



## Fixed Income &amp; FX Research

09 July 2026

**Macro:** Fed meeting minutes revealed a divide over the future policy path. Markets fell amid rising geopolitical risks after the US president declared the ceasefire effectively 'over'.

**Forex:** Ringgit was down by 0.2% to settle at 4.077.

**Fixed Income:** MYR government bonds also fell as focus turned to the US-Iran tensions.

**Macro**

**Global:** Fed meeting minutes revealed a divide over the future path of interest rates, with scenarios discussed regarding the evolution of the economy and monetary policy ahead. While most participants noted that inflation risks remain elevated given stable labour market conditions, strong AI-related demand, and potential spillovers from earlier tariffs and developments in West Asia, fewer participants think this warrants raising interest rates. Meanwhile, the IMF, in its July update, revised its 2026 and 2027 growth projections to 3% and 3.4% y/y, respectively (April projections: 3.1% and 3.2%), with 2026's number bolstered by robust AI-related investments and stronger-than-expected global economic resilience. Nevertheless, it warns that risks remain tilted to the downside, with headline inflation expected at 4.7% and 3.9% y/y for 2026 and 2027, respectively.

**Malaysia:** The MOF announced that MYR1 billion in financing has been approved for its SME Stabilisation Relief Facility, with MYR4 billion in allocations still available to eligible businesses. Separately, Communications Minister Fahmi Fadzil announced that contributions to Socso's recent Lindung 24 Jam scheme (for non-work accidents) will no longer be mandatory, with immediate effect. The Ministry of Human Resources will announce further details.

**Forex**

**Global:** DXY closed little changed despite rising tensions in West Asia and an uptick in UST yields, as slight EUR and GBP strength was counteracted by weakness in JPY (-0.3%). On the news front, Germany's approved 2027 budget draft saw borrowings higher than earlier estimated, while French far-right leader Marine Le Pen has confirmed her 2027 presidential bid, with polls favouring her National Rally. USD/JPY rose back to 40-year highs amid fresh USD and oil price strength, while constant verbal threats for FX intervention by authorities are assessed (by markets) to deliver only temporary relief. This comes as the Japanese government considers revising language on monetary policy in its recent economic blueprint, amid fears that certain language formalises infringing on the BOJ's monetary independence. AUD was steady (0.0%) after RBA Assistant Governor Hunter noted weaker consumer and business confidence on recent oil price shocks, though reiterated the RBA's mission dual inflation and employment mandates.

**Asia:** Ringgit was down by 0.2% to settle at 4.077 amid geopolitical risks. CNY fell before finding support above 6.805. Earlier yesterday, the PBOC set the yuan fixing at a weaker 6.8077 vs 6.8034 the day before, suggesting authorities are moving away from their recent preference for a gradual CNY appreciation.

**Fixed Income**

**Global Bonds:** US Treasuries weakened amid fresh geopolitical risks and rising oil prices. However, the 10Y UST auction was firm, with a yield of 4.58%, lower than expected, according to Reuters. BTC was 2.590x vs. 2.570x previous 10Y auction.

**MYR Bonds:** Local corporate bond trading focused on higher-grade GG and AAA papers, with a smattering of AA and A names also being traded. Along the AA segment, SP Setia 04/32 (AA flat) weakened to 3.87%, up 2 bps. AAA-rated Cagamas 10/33 moved 2 bps lower to close at 3.80%. Government bonds weakened amid geopolitical risks.

**Commodities**

**Brent** prices surged as US President Trump ratcheted up rhetoric by declaring the ceasefire as effectively 'over' while threatening new blockades and strikes on Iran. Besides the halt in legal Iranian oil sales, recent developments have also significantly raised the supply risk of transiting the Strait of Hormuz.

**FX Daily Rates**

Vs. USD	Last Close	Per cent
DXY	100.99	(0.0)
EUR/USD	1.142	0.0
AUD/USD	0.693	0.0
GBP/USD	1.339	0.2
USD/JPY	162.59	0.3
USD/MYR	4.077	0.2
USD/IDR	17,999	0.1
USD/THB	33.48	0.5
USD/SGD	1.294	0.1
USD/CNY	6.806	0.0

**Ringgit Outlook for The Week**

	1	2
Resistance	4.164	4.247
Support	3.980	3.881

**Major Sovereign Yields (%)**

Sov. Yield	Last Close	bps
UST 2Y	4.22	3
UST 10Y	4.58	3
Germany 10Y	3.09	10
UK 10Y	4.97	13
Japan 10Y	2.87	1
Australia 10Y	4.88	6
China 10Y	1.73	(0)

