

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were little changed in trading on Tuesday, amidst core CPI for December coming in lower than anticipated and financial stocks retreating on the proposal by the US administration over the capping of credit card interest rates. Overall benchmark UST yields closed the day higher by between 0 to 1bp. **The benchmark 2-year UST note yield was little changed for the day at 3.54% while the 10-year UST bond yield was also unchanged at 4.18%.** The coming day sees the release of retail sales and producer prices for November as well as existing home sales for December, with five Fed members also due to deliver remarks.

MGS/GII

- Local govies were softer in trading on Tuesday, amidst selling seen by both domestic and foreign names. Secondary market volume rose by 5% to RM6.80bn versus the RM6.48bn that changed hands on Monday. Overall benchmark yields were mixed by between -1 to +3bps (prior: -2 to +2bps), except for the 30Y MGS which was correcting from previous off-market trades. **The benchmark 5Y MGS 5/30 yield was little changed for the day at 3.27% while the yield on the benchmark 10Y MGS 7/35 advanced by 1bp to 3.54%.** Trading interest for the day was led by the off-the-run GII 3/26, while decent interest was also seen in the off-the-run MGS 7/26, GII 9/26 and MGS 11/33, as well as in the benchmark 7Y GII. The share of GII trading inched higher to 54% of overall trading versus the 53% seen the previous session. The day ahead sees the new issuance auction of RM3.5bn of a new 15yr MGS, with an additional RM1.5bn to be privately placed.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Tuesday in an active session, with secondary market volume for the day surging by 317% to RM1,570m versus the RM377m that traded on Tuesday. Trading was led by the AAA-rated segment of the market. In the GG universe, the interest was led by DANA 5/36, which closed at 3.65% (-9bps versus last print). In the AAA-space, trading was led by PASB 6/31 and PASB 4/39, which settled at 3.59% (-2bps) and 3.87% (unch) respectively. Over in the AA-rated territory, activity was led by IMTIAZ 5/32 and PKNS 2/35, which closed at 3.75% (+2bps) and 3.88% (unchanged) respectively, while in the A-rated arena, AFFINISL 10/33 led trading and settled at 3.71% (+1bp).

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.54	0
5-yr UST	3.75	0
10-yr UST	4.18	0
30-yr UST	4.84	1

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.00	<div><div></div></div> 1	3.10	<div><div></div></div> 1	
5-yr	3.27	<div><div></div></div> 0	3.27	<div><div></div></div> 0	
7-yr	3.45	<div><div></div></div> 3	3.35	<div><div></div></div> 1	
10-yr	3.54	<div><div></div></div> 1	3.51	<div><div></div></div> 0	
15-yr	3.76	<div><div></div></div> 1	3.74	<div><div></div></div> 2	
20-yr	3.86	<div><div></div></div> 0	3.86	<div><div></div></div> 1	
30-yr	4.00	<div><div></div></div> 6	3.99	<div><div></div></div> -1	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.24	0
3-yr	3.33	1
5-yr	3.41	0
7-yr	3.48	0
10-yr	3.63	0

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-2,335	-84
MTD Change	-3,209	-284

Figures in RM 'mil (as of 07 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)

