



Fixed Income & FX Research

11 July 2025

Macro: US initial claims fell to lowest in seven weeks, though cracks remain for new hires. US Rubio expects SEA countries to have more competitive tariff rates.

Forex: DXY resumed uptrend as European FX eased gains. Bullish AUD momentum continued as copper prices rallied ahead of US 50% tariffs. MYR remained steady.

Fixed Income: UST yields ticked up amid resilient US labour data and Brazil/copper tariffs. Front-end MGS continued to lead gains post-OPR cut.

Macro

Global: US initial jobless claims fell to 227k for the first period of July (consensus: 235k; prior: 232k), well beating estimates for an uptick, while marking its fourth consecutive week of decline in claims. While this further consolidate views that US labour markets remain robust, outstanding unemployment claims also rose to its highest since 2021, solidifying concerns that new hiring is slowing. Early morning saw Trump threatening a higher baseline tariff of 15-20% on most trading partners and a 35% rate on Canadian goods, suggesting no retreat from Trump's flagship policy action, with a tariff rate on the EU expected imminently. Trump also plans a 'major statement' on Russia on Monday.

Asean: US Secretary of State Marco Rubio stated that after negotiations are complete, he expects many countries in Southeast Asia to have tariff rates lower than other parts of the world. This comes as Canada also seeks to finalise an FTA with Southeast Asian nations 'as soon as possible' to diversify its trade relationships. Separately, Thai Minister Nikomdej said Indonesia, Malaysia, and Thailand (IMT) remains committed to the IMT Growth Triangle, which includes a focus on developing economic corridors, facilitating digital connectivity and trade, data-sharing and harmonisation of laws, and promoting cross-border digital payments.

Forex

Global: DXY resumed its mild but upward rebound, as markets rotated away from European currencies (-0.1% to -0.4% d/d) after an earlier rally amid continued US tariff risks, should trade talks turn south. A potential trade deal with the EU may be reached within days, which is expected to include a baseline 10% tariff rate and carve-outs for key EU industries such as automotives and Airbus. Sharp strength in AUD (+0.8%) persisted, fueled by the surge in copper prices after Trump's earlier announced 50% tariffs, of which Australia is among the top copper exporters in the world.

Malaysia: USDMYR closed little changed, as market conviction for directional trades remain muted given continued global trade negotiations. Ahead today is May's IPI data for Malaysia, prior to advanced GDP estimates for 2Q2025 next week.

Fixed Income

Global Bonds: UST yields rose to halt the previous day's decline. Bond players were reacting to new tariffs announced by the US, comprising the 50% rate on Brazil and especially a 50% tariffs on all copper imports to the US. Bonds also weakened after US labour market data remained resilient. Bund yields rose as markets await US-EU trade developments and after release of better-than-expected German industrial output data.

MYR Bonds: The 3Y MGS continued to strengthen, down 3 bps to 3.07% on heavy trading while the 10Y MGS fell a smaller 1 bps yesterday as sentiment remained supportive post OPR cut. Meanwhile, BNM announced the new issuance of 30Y MGS (MGS 07/55) at MYR3.0 billion public tender and MYR2.0 billion PP. In the corporate bond space, net buying activity continued amid heavy trading yesterday. AA1 rated YTL Power 06/28 fell 14 bps to 3.67% and 08/29 fell 8 bps to 3.70%.

Commodities

Oil futures eased 2-3%, after news sources reported that OPEC+ is discussing a pause in increasing production from October, suggesting that markets may not be able to absorb more oil, once the upcoming peak summer consumption period is over.

FX Daily Rates

Vs. USD	Last Close	Per cent
DX	97.65	0.1
EUR/USD	1.170	(0.2)
AUD/USD	0.659	0.8
GBP/USD	1.358	(0.1)
USD/JPY	146.26	(0.0)
USD/MYR	4.249	(0.0)
USD/IDR	16,220	(0.1)
USD/THB	32.70	0.0
USD/SGD	1.280	(0.1)
USD/CNY	7.178	(0.0)

Ringgit Outlook for The Week

	1	2
Resistance	4.268	4.327
Support	4.178	4.148

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	3.87	3
UST 10Y	4.35	2
Germany 10Y	2.71	3
UK 10Y	4.60	(2)
Japan 10Y	1.50	(1)
Australia 10Y	4.28	(6)
China 10Y	1.66	1

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.07	(3)
5-Year	3.15	(1)
7-Year	3.35	(1)
10-Year	3.42	(1)
15-Year	3.66	(1)
20-Year	3.77	(0)
30-Year	3.99	(1)

