

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries advanced in trading on Thursday, amidst the ISM Manufacturing index for September unexpectedly registering a slight pullback, indicating a possible loss of momentum of certain segment of the US economy. Fed rate hikes were dialed back slightly, with the chances of a 25bps hike at the October FOMC falling from 37% to 28%. Benchmark yields were lower by between 2 to 10bps (prior: 1 to 6bps higher), with the curve bull steepening for the day. **The benchmark 2-year UST yield fell by 10bps for the day to 4.79% while the 10-year UST bond yield declined by 4bps to 5.24%.** The day ahead sees the release of the monthly jobs report for September, where the market consensus is for an addition of 85k non-farm jobs to have been added and for the unemployment rate to hold steady at 4.1%.

MGS/GII

- Local govies retreated in trading on Thursday, amidst the S&P Global Malaysia manufacturing PMI registering a dip for September. Secondary market volume for the day eased by 21% to RM4.09bn versus the RM5.21bn that changed hands on Wednesday. Overall benchmark yields were mixed by between -1 to +4bps (prior: -11 to +4bps). **The benchmark 5Y MGS 6/31 yield rose by 3bps for the day to 3.77% while the yield on the benchmark 10Y MGS 7/35 also advanced by 3bps to 4.03%.** Trading for the day was led by the off-the-run MGS 11/26, while good interest was also seen in the off-the-run GII 9/27 and GII 7/28, as well as in the benchmark 5Y MGS and 10Y MGS/GII. The share of GII trading climbed to 39% of overall govies trading versus the 24% seen the day before. The coming day could bring the announcement of the re-opening of benchmark 3Y GII 10/29, where we expect RM5bn to be put up for sale.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Thursday, with secondary market volume for the day declining by 20% to RM433m versus the RM541m that traded on Wednesday. Trading for the day was again led by the AAA-rated segment of the market. In the GG universe, PLUS 1/38 led the activity and settled for the day at 4.40% (+40bps versus last print). In the AAA-space, trading was led by CELCOMDG 6/31 and DANUM 2/36, which closed at 4.35% (+59bps) and 4.55% (+15bps) respectively. Over in AA-rated territory, PTPSB 8/28 and MBB 8/37 led the activity and settled at 4.23% (+8bps) and 4.38% (+6bps) respectively, while in the unrated space, interest was seen in KENINV 6.10% Perps, which closed the day at 5.68% (+11bps).

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.79	-10
5-yr UST	5.01	-8
10-yr UST	5.24	-4
30-yr UST	5.61	-2

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.48	1	3.49	0	
5-yr	3.77	3	3.80	4	
7-yr	4.03	4	3.97	0	
10-yr	4.03	3	4.05	-1	
15-yr	4.20	0	4.20	-1	
20-yr	4.34	2	4.33	0	
30-yr	4.35	0	4.51	2	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.74	0
3-yr	3.84	3
5-yr	3.89	2
7-yr	3.98	3
10-yr	4.10	4

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	188	265
MTD Change	1,851	707

Figures in RM 'mil (as of 21 Sep 2026)