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	07/26	2.793	364	2.807	01/12/2026	-1
MGS	11/26	2.847	320	2.879	01/12/2026	-3
MGS	05/27	2.883	108	2.881	01/12/2026	0
MGS	11/27	2.873	3	2.901	01/12/2026	-3
MGS	04/28	2.997	159	2.988	01/12/2026	1
MGS	06/28	3.063	96	3.066	01/12/2026	0
MGS	08/29	3.185	51	3.154	01/12/2026	3
MGS	04/30	3.277	250	3.270	01/12/2026	1
MGS	05/30	3.265	53	3.265	01/12/2026	0
MGS	04/31	3.349	104	3.347	01/12/2026	0
MGS	06/31	3.333	110	3.322	01/12/2026	1
MGS	07/32	3.445	110	3.418	01/12/2026	3
MGS	04/33	3.474	190	3.462	01/12/2026	1
MGS	11/33	3.506	354	3.492	01/12/2026	1
MGS	07/34	3.539	152	3.523	01/12/2026	2
MGS	05/35	3.546	180	3.544	01/12/2026	0
MGS	07/35	3.539	120	3.526	01/12/2026	1
MGS	04/37	3.659	1	3.662	01/12/2026	0
MGS	06/38	3.721	61	3.717	01/09/2026	0
MGS	04/39	3.764	248	3.757	01/12/2026	1
MGS	05/40	3.787	6	3.779	01/09/2026	1
MGS	10/42	3.858	7	3.851	01/12/2026	1
MGS	05/44	3.858	38	3.862	01/12/2026	0
MGS	03/46	3.932	2	3.920	01/09/2026	1
MGS	07/48	3.925	5	3.961	01/12/2026	-4
MGS	06/50	3.988	4	3.924	01/12/2026	6
MGS	07/55	3.996	12	3.937	01/12/2026	6
GII	03/26	2.768	1122	2.852	01/12/2026	-8
GII	09/26	2.852	428	2.851	01/12/2026	0
GII	06/27	3.015	1	2.983	01/12/2026	3
GII	09/27	3.002	204	3.003	01/12/2026	0
GII	07/28	3.104	210	3.095	01/12/2026	1
GII	08/30	3.273	271	3.273	01/12/2026	0
GII	10/30	3.307	110	3.290	01/08/2026	2
GII	10/31	3.348	421	3.342	01/12/2026	1
GII	10/32	3.421	61	3.428	01/12/2026	-1
GII	08/33	3.496	230	3.497	01/12/2026	0
GII	04/35	3.512	213	3.509	01/08/2026	0
GII	07/36	3.571	30	3.569	01/12/2026	0
GII	09/39	3.755	37	3.764	01/12/2026	-1
GII	07/40	3.737	2	3.714	01/06/2026	2
GII	09/41	3.790	30	3.796	01/12/2026	-1
GII	08/43	3.834	80	3.819	01/12/2026	2
GII	05/45	3.860	57	3.852	01/12/2026	1
GII	11/49	3.986	140	3.987	01/12/2026	0
GII	03/54	3.994	43	4.000	01/12/2026	-1
			6796			