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.18	(1)
IRS 3-Year	3.12	(0)
IRS 5-Year	3.20	1
IRS 7-Year	3.28	(1)
IRS 10-Year	3.40	(2)
3M KLIBOR	3.23	(24)

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bbl)	68.64	(2.2)
WTI (USD/bbl)	66.57	(2.6)
Gold (USD/oz)	3,324	0.3
CPO (RM/tonne)	4,039	(0.4)

Policy Rates

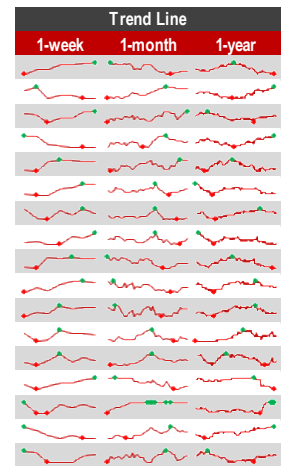
Central Banks	Current	Next
US Fed Funds	4.50	30-Jul
ECB Deposit Rate	2.00	24-Jul
BOE Base Rate	4.25	07-Aug
RBA Cash Rate	3.85	12-Aug
BOJ Cash Rate	0.50	31-Jul
PBOC 1Y LPR	3.00	n.a.
BOK Base Rate	3.00	-
BNM OPR	2.75	05-Sep

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
	10-Jul-25	9-Jul-25	3-Jul-25	10-Jun-25	10-Jul-24
DXY Dollar Index	97.65	97.56	97.18	99.10	105.05
EUR/USD	1.170	1.172	1.176	1.143	1.083
AUD/USD	0.659	0.654	0.657	0.652	0.675
GBP/USD	1.358	1.359	1.366	1.350	1.285
USD/JPY	146.26	146.33	144.93	144.87	161.69
USD/MYR	4.249	4.250	4.222	4.239	4.700
USD/IDR	16,220	16,243	16,198	16,273	16,240
USD/THB	32.70	32.70	32.38	32.66	36.40
USD/SGD	1.280	1.280	1.275	1.287	1.349
USD/CNY	7.178	7.181	7.171	7.188	7.276
USD/KRW	1,373	1,375	1,365	1,367	1,384
USD/INR	85.65	85.68	85.32	85.62	83.53
USD/PHP	56.46	56.57	56.24	55.83	58.34
USD/TWD	29.24	29.15	28.81	29.95	32.59
USD/HKD	7.850	7.850	7.850	7.848	7.811
USD/VND	26,115	26,138	26,202	26,013	25,419
NZD/USD	0.604	0.600	0.607	0.605	0.608

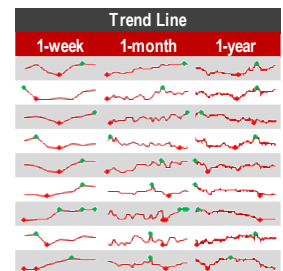
Percentage Change				
1-day	1-week	1-month	1-year	YTD
0.1	0.5	(1.5)	(7.0)	(10.0)
(0.2)	(0.5)	2.4	8.0	13.0
0.8	0.3	1.0	(2.4)	6.5
(0.1)	(0.6)	0.6	5.7	8.5
(0.0)	0.9	1.0	(9.5)	(7.0)
(0.0)	0.7	0.2	(9.6)	(5.0)
(0.1)	0.1	(0.3)	(0.1)	0.7
0.0	1.0	0.1	(10.2)	(4.1)
(0.1)	0.3	(0.6)	(5.1)	(6.3)
(0.03)	0.1	(0.1)	(1.3)	(1.7)
(0.1)	0.6	0.4	(0.8)	(6.7)
(0.0)	0.4	0.0	2.5	0.0
(0.2)	0.4	1.1	(3.2)	(2.4)
0.3	1.5	(2.4)	(10.3)	(10.8)
0.0	(0.0)	0.0	0.5	1.0
(0.1)	(0.3)	0.4	2.7	2.5
0.6	(0.6)	(0.3)	(0.8)	7.9



Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year
	10-Jul-25	9-Jul-25	3-Jul-25	10-Jun-25	10-Jul-24
EUR/MYR	4.981	4.981	4.979	4.840	5.084
GBP/MYR	5.783	5.779	5.765	5.719	6.020
AUD/MYR	2.788	2.777	2.776	2.762	3.167
JPY/MYR	2.903	2.906	2.914	2.926	2.907
SGD/MYR	3.320	3.320	3.317	3.296	3.483
10CNY/MYR	5.915	5.921	5.897	5.900	6.459
100IDR/MYR	2.617	2.615	2.607	2.605	2.894
THB/MYR	13.045	13.016	13.045	12.984	12.933
10HKD/MYR	5.408	5.416	5.379	5.401	6.016

