Bank (Malaysia) Berhad	07/37	AA1	3.800	10	n/a	n/a	380	40
YTL Power International Berhad	08/38	AA1	3.785	20	3.807	8/7/2025	-2	13
YTL Power International Berhad	06/41	AA1	3.874	20	3.909	1/7/2025	-3	22
Bank Islam Malaysia Berhad	07/32	AA2	3.666	19	3.727	17/4/2025	-6	32
Imtiaz Sukuk II Berhad	05/32	AA2	3.718	20	3.788	11/7/2025	-7	38
Affin Islamic Bank Berhad	12/25	AA3	3.553	50	4.138	29/4/2025	-59	66
LBS Bina Group Berhad	01/32	AA-	4.028	10	4.555	23/7/2025	-53	69
Qualitas Sukuk Berhad	03/25	A2	6.780	1	6.780	24/7/2025	0	303
Qualitas Sukuk Berhad	03/25	A2	5.438	1	5.598	24/7/2025	-16	169
Alliance Bank Malaysia Berhad	11/17	BBB1	3.988	1	4.252	18/7/2025	-26	24
				636				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Kimanis Power Sdn Bhd	Sukuk Wakalah Facility of up to RM300m (2025/2035)	AAA/Stable	Assigned Final Rating
Johor Corporation	Corporate Credit Rating	AAA/Stable/P1	Affirmed
AEON CO. (M) Berhad	RM1bn Islamic Medium-Term Notes (MTN) Programme (2016/2031) and RM2bn Islamic MTN Programme (2024/-)	AA2/Stable	Affirmed

Source: RAM, MARC

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