**MGS Bond Yields (%)**

MGS	Last	bps
3-Year	3.25	1
5-Year	3.39	0
7-Year	3.54	1
10-Year	3.62	1
15-Year	3.83	0
20-Year	3.95	0
30-Year	4.08	0

**MYR Swap Rates (%)**

Swap / Rates	Last Close	bps
IRS 1-Year	3.47	0
IRS 3-Year	3.50	2
IRS 5-Year	3.55	2
IRS 7-Year	3.62	2
IRS 10-Year	3.73	0
3M KLIBOR	3.45	0

**Key Commodities**

Commodities	Last Close	Per cent
Brent (USD/bl)	78.02	5.2
WTI (USD/bl)	73.52	4.4
Gold (USD/oz)	4,077	(0.7)
CPO (RM/tonne)	4,503	0.4

**Policy Rates**

Central Banks	Current	Next
US Fed Funds	3.75	30-Jul
ECB Deposit Rate	2.25	23-Jul
BOE Base Rate	3.75	30-Jul
RBA Cash Rate	4.35	11-Aug
BOJ Cash Rate	1.00	31-Jul
RBNZ Cash Rate	2.25	08-Jul
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	09-Jul

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

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	8-Jul-26	7-Jul-26	1-Jul-26	8-Jun-26	8-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	100.99	101.02	101.39	100.05	97.52	(0.0)	(0.4)	0.9	3.6	2.7			
EUR/USD	1.142	1.141	1.138	1.153	1.173	0.0	0.4	(1.0)	(2.6)	(2.8)			
AUD/USD	0.693	0.693	0.689	0.705	0.653	0.0	0.5	(1.6)	6.1	3.9			
GBP/USD	1.339	1.336	1.328	1.334	1.359	0.2	0.9	0.4	(1.5)	(0.6)			
USD/JPY	162.59	162.1	162.58	160.16	146.58	0.3	0.0	1.5	10.9	3.8			
USD/MYR	4.077	4.070	4.094	4.074	4.240	0.2	(0.4)	0.1	(3.8)	0.4			
USD/IDR	17,999	17,982	17,948	18,178	16,208	0.1	0.3	(1.0)	11.1	7.8			
USD/THB	33.48	33.31	33.39	32.87	32.53	0.5	0.3	1.8	2.9	6.3			
USD/SGD	1.294	1.293	1.296	1.288	1.280	0.1	(0.1)	0.4	1.1	0.6			
USD/CNY	6.806	6.804	6.795	6.785	7.182	0.0	0.2	0.3	(5.2)	(2.4)			
USD/KRW	1,505	1,516	1,551	1,528	1,372	(0.7)	(3.0)	(1.5)	9.7	4.5			
USD/INR	95.56	94.97	95.25	95.71	85.70	0.6	0.3	(0.2)	11.5	6.3			
USD/PHP	61.51	61.43	61.62	61.70	56.36	0.1	(0.2)	(0.3)	9.1	4.6			
USD/TWD	32.04	32.16	31.89	31.59	29.06	(0.4)	0.5	1.4	10.3	2.0			
USD/HKD	7.839	7.842	7.844	7.837	7.850	(0.0)	(0.1)	0.0	(0.1)	0.7			
USD/VND	26,295	26,294	26,302	26,338	26,125	0.0	(0.0)	(0.2)	0.7	(0.0)			
NZD/USD	0.570	0.568	0.567	0.581	0.600	0.4	0.5	(1.9)	(5.0)	(1.0)			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	8-Jul-26	7-Jul-26	1-Jul-26	8-Jun-26	8-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.650	4.651	4.663	4.690	4.979	(0.0)	(0.3)	(0.9)	(6.6)	(2.4)			
GBP/MYR	5.440	5.446	5.423	5.430	5.765	(0.1)	0.3	0.2	(5.6)	(0.3)			
AUD/MYR	2.820	2.826	2.820	2.873	2.773	(0.2)	0.0	(1.8)	1.7	3.9			
JPY/MYR	2.508	2.511	2.518	2.543	2.893	(0.1)	(0.4)	(1.4)	(13.3)	(3.2)			
SGD/MYR	3.151	3.151	3.157	3.160	3.318	0.0	(0.2)	(0.3)	(5.1)	(0.2)			
10 CNY/MYR	5.997	5.992	6.026	6.005	5.907	0.1	(0.5)	(0.1)	1.5	3.2			
1 million IDR/MYR	2.263	2.264	2.281	2.240	2.617	(0.0)	(0.8)	1.0	(13.5)	(7.0)			
THB/MYR	12.179	12.221	12.272	12.415	13.023	(0.3)	(0.8)	(1.9)	(6.5)	(5.1)			
10 HKD/MYR	5.202	5.190	5.220	5.199	5.402	0.2	(0.3)	0.1	(3.7)	(0.3)			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	8-Jul-26	7-Jul-26	1-Jul-26	8-Jun-26	8-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	78.02	74.16	71.57	94.25	70.15	5.2	9.0	(17.2)	11.2	28.2			
WTI (USD/barrel)	73.52	70.44	68.58	91.3	68.33	4.4	7.2	(19.5)	7.6	28.0			
Gold (USD/oz)	4,077	4,106	4,031	4,330	3,302	(0.7)	1.2	(5.8)	23.5	(5.6)			
Malaysia CPO (RM/tonne)	4,503	4,483	4,485	4,505	4,057	0.4	0.4	(0.0)	11.0	12.6			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	8-Jul-26	7-Jul-26	1-Jul-26	8-Jun-26	8-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.25	3.25	3.25	3.26	3.12	1	(0)	(1)	13	26			
5-Year	3.39	3.39	3.39	3.44	3.17	0	0	(4)	22	14			
7-Year	3.54	3.53	3.54	3.57	3.36	1	0	(3)	18	16			
10-Year	3.62	3.61	3.61	3.60	3.43	1	1	2	19	12			
15-Year	3.83	3.83	3.83	3.84	3.68	0	0	(1)	16	6			
20-Year	3.95	3.95	3.95	3.97	3.77	0	0	(2)	18	10			
30-Year	4.08	4.08	4.09	4.10	4.00	0	(0)	(1)	9	10			

