



Fixed Income & FX Research

19 December 2025

Macro: US headline CPI came in at 2.7% y/y for November (consensus: +3.1%; September: +3.0%). BOE cuts by 25 bps but decision was divided at 5-4.

Forex: EUR fell 0.2% after ECB kept rates unchanged while policymakers reiterated a data-dependent approach. MYR sustain strength but USD/MYR up from weekly low of 4.790.

Fixed Income: In the local government bond market, flows continued to be muted as we head closer to the year end.

Macro

Global: US headline CPI came in at 2.7% y/y for November (consensus: +3.1%; September: +3.0%), while core inflation was similarly lower-than-expected at 2.6% y/y (consensus: 3.0%). Amid the earlier US government shutdown and its impact on data reliability (including inability to collect data for October, and delayed sample readings for November), the BLS said inflation has risen just 0.2% over the two months ending November. However, given that sticky services pressures such as shelter categories saw an 'unusual' flat reading, this suggests markets may look past this month's data towards December's for confirmation of genuine disinflation across key categories. Meanwhile, several central banks held their final monetary policy meetings for 2025, including the ECB, BOE, CBC, Norges Bank, and Banxico – with all decisions expected by markets.

Malaysia: The Senate has passed the Tax Collection Measures Bill 2025, which will see five amendments to five taxation acts to strengthen the country's taxation system. The government will also continue to freeze toll rate hikes for 10 major highway concessions nationwide in 2026, which is expected to cost it MYR591.6 million as compensation.

Forex

Global: DXY (+0.1%) edged up despite data showing easing price pressures in the US, given the myriad of central bank meetings for the day. GBP held steady. Though the BOE cut policy rates by 25 bps as expected, policymakers were divided as the MPC vote split was 5-4 with Governor Bailey's backing, though statement language afterwards tilted slightly bullish, as it hinted towards limited space left for further rate easing. In comparison, EUR fell 0.2% after an uneventful ECB meeting, in which policy rates were kept unchanged as expected, while policymakers reiterated a data-dependent approach. Growth forecasts were revised higher for 2026-2028 on supportive domestic demand, though this upside was earlier telegraphed by ECB president Lagarde. Meanwhile, the JPY strengthened 0.1%, ahead of a widely expected 25 bps hike to the BOJ's policy rate today. Attention is expected to focus on the policy outlook for 2026 instead, with markets currently pricing in another rate hike to 1.00% by July next year.

Asia: Stronger ringgit (+0.1%) was seen still yesterday, closing at 4.086. It's hovering near 4.088 as we open this morning and that level is around 1000 pips below the 100d MA but our next downward support is 4.064 area.

Fixed Income

Global Bonds: UST yields fell as the market reacted to the downbeat inflation number. 2Y UST fell 2 bps to 3.46% and the 10Y by 3 bps down to 4.12%. With the inflation data as such, the 5Y TIPS auction overnight worth USD24 billion was seen at high yield of 1.433% and reportedly about 1 bps lower pre-auction. BTC was 2.62x vs. 2.51x at similar auction done in October.

MYR Bonds: In the local government bond market, flows continued to be muted as we head closer to the year end. 5Y IRS fell 2 bps. Next major driver is Malaysia's CPI release but the expected number is anticipated to be benign. Today's data is Malaysia's trade numbers with November exports expected by consensus at 11.6%, lower vs. +15.7% in October.

Commodities

Oil prices remain supported as supply concerns prolonged amid fears of US sanctions against Russia and blockade against Venezuela. Bloomberg reported the US plans to sanction Russia if the Ukraine-Russia talks fail.

FX Daily Rates

Vs. USD	Last Close	Per cent
DX	98.43	0.1
EUR/USD	1.172	(0.2)
AUD/USD	0.661	0.1
GBP/USD	1.338	0.0
USD/JPY	155.55	(0.1)
USD/MYR	4.086	(0.1)
USD/IDR	16,716	0.2
USD/THB	31.47	(0.1)
USD/SGD	1.290	(0.1)
USD/CNY	7.033	(0.1)

Ringgit Outlook for The Week

	1	2
Resistance	4.164	4.230
Support	4.064	4.030

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	3.46	(2)
UST 10Y	4.12	(3)
Germany 10Y	2.85	(1)
UK 10Y	4.48	1
Japan 10Y	1.97	(0)
Australia 10Y	4.74	(0)
China 10Y	1.84	0