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	02/27	GG	3.194	5	3.091	21/10/2025	10	34
Lembaga Pembiayaan Perumahan Sektor Awam	04/27	GG	3.195	10	3.030	21/8/2025	17	34
DanaInfra Nasional Berhad	05/27	GG	3.198	5	3.403	10/9/2024	-21	34
Prasarana Malaysia Berhad	03/28	GG	3.245	10	3.119	23/9/2025	13	32
Lembaga Pembiayaan Perumahan Sektor Awam	03/28	GG	3.244	25	3.108	26/8/2025	14	32
Lembaga Pembiayaan Perumahan Sektor Awam	04/28	GG	3.244	15	3.251	22/12/2025	-1	32
Prasarana Malaysia Berhad	12/30	GG	3.387	40	3.728	12/2/2025	-34	13
Prasarana Malaysia Berhad	03/34	GG	3.598	40	3.529	24/9/2025	7	13
DanaInfra Nasional Berhad	11/35	GG	3.624	70	3.628	9/1/2026	0	10
DanaInfra Nasional Berhad	11/35	GG	3.625	10	3.648	9/10/2025	-2	10
DanaInfra Nasional Berhad	05/36	GG	3.649	80	3.739	7/4/2025	-9	13
Prasarana Malaysia Berhad	08/36	GG	3.657	60	3.663	7/1/2026	-1	14
Projek Lebuhraya Usahasama Berhad	01/28	AAA	3.465	40	3.478	11/11/2025	-1	54
Danga Capital Berhad	01/28	AAA	3.507	10	3.512	8/1/2026	0	58
Petroleum Sarawak Exploration & Production Sdn E	05/29	AAA	3.572	5	3.577	16/12/2025	0	57
Sarawak Energy Berhad	07/29	AAA	3.563	40	3.547	17/11/2025	2	56
Bakun Hydro Power Generation Sdn Berhad (fka S	08/29	AAA	3.563	10	3.479	26/9/2025	8	41
CelcomDigi Telecommunications Sdn Berhad (fka C	09/29	AAA	3.546	10	3.538	24/10/2025	1	39
Pengurusan Air SPV Berhad	01/30	AAA	3.522	50	3.540	25/11/2025	-2	37
Sarawak Energy Berhad	07/30	AAA	3.569	40	3.597	2/12/2025	-3	41
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.601	20	3.599	12/1/2026	0	34
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.604	20	3.659	22/12/2025	-5	34
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.580	10	3.581	8/10/2025	0	32
Sarawak Energy Berhad	04/31	AAA	3.599	10	3.628	7/1/2026	-3	34
Petroleum Sarawak Exploration & Production Sdn E	05/31	AAA	3.749	10	3.652	24/12/2025	10	49
Pengurusan Air SPV Berhad	06/31	AAA	3.586	130	3.606	26/11/2025	-2	33
Pengurusan Air SPV Berhad	04/32	AAA	3.653	20	3.641	26/11/2025	1	31
Public Bank Berhad	07/32	AAA	3.716	20	3.716	12/1/2026	0	30
Sarawak Petchem Sdn Berhad	07/32	AAA	3.768	30	3.799	12/12/2025	-3	35
Amanat Lebuhraya Rakyat Berhad	10/32	AAA	3.642	40	3.645	6/1/2026	0	23
Sarawak Energy Berhad	10/32	AAA	3.700	30	3.696	17/12/2025	0	28
Petroleum Sarawak Exploration & Production Sdn E	11/32	AAA	3.692	10	3.701	18/12/2025	-1	28
TNB Northern Energy Berhad	11/32	AAA	3.744	10	3.828	9/4/2025	-8	33
Petroleum Sarawak Exploration & Production Sdn E	02/33	AAA	3.699	30	3.689	8/1/2026	1	28
TNB Power Generation Sdn Berhad	03/33	AAA	3.701	5	3.669	6/1/2026	3	29
Amanat Lebuhraya Rakyat Berhad	10/33	AAA	3.658	40	3.669	15/12/2025	-1	19
Projek Lebuhraya Usahasama Berhad	01/35	AAA	3.734	30	3.758	18/12/2025	-2	23
Danum Capital Berhad	02/35	AAA	3.899	2	3.780	29/12/2025	12	40
Projek Lebuhraya Usahasama Berhad	01/36	AAA	3.749	20	3.790	16/12/2025	-4	23
Projek Lebuhraya Usahasama Berhad	01/37	AAA	3.843	10	3.861	18/12/2025	-2	32
TNB Power Generation Sdn Berhad	06/37	AAA	3.814	70	3.768	30/10/2025	5	29
Pengurusan Air SPV Berhad	04/39	AAA	3.874	180	3.875	6/1/2026	0	12
SD Guthrie Berhad (fka Sime Darby Plantation Ber	11/40	AAA	3.908	10	3.938	8/1/2026	-3	15
TNB Power Generation Sdn Berhad	03/43	AAA	3.967	20	3.969	9/1/2026	0	21
Perbadanan Kemajuan Negeri Selangor	02/35	AA1	3.878	50	3.881	13/10/2025	0	38
Imtiaz Sukuk II Berhad	05/32	AA2	3.750	40	3.768	30/12/2025	-2	41
AmBank (M) Berhad	08/32	AA2	3.768	5	3.778	26/11/2025	-1	35
RHB Bank Berhad	09/32	AA2	3.919	2	3.588	26/9/2025	33	50
CIMB Group Holdings Berhad	09/36	AA2	3.960	1	3.818	30/9/2025	14	44
BGSM Management Sdn Berhad	03/26	AA3	3.434	5	3.369	26/11/2025	6	58
BGSM Management Sdn Berhad	12/28	AA3	3.585	5	3.586	5/1/2026	0	59
Exsim Capital Resources Berhad	06/29	AA3	4.479	1	4.891	27/11/2025	-41	148
Mumtaz Rakyat Sukuk Berhad	06/31	AA3	3.726	20	3.754	31/10/2025	-3	47
Orkim Berhad (fka Orkim Sdn Berhad)	02/30	AA-	3.798	2	3.792	16/10/2025	1	64
Sunway Treasury Sukuk Sdn Berhad	08/31	AA-	3.771	30	3.799	12/12/2025	-3	43
Sunway Treasury Sukuk Sdn Berhad	04/32	AA-	3.793	10	3.798	20/11/2025	0	45
Affin Islamic Bank Berhad	10/33	A1	3.714	30	3.707	12/1/2026	1	25
Yinson Holdings Berhad	12/26	A+	4.033	10	4.046	30/12/2025	-1	118
MBSB Bank Berhad (fka Asian Finance Bank Berha	04/27	A+	4.772	0	4.023	25/7/2025	75	191
JB Cocoa Sdn Berhad	11/29	A+	5.800	1	5.509	6/1/2026	29	264
Yinson Holdings Berhad	12/30	A+	4.499	1	4.500	9/1/2026	0	124
DRB-Hicom Berhad	12/14	A	4.280	5	5.438	9/1/2026	-116	41
Yinson Holdings Berhad	11/22	A-	5.401	1	5.401	9/1/2026	0	153
				1570				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
MTT Shipping Sdn Bhd	Corporate credit ratings & Islamic Medium-Term Notes and Islamic Commercial Papers Programme with a combined aggregate limit of RM1.5bn	AA3/Stable/P1	Affirmed
Credit Guarantee Corporation Malaysia Berhad	Financial institution ratings	AAA/Stable	Affirmed

Source: RAM, MARC

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