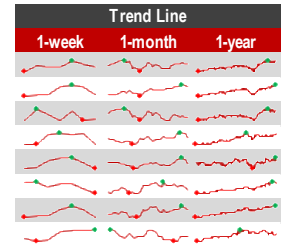
Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	8-Jul-26	7-Jul-26	1-Jul-26	8-Jun-26	8-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.26	3.26	3.25	3.24	3.15	0	1	2	11	16			
5-Year	3.38	3.38	3.39	3.37	3.25	0	(1)	1	13	12			
7-Year	3.55	3.54	3.55	3.55	3.37	0	0	(1)	18	20			
10-Year	3.62	3.62	3.62	3.62	3.50	0	1	0	13	10			
15-Year	3.89	3.89	3.89	3.89	3.70	0	0	0	20	14			
20-Year	3.97	3.97	3.98	3.97	3.76	0	(0)	0	21	11			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year
	8-Jul-26	7-Jul-26	1-Jul-26	8-Jun-26	8-Jul-25
S&P500 Index	7,483	7,504	7,483	7,406	6,226
Dow Jones	52,348	52,925	52,305	50,786	44,241
Nasdaq	25,871	25,819	26,040	25,930	20,418
London FTSE	10,489	10,666	10,478	10,373	8,854
German DAX	24,897	25,465	25,040	24,616	24,207
Nikkei 225	66,819	68,257	70,475	64,025	39,689
Japan TOPIX	4,006	4,062	4,012	3,852	2,817
FBM KLCI	1,684	1,683	1,657	1,680	1,530

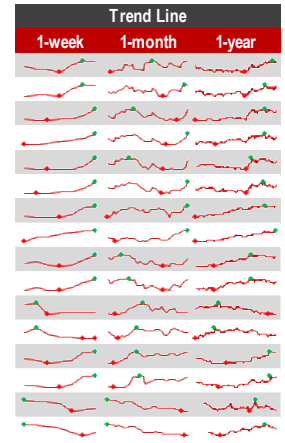
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.3)	(0.0)	1.0	20.2	94.9
(1.1)	0.1	3.1	18.3	57.9
0.2	(0.7)	(0.2)	26.7	147.2
(1.7)	0.1	1.1	18.5	40.8
(2.2)	(0.6)	1.1	2.9	78.8
(2.1)	(5.2)	4.4	68.4	156.1
(1.4)	(0.1)	4.0	42.2	111.8
0.0	1.6	0.2	10.0	12.6



Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year
	8-Jul-26	7-Jul-26	1-Jul-26	8-Jun-26	8-Jul-25
UST 2Y	4.22	4.18	4.17	4.16	3.89
UST 10Y	4.58	4.55	4.48	4.56	4.40
Germany 2Y	2.71	2.59	2.51	2.71	1.87
Germany 10Y	3.09	2.99	2.88	3.06	2.69
UK 2Y	4.33	4.18	4.13	4.38	3.87
UK 10Y	4.97	4.85	4.76	4.94	4.63
Japan 2Y	1.44	1.41	1.40	1.42	0.74
Japan 10Y	2.87	2.86	2.71	2.73	1.50
Australia 2Y	4.50	4.45	4.47	4.60	3.36
Australia 10Y	4.88	4.82	4.79	4.91	4.26
China 2Y	1.24	1.24	1.25	1.26	1.37
China 10Y	1.73	1.74	1.74	1.73	1.65
Indonesia 2Y	7.29	7.22	7.23	7.21	5.97
Indonesia 10Y	7.29	7.19	7.17	7.28	6.59
Thailand 2Y	1.10	1.09	1.13	1.23	1.36
Thailand 10Y	1.97	1.94	2.03	2.28	1.55

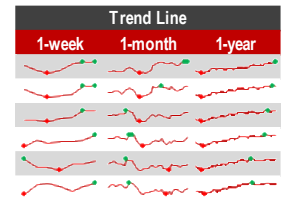
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
3	4	6	33	75
3	10	2	18	41
12	20	0	84	59
10	21	3	41	24
16	21	(5)	46	60
13	22	3	34	50
3	4	2	70	26
1	16	14	137	81
4	3	(10)	113	44
6	9	(3)	62	14
(0)	(1)	(2)	(13)	(13)
(0)	(1)	1	8	(12)
7	7	8	133	230
10	12	1	70	122
0	(3)	(13)	(27)	(2)
3	(6)	(31)	43	34



Key swap rates

	Latest	1-day	1 week	1-Month	1-Year
	8-Jul-26	7-Jul-26	1-Jul-26	8-Jun-26	8-Jul-25
IRS 1-Year	3.47	3.46	3.46	3.43	3.24
IRS 3-Year	3.50	3.48	3.49	3.48	3.13
IRS 5-Year	3.55	3.54	3.53	3.57	3.20
IRS 7-Year	3.62	3.60	3.60	3.64	3.29
IRS 10-Year	3.73	3.73	3.74	3.77	3.41
IRS 20-Year	4.06	4.05	4.05	4.10	3.69

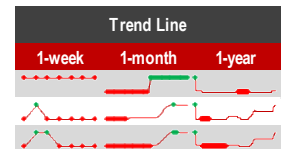
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	1	4	23	26
2	1	2	38	24
2	2	(1)	36	20
2	2	(1)	34	21
0	(1)	(4)	32	17
1	1	(4)	37	18



Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year
	8-Jul-26	7-Jul-26	1-Jul-26	8-Jun-26	8-Jul-25
1-Month Klibor	3.01	3.01	3.01	3.00	3.25
3-Month Klibor	3.45	3.45	3.46	3.36	3.47
6-Month Klibor	3.48	3.48	3.49	3.39	3.51

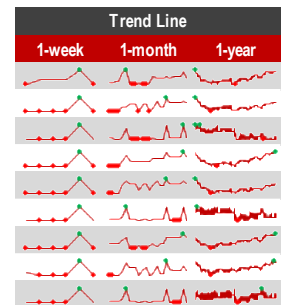
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	1	(24)	1
0	(1)	9	(2)	17
0	(1)	9	(3)	18



Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year
	8-Jul-26	7-Jul-26	1-Jul-26	8-Jun-26	8-Jul-25
3-Year AAA	3.58	3.58	3.58	3.57	3.61
3-Year AA	3.71	3.71	3.71	3.71	3.76
3-Year A	4.46	4.48	4.46	4.45	4.55
5-Year AAA	3.66	3.67	3.66	3.65	3.68
5-Year AA	3.80	3.80	3.80	3.79	3.85
5-Year A	4.62	4.65	4.62	4.62	4.68
10-Year AAA	3.84	3.84	3.84	3.83	3.83
10-Year AA	3.97	3.97	3.97	3.96	3.99
10-Year A	5.02	5.07	5.02	5.03	5.02

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(0)	0	0	(3)	7
(0)	0	1	(5)	5
(2)	0	0	(9)	(9)
(0)	0	1	(1)	8
(0)	0	1	(5)	4
(4)	0	(1)	(6)	(8)
(1)	0	1	1	7
(0)	(0)	1	(2)	4
(5)	0	(1)	(0)	(9)



Sources: Bloomberg, AmBank Economics

Note: All values are end-period

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