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.02	(0)
5-Year	3.28	(1)
7-Year	3.45	0
10-Year	3.56	(0)
15-Year	3.77	0
20-Year	3.88	(0)
30-Year	3.99	(0)

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.23	0
IRS 3-Year	3.30	(1)
IRS 5-Year	3.39	(2)
IRS 7-Year	3.46	(1)
IRS 10-Year	3.61	0
3M KLIBOR	3.26	0

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bl)	59.82	0.2
WTI (USD/bl)	56.15	0.4
Gold (USD/oz)	4,333	(0.1)
CPO (RM/tonne)	59.82	0.2

Policy Rates

Central Banks	Current	Next
US Fed Funds	3.75	28-Jan
ECB Deposit Rate	2.00	05-Feb
BOE Base Rate	3.75	05-Feb
RBA Cash Rate	3.60	03-Feb
BOJ Cash Rate	0.50	19-Dec
RBNZ Cash Rate	3.00	18-Feb
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	22-Jan

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		
	18-Dec-25	17-Dec-25	11-Dec-25	18-Nov-25	18-Dec-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	98.43	98.37	98.35	99.55	108.03	0.1	0.1	(1.1)	(8.9)	(9.3)			
EUR/USD	1.172	1.174	1.174	1.158	1.035	(0.2)	(0.1)	1.2	13.2	13.2			
AUD/USD	0.661	0.661	0.666	0.651	0.622	0.1	(0.8)	1.6	6.4	6.9			
GBP/USD	1.338	1.338	1.339	1.315	1.257	0.0	(0.1)	1.8	6.4	6.9			
USD/JPY	155.55	155.69	155.59	155.51	154.8	(0.1)	(0.0)	0.0	0.5	(1.0)			
USD/MYR	4.086	4.089	4.108	4.163	4.470	(0.1)	(0.5)	(1.8)	(8.6)	(8.6)			
USD/IDR	16,716	16,688	16,675	16,745	16,090	0.2	0.2	(0.2)	3.9	3.8			
USD/THB	31.47	31.50	31.76	32.44	34.25	(0.1)	(0.9)	(3.0)	(8.1)	(7.7)			
USD/SGD	1.290	1.291	1.292	1.302	1.363	(0.1)	(0.2)	(0.9)	(5.4)	(5.6)			
USD/CNY	7.033	7.040	7.052	7.111	7.325	(0.1)	(0.3)	(1.1)	(4.0)	(4.2)			
USD/KRW	1,474	1,475	1,472	1,462	1,439	(0.0)	0.1	0.8	2.5	0.2			
USD/INR	90.25	90.38	90.37	88.61	84.96	(0.1)	(0.1)	1.9	6.2	5.4			
USD/PHP	58.56	58.73	59.00	59.00	59.00	(0.3)	(0.8)	(0.7)	(0.7)	1.2			
USD/TWD	31.53	31.54	31.26	31.21	32.49	(0.0)	0.8	1.0	(3.0)	(3.9)			
USD/HKD	7.782	7.781	7.782	7.785	7.770	0.0	(0.0)	(0.0)	0.1	0.2			
USD/VND	26,326	26,334	26,326	26,380	25,452	(0.0)	0.0	(0.2)	3.4	3.3			
NZD/USD	0.578	0.577	0.581	0.566	0.562	0.0	(0.6)	2.1	2.7	3.2			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	18-Dec-25	17-Dec-25	11-Dec-25	18-Nov-25	18-Dec-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.790	4.792	4.806	4.825	4.691	(0.0)	(0.3)	(0.7)	2.1	2.8			
GBP/MYR	5.455	5.448	5.493	5.476	5.671	0.1	(0.7)	(0.4)	(3.8)	(2.9)			
AUD/MYR	2.699	2.704	2.732	2.704	2.819	(0.2)	(1.2)	(0.2)	(4.3)	(3.0)			
JPY/MYR	2.627	2.627	2.640	2.677	2.887	0.0	(0.5)	(1.9)	(9.0)	(7.7)			
SGD/MYR	3.164	3.165	3.174	3.196	3.307	(0.0)	(0.3)	(1.0)	(4.3)	(3.7)			
10 CNY/MYR	5.803	5.806	5.819	5.856	6.135	(0.0)	(0.3)	(0.9)	(5.4)	(5.3)			
1 million IDR/MYR	2.444	2.450	2.464	2.485	2.777	(0.2)	(0.8)	(1.6)	(12.0)	(11.8)			
THB/MYR	12.989	12.974	12.933	12.839	13.059	0.1	0.4	1.2	(0.5)	(0.3)			
10 HKD/MYR	5.251	5.258	5.278	5.349	5.753	(0.1)	(0.5)	(1.8)	(8.7)	(8.8)			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	18-Dec-25	17-Dec-25	11-Dec-25	18-Nov-25	18-Dec-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	59.82	59.68	61.28	64.89	73.39	0.2	(2.4)	(7.8)	(18.5)	(19.9)			
WTI (USD/barrel)	56.15	55.94	57.6	60.74	70.58	0.4	(2.5)	(7.6)	(20.4)	(21.7)			
Gold (USD/oz)	4,333	4,338	4,280	4,067	2,585	(0.1)	1.2	6.5	67.6	65.1			
Malaysia CPO (RM/tonne)	3,960	3,951	4,010	4,176	4,700	0.2	(1.2)	(5.2)	(15.7)	(18.5)			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	18-Dec-25	17-Dec-25	11-Dec-25	18-Nov-25	18-Dec-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.02	3.02	3.04	3.03	3.47	(0)	(2)	(0)	(45)	(46)			
5-Year	3.28	3.29	3.27	3.24	3.62	(1)	1	4	(35)	(34)			
7-Year	3.45	3.45	3.48	3.45	3.78	0	(2)	0	(32)	(31)			
10-Year	3.56	3.56	3.55	3.45	3.82	(0)	2	11	(25)	(25)			
15-Year	3.77	3.77	3.77	3.71	3.95	0	1	7	(18)	(20)			
20-Year	3.88	3.88	3.88	3.86	4.06	(0)	0	1	(18)	(19)			
30-Year	3.99	4.00	3.98	3.98	4.18	(0)	2	2	(19)	(19)			