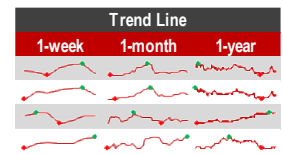
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.0)	0.0	2.9	(2.0)	6.9
0.1	0.3	1.1	(3.9)	3.0
0.4	0.4	0.9	(12.0)	0.2
(0.1)	(0.4)	(0.8)	(0.1)	2.0
(0.0)	0.1	0.7	(4.7)	1.0
(0.1)	0.3	0.2	(8.4)	(3.5)
0.1	0.4	0.5	(9.6)	(5.6)
0.2	(0.0)	0.5	0.9	0.2
(0.1)	0.5	0.1	(10.1)	(6.1)



Commodities

	Latest	1-day	1 week	1-Month	1-Year
	10-Jul-25	9-Jul-25	3-Jul-25	10-Jun-25	10-Jul-24
Brent (USD/barrel)	68.64	70.19	68.8	66.87	85.08
WTI (USD/barrel)	66.57	68.38	67	64.98	82.10
Gold (USD/oz)	3,324	3,314	3,326	3,324	2,371
Malaysia CPO (RM/tonne)	4,039	4,056	4,032	3,876	3,998

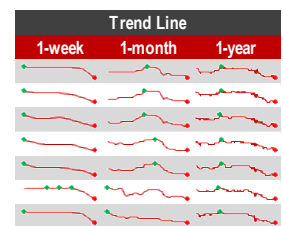
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(2.2)	(0.2)	2.6	(19.3)	(8.0)
(2.6)	(0.6)	2.4	(18.9)	(7.2)
0.3	(0.1)	0.0	40.2	26.7
(0.4)	0.2	4.2	1.0	(16.9)



Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year
	10-Jul-25	9-Jul-25	3-Jul-25	10-Jun-25	10-Jul-24
3-Year	3.07	3.10	3.12	3.17	3.50
5-Year	3.15	3.15	3.17	3.21	3.64
7-Year	3.35	3.35	3.37	3.43	3.78
10-Year	3.42	3.44	3.50	3.53	3.85
15-Year	3.66	3.67	3.67	3.70	3.96
20-Year	3.77	3.77	3.77	3.78	4.11
30-Year	3.99	4.00	4.00	4.01	4.22

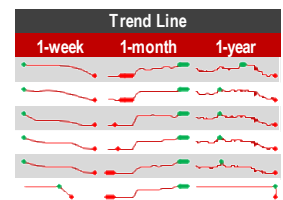
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(3)	(5)	(10)	(43)	(41)
(1)	(3)	(6)	(49)	(47)
(1)	(3)	(8)	(44)	(42)
(1)	(7)	(11)	(43)	(39)
(1)	(1)	(4)	(30)	(31)
(0)	(0)	(2)	(35)	(30)
(1)	(1)	(2)	(23)	(19)



Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year
	10-Jul-25	9-Jul-25	3-Jul-25	10-Jun-25	10-Jul-24
3-Year	3.12	3.14	3.15	3.17	3.46
5-Year	3.22	3.24	3.26	3.30	3.61
7-Year	3.36	3.36	3.37	3.41	3.78
10-Year	3.48	3.49	3.50	3.53	3.87
15-Year	3.69	3.69	3.70	3.70	3.99
20-Year	3.75	3.76	3.76	3.77	4.12

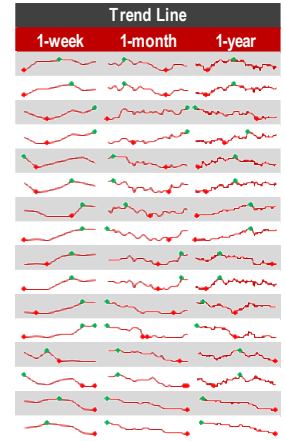
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(2)	(3)	(4)	(34)	(30)
(2)	(4)	(8)	(39)	(40)
(0)	(1)	(4)	(41)	(38)
(0)	(2)	(5)	(39)	(35)
(0)	(1)	(1)	(30)	(29)
(0)	(1)	(1)	(37)	(33)



Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year
	10-Jul-25	9-Jul-25	3-Jul-25	10-Jun-25	10-Jul-24
UST 2Y	3.87	3.84	3.88	4.02	4.62
UST 10Y	4.35	4.33	4.35	4.47	4.28
Germany 2Y	1.89	1.86	1.83	1.85	2.90
Germany 10Y	2.71	2.67	2.62	2.52	2.53
UK 2Y	3.86	3.88	3.84	3.92	4.12
UK 10Y	4.60	4.61	4.54	4.54	4.13
Japan 2Y	0.76	0.76	0.75	0.77	0.34
Japan 10Y	1.50	1.51	1.44	1.48	1.09
Australia 2Y	3.38	3.41	3.26	3.31	4.17
Australia 10Y	4.28	4.34	4.18	4.25	4.34
China 2Y	1.39	1.38	1.36	1.44	1.64
China 10Y	1.66	1.65	1.64	1.69	2.27
Indonesia 2Y	5.97	5.98	6.02	6.21	6.78
Indonesia 10Y	6.58	6.59	6.60	6.77	7.06
Thailand 2Y	1.35	1.35	1.39	1.50	2.34
Thailand 10Y	1.54	1.54	1.61	1.67	2.63

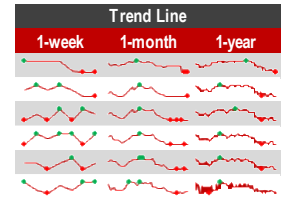
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
3	(1)	(15)	(75)	(37)
2	0	(12)	7	(22)
3	6	4	(101)	(19)
3	9	18	17	34
(2)	1	(6)	(27)	(54)
(2)	5	5	47	3
(0)	1	(1)	42	16
(1)	6	2	42	40
(4)	12	7	(79)	(48)
(6)	10	3	(6)	(8)
2	3	(5)	(25)	29
1	2	(3)	(61)	(2)
(1)	(4)	(24)	(80)	(107)
(2)	(3)	(20)	(48)	(42)
0	(4)	(15)	(98)	(64)
0	(8)	(14)	(110)	(72)



Key swap rates

	Latest	1-day	1 week	1-Month	1-Year
	10-Jul-25	9-Jul-25	3-Jul-25	10-Jun-25	10-Jul-24
IRS 1-Year	3.18	3.19	3.24	3.28	3.58
IRS 3-Year	3.12	3.12	3.12	3.17	3.57
IRS 5-Year	3.20	3.19	3.19	3.25	3.62
IRS 7-Year	3.28	3.29	3.28	3.35	3.73
IRS 10-Year	3.40	3.42	3.41	3.48	3.85
IRS 20-Year	3.70	3.68	3.70	3.76	4.20

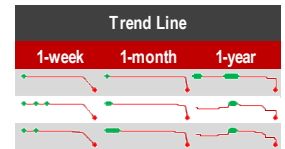
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(1)	(7)	(10)	(41)	(40)
(0)	(0)	(5)	(45)	(39)
1	1	(6)	(42)	(35)
(1)	0	(7)	(46)	(36)
(2)	(1)	(8)	(45)	(33)
2	0	(5)	(50)	(25)



Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year
	10-Jul-25	9-Jul-25	3-Jul-25	10-Jun-25	10-Jul-24
1-Month Klibor	3.01	3.25	3.25	3.26	3.29
3-Month Klibor	3.23	3.47	3.49	3.50	3.59
6-Month Klibor	3.30	3.50	3.53	3.54	3.64

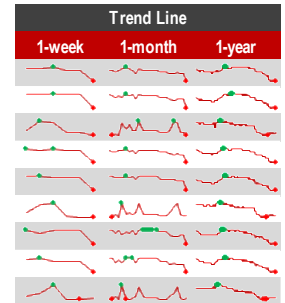
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(24)	(24)	(25)	(28)	(28)
(24)	(26)	(27)	(36)	(50)
(20)	(23)	(24)	(34)	(47)



Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year
	10-Jul-25	9-Jul-25	3-Jul-25	10-Jun-25	10-Jul-24
3-Year AAA	3.59	3.61	3.61	3.62	3.85
3-Year AA	3.74	3.76	3.76	3.77	3.98
3-Year A	4.54	4.54	4.55	4.54	4.94
5-Year AAA	3.66	3.68	3.68	3.69	3.94
5-Year AA	3.83	3.85	3.85	3.85	4.07
5-Year A	4.67	4.67	4.68	4.66	5.17
10-Year AAA	3.81	3.83	3.83	3.84	4.08
10-Year AA	3.97	3.99	3.99	4.01	4.26
10-Year A	5.02	5.02	5.03	5.01	5.69

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(2)	(2)	(2)	(26)	(24)
(2)	(2)	(3)	(24)	(27)
(1)	(1)	0	(41)	(32)
(1)	(2)	(2)	(27)	(26)
(2)	(2)	(2)	(24)	(27)
(0)	(1)	1	(50)	(42)
(2)	(2)	(3)	(27)	(26)
(2)	(2)	(3)	(28)	(27)
1	(1)	1	(67)	(54)



Sources: Bloomberg, AmBank Economics

Note: All values are end-period

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