

Global Markets Research

Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.18	-4
5-yr UST	4.28	-4
10-yr UST	4.55	-3
30-yr UST	5.07	-1

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.26	0	3.26	0
5-yr	3.41	0	3.37	0
7-yr	3.54	-1	3.54	0
10-yr	3.63	0	3.63	1
15-yr	3.83	0	3.90	0
20-yr	3.95	0	3.98	0
30-yr	3.92	-18	3.99	-10

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.46	-1
3-yr	3.50	0
5-yr	3.54	-1
7-yr	3.61	-1
10-yr	3.73	0

Source: Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-710	400
MTD Change	-1,661	1,649

Figures in RM 'mil (as of 03 Jul 2026)

Upcoming Government Bond Tender

Nil

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries advanced in trading on Thursday, amidst a decline in energy prices as investors continue to digest the renewed tensions in the Gulf. A well-received re-opening auction of USD22bn in 30yr USTs added to the bid tone for the day, and data for the day saw existing home sales for June unexpectedly decline. Benchmark UST yields were lower by between 1 to 4bps for the day. **The benchmark 2-year UST yield fell by 4bps for the day to 4.18% while the 10-year UST bond yield declined by 3bps to 4.55%.** The day ahead sees little in the way of either economic data or scheduled Fed-speak, with the focus likely to continue on developments out of the Middle East.

MGS/GII

- Local govies were little changed in trading on Thursday, recovering ground lost in the morning session after BNM left policy unchanged for the sixth straight MPC meet and continued to sound out a neutral tone, while industrial production for May grew by less than expected. Secondary market volume declined by 44% to RM3.28bn versus the RM5.89bn that changed hands on Wednesday. Overall benchmark yields were mixed by between -1 to +1bp (prior: 0 to 2bps higher), except for the 30Y MGS/GII, which were skewed by off-market trades. **The benchmark 5Y MGS 6/31 yield was little changed for the day to 3.41% while the yield on the benchmark 10Y MGS 7/35 was also unchanged at 3.63%.** Trading for the day was led by the off-the-run GII 9/26, while decent interest was also seen in the off-the-run MGS 11/26, MGS 4/31 and MGS 7/32. The share of GII trading climbed to 46% of overall govies trading versus the 26% seen the day before. The coming day should see the announcement of the re-opening of the benchmark 3Y GII 9/29, where we expect RM5bn to be put up for sale.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Thursday, with secondary market volume for the day grew by 53% to RM781m versus the RM511m that traded on Wednesday. Trading for the day was led by the AA-rated segment of the market. In the GG universe, the activity was led by DANA 4/40 and PTPTN 9/40, which closed at 3.99% (-1bp versus last print) and 4.00% (secondary debut) respectively. In the AAA-rated space, trading was led by BPMB 12/28 and ALRB 10/34, which settled the day at 3.59% (+6bps) and 3.88% (+4bps) respectively. In the AA-rated territory, the activity was led by MRCB 4/35 and MRCB 1/36, which closed the day at 4.12% (-1bp) and 4.15% (unchanged) respectively.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	07/26	3.122	131	3.122	07/08/2026	0
MGS	11/26	2.927	288	2.930	07/08/2026	0
MGS	05/27	3.073	185	3.094	07/08/2026	-2
MGS	11/27	3.150	25	3.141	07/07/2026	1
MGS	04/28	3.204	4	3.191	07/08/2026	1
MGS	06/28	3.215	7	3.205	07/08/2026	1
MGS	03/29	3.258	199	3.255	07/08/2026	0
MGS	08/29	3.284	16	3.272	07/08/2026	1
MGS	04/31	3.421	213	3.422	07/08/2026	0
MGS	06/31	3.409	87	3.406	07/08/2026	0
MGS	07/32	3.498	239	3.508	07/08/2026	-1
MGS	04/33	3.541	115	3.552	07/08/2026	-1
MGS	11/33	3.582	20	3.569	07/08/2026	1
MGS	07/34	3.603	24	3.603	07/08/2026	0
MGS	07/35	3.641	188	3.626	07/08/2026	2
MGS	04/39	3.873	1	3.882	07/08/2026	-1
MGS	05/44	3.967	1	3.942	07/08/2026	2
MGS	07/48	4.031	1	3.924	07/08/2026	11
MGS	06/50	4.043	14	4.000	07/08/2026	4
MGS	07/55	3.917	6	4.095	07/08/2026	-18
GII	09/26	2.963	588	2.950	07/08/2026	1
GII	07/28	3.222	83	3.214	07/08/2026	1
GII	10/28	3.230	2	3.230	07/07/2026	0
GII	10/29	3.259	181	3.263	07/08/2026	0
GII	08/30	3.365	42	3.363	07/07/2026	0
GII	10/30	3.388	2	3.382	07/08/2026	1
GII	10/31	3.430	40	3.431	07/08/2026	0
GII	10/32	3.515	180	3.527	07/08/2026	-1
GII	03/33	3.538	22	3.538	07/07/2026	0
GII	11/34	3.610	10	3.597	07/08/2026	1
GII	04/35	3.625	20	3.615	07/07/2026	1
GII	03/38	3.819	7	3.824	07/07/2026	0
GII	09/39	3.881	20	3.935	07/07/2026	-5
GII	07/40	3.895	65	3.891	07/07/2026	0
GII	08/43	3.954	140	3.957	07/08/2026	0
GII	05/45	3.976	70	3.976	07/08/2026	0
GII	03/54	4.080	41	4.026	07/07/2026	5
GII	01/56	3.992	1	4.088	07/08/2026	-10
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