Upcoming Government Bond Tender

Nil

Daily Trades: Government Bond

		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	11/26	2.844	829	2.822	09/30/2026	2
MGS	05/27	3.030	110	3.044	09/30/2026	-1
MGS	11/27	3.156	18	3.147	09/30/2026	1
MGS	04/28	3.384	71	3.371	09/30/2026	1
MGS	06/28	3.406	82	3.400	09/30/2026	1
MGS	03/29	3.482	27	3.469	09/30/2026	1
MGS	04/29	3.518	4	3.518	09/30/2026	0
MGS	08/29	3.513	133	3.513	09/30/2026	0
MGS	04/30	3.674	59	3.643	09/30/2026	3
MGS	05/30	3.691	2	3.660	09/30/2026	3
MGS	04/31	3.777	76	3.756	09/30/2026	2
MGS	06/31	3.773	196	3.744	09/30/2026	3
MGS	04/32	3.904	2	3.885	09/18/2026	2
MGS	07/32	3.962	89	3.917	09/30/2026	5
MGS	04/33	4.028	120	3.984	09/30/2026	4
MGS	11/33	4.068	13	4.021	09/30/2026	5
MGS	07/34	4.086	52	3.918	09/30/2026	17
MGS	05/35	4.061	8	3.980	09/30/2026	8
MGS	07/35	4.030	240	3.997	09/30/2026	3
MGS	04/37	4.106	19	4.123	09/30/2026	-2
MGS	06/38	4.204	3	4.225	09/30/2026	-2
MGS	04/39	4.304	47	4.239	09/30/2026	7
MGS	05/40	4.244	10	4.213	09/30/2026	3
MGS	01/41	4.197	17	4.197	09/30/2026	0
MGS	10/42	4.292	21	4.240	09/30/2026	5
MGS	09/43	4.330	17	4.308	09/30/2026	2
MGS	05/44	4.302	8	4.310	09/30/2026	-1
MGS	03/46	4.278	5	4.278	09/30/2026	0
MGS	04/46	4.342	182	4.319	09/30/2026	2
MGS	07/48	4.451	4	4.410	09/30/2026	4
MGS	06/50	4.421	11	4.372	09/30/2026	5
MGS	07/55	4.345	4	4.344	09/30/2026	0
GII	07/27	2.965	27	3.040	09/30/2026	-8
GII	09/27	3.069	507	3.072	09/30/2026	0
GII	07/28	3.426	200	3.436	09/30/2026	-1
GII	07/29	3.534	10	3.544	09/29/2026	-1
GII	08/30	3.662	2	3.621	09/30/2026	4
GII	10/30	3.667	20	3.702	09/30/2026	-4
GII	10/31	3.804	140	3.760	09/30/2026	4
GII	10/32	3.959	30	3.957	09/30/2026	0
GII	03/33	3.971	46	3.976	09/30/2026	0
GII	08/33	4.016	20	4.013	09/30/2026	0
GII	04/35	4.050	1	4.057	09/30/2026	-1
GII	07/36	4.046	320	4.033	09/30/2026	1
GII	09/39	4.175	2	4.190	09/30/2026	-2
GII	07/40	4.202	160	4.214	09/30/2026	-1
GII	08/43	4.289	6	4.280	09/30/2026	1
GII	05/52	4.324	2	4.449	09/30/2026	-13
GII	01/56	4.507	121	4.491	09/30/2026	2
			4091			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing	Vol	Previous	Previous	Chg	Spread
			YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bps)	Against MGS*
Prasarana Malaysia Berhad	08/36	GG	4.357	20	3.874	31/7/2026	48	31
Projek Lebuhraya Usahasama Berhad	01/38	GG	4.396	100	3.994	4/8/2026	40	35
DanaInfra Nasional Berhad	03/46	GG	4.633	10	4.749	15/9/2026	-12	30
Projek Lebuhraya Usahasama Berhad	01/27	AAA	3.843	20	3.770	14/9/2026	7	74
Malaysia Airport Holdings Berhad	12/28	AAA	4.043	10	3.960	23/9/2026	8	68
Pengurusan Air SPV Berhad	02/29	AAA	4.009	10	3.581	16/6/2026	43	65
Infracap Resources Sdn Berhad	04/31	AAA	4.248	10	3.717	29/7/2026	53	47
CelcomDigi Telecommunications Sdn Berhad (fka C	06/31	AAA	4.350	40	3.761	23/6/2026	59	57
Malaysia Airport Holdings Berhad	12/31	AAA	4.348	10	3.712	7/4/2026	64	57
Danum Capital Berhad	08/34	AAA	4.478	10	3.845	4/8/2026	63	45
Infracap Resources Sdn Berhad	04/35	AAA	4.502	15	4.508	22/9/2026	-1	47
Danum Capital Berhad	02/36	AAA	4.548	55	4.399	29/9/2026	15	51
Infracap Resources Sdn Berhad	07/40	AAA	4.636	30	n/a	n/a	464	43
Press Metal Aluminium Holdings Berhad	12/28	AA1	4.099	1	3.940	25/9/2026	16	74
Batu Kawan Berhad	02/29	AA1	4.208	1	3.900	8/9/2026	31	85
Public Islamic Bank Berhad	07/32	AA1	2.751	1	4.530	26/2/2026	-178	-115
Malayan Banking Berhad	01/34	AA1	4.042	10	3.999	25/9/2026	4	4
Malayan Banking Berhad	08/37	AA1	4.380	15	4.316	24/9/2026	6	33
TNB Kuala Muda Solar Sdn Berhad	05/29	AA+	4.151	10	3.702	29/7/2026	45	66
Golden Assets International Finance Limited	04/27	AA2	4.230	1	4.201	29/9/2026	3	113
RHB Bank Berhad	01/33	AA2	4.263	1	4.509	6/7/2026	-25	36
Tadau Energy Sdn Berhad	12/27	AA	4.236	2	3.869	27/4/2026	37	113
Point Zone (M) Sdn Berhad	03/28	AA	4.130	5	3.555	29/4/2026	58	103
Pelabuhan Tanjung Pelepas Sdn Berhad	08/28	AA	4.225	20	4.146	25/9/2026	8	86
Pac Lease Berhad	04/29	AA	4.279	10	3.948	8/9/2026	33	79
Affin Islamic Bank Berhad	12/27	AA3	4.174	10	4.220	2/9/2026	-5	107
CIMB Thai Bank Public Company Limited	03/33	AA3	4.500	1	4.063	8/9/2026	44	60
Malayan Banking Berhad	02/17	AA3	4.854	1	4.999	30/9/2026	-15	52
Zetrix AI Berhad (fka MY E.G. Services Berhad)	08/28	AA-	5.383	1	4.394	21/9/2026	99	202
Qualitas Sukuk Berhad	03/25	A2	5.983	1	6.265	30/9/2026	-28	165
DRB-Hicom Berhad	12/14	A	5.010	1	4.624	23/7/2026	39	67
Affin Islamic Bank Berhad	10/18	A3	4.899	1	4.446	30/9/2026	45	56
Yinson Holdings Berhad	11/22	A-	5.604	1	6.131	29/9/2026	-53	127
Bank Muamalat Malaysia Berhad	09/22	BBB+	5.073	1	5.075	29/9/2026	0	74
Kenanga Investment Bank Berhad	08/25	NR(LT)	5.677	2	5.565	21/9/2026	11	134
				433				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Bank of China (Malaysia) Berhad	Financial institution ratings	AAA/Stable/P1	Affirmed

Source: RAM, MARC

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