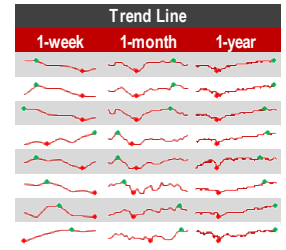
Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	18-Dec-25	17-Dec-25	11-Dec-25	18-Nov-25	18-Dec-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.12	3.13	3.14	3.11	3.41	(0)	(1)	1	(29)	(30)			
5-Year	3.28	3.28	3.29	3.25	3.63	(0)	(1)	3	(35)	(35)			
7-Year	3.37	3.37	3.37	3.35	3.77	0	(0)	2	(40)	(37)			
10-Year	3.57	3.56	3.56	3.52	3.83	0	1	4	(26)	(26)			
15-Year	3.76	3.76	3.76	3.74	3.96	0	0	2	(19)	(21)			
20-Year	3.90	3.90	3.90	3.88	4.09	0	0	1	(19)	(19)			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year
	18-Dec-25	17-Dec-25	11-Dec-25	18-Nov-25	18-Dec-24
S&P500 Index	6,775	6,721	6,901	6,617	5,872
Dow Jones	47,952	47,886	48,704	46,092	42,327
Nasdaq	23,006	22,693	23,594	22,433	19,393
London FTSE	9,838	9,774	9,703	9,552	8,199
German DAX	24,200	23,961	24,295	23,181	20,243
Nikkei 225	49,002	49,512	50,149	48,703	39,082
Japan TOPIX	3,357	3,369	3,357	3,251	2,720
FBM KLCI	1,647	1,641	1,625	1,614	1,600

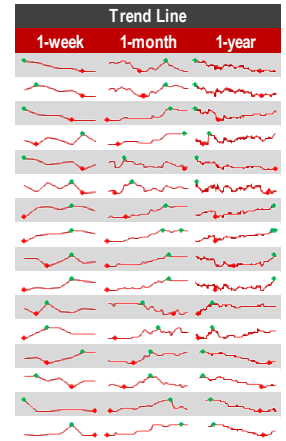
Percentage Change				
1-day	1-week	1-month	1-year	YTD
0.8	(1.8)	2.4	15.4	76.4
0.1	(1.5)	4.0	13.3	44.7
1.4	(2.5)	2.6	18.6	119.8
0.6	1.4	3.0	20.0	32.0
1.0	(0.4)	4.4	19.5	73.8
(1.0)	(2.3)	0.6	25.4	87.8
(0.4)	(0.0)	3.3	23.4	77.5
0.3	1.3	2.0	3.0	10.1



Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year
	18-Dec-25	17-Dec-25	11-Dec-25	18-Nov-25	18-Dec-24
UST 2Y	3.46	3.48	3.54	3.57	4.35
UST 10Y	4.12	4.15	4.16	4.11	4.51
Germany 2Y	2.14	2.14	2.16	2.02	2.03
Germany 10Y	2.85	2.86	2.84	2.71	2.25
UK 2Y	3.75	3.71	3.77	3.80	4.46
UK 10Y	4.48	4.48	4.48	4.55	4.56
Japan 2Y	1.07	1.07	1.06	0.93	0.60
Japan 10Y	1.97	1.98	1.93	1.75	1.08
Australia 2Y	4.01	4.04	4.03	3.67	3.87
Australia 10Y	4.74	4.75	4.72	4.44	4.28
China 2Y	1.41	1.40	1.41	1.45	1.18
China 10Y	1.84	1.84	1.82	1.81	1.77
Indonesia 2Y	5.14	5.10	5.09	4.79	7.00
Indonesia 10Y	6.16	6.14	6.18	6.14	7.05
Thailand 2Y	1.17	1.20	1.19	1.34	1.98
Thailand 10Y	1.70	1.70	1.74	1.74	2.27

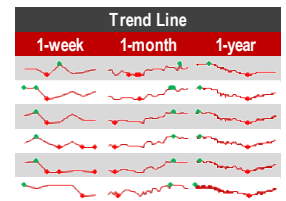
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(2)	(8)	(11)	(89)	(78)
(3)	(3)	1	(39)	(45)
0	(2)	12	11	6
(1)	1	14	61	48
4	(3)	(5)	(72)	(65)
1	(0)	(7)	(8)	(9)
(0)	2	15	47	47
(0)	4	23	89	87
(3)	(2)	34	14	15
(0)	2	30	46	38
1	(0)	(4)	23	31
0	1	3	7	16
4	4	35	(186)	(191)
3	(2)	2	(89)	(84)
(3)	(2)	(17)	(81)	(83)
0	(4)	(4)	(57)	(55)



Key swap rates

	Latest	1-day	1 week	1-Month	1-Year
	18-Dec-25	17-Dec-25	11-Dec-25	18-Nov-25	18-Dec-24
IRS 1-Year	3.23	3.23	3.24	3.22	3.57
IRS 3-Year	3.30	3.31	3.32	3.22	3.51
IRS 5-Year	3.39	3.41	3.41	3.31	3.55
IRS 7-Year	3.46	3.47	3.47	3.38	3.64
IRS 10-Year	3.61	3.61	3.63	3.52	3.75
IRS 20-Year	3.86	3.92	3.92	3.84	3.95

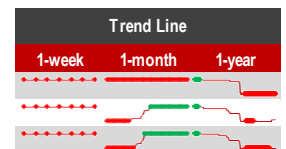
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	(0)	2	(34)	(34)
(1)	(2)	8	(21)	(20)
(2)	(1)	9	(16)	(16)
(1)	(1)	8	(18)	(17)
0	(2)	9	(14)	(12)
(6)	(7)	2	(10)	(10)



Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year
	18-Dec-25	17-Dec-25	11-Dec-25	18-Nov-25	18-Dec-24
1-Month Klibor	3.00	3.00	3.00	3.00	3.29
3-Month Klibor	3.26	3.26	3.26	3.22	3.73
6-Month Klibor	3.29	3.29	3.29	3.26	3.77

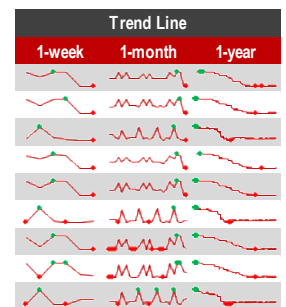
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	0	(29)	(29)
0	0	4	(47)	(47)
0	0	3	(48)	(48)



Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year
	18-Dec-25	17-Dec-25	11-Dec-25	18-Nov-25	18-Dec-24
3-Year AAA	3.50	3.51	3.53	3.52	3.82
3-Year AA	3.66	3.67	3.69	3.68	4.00
3-Year A	4.52	4.52	4.52	4.53	4.87
5-Year AAA	3.58	3.58	3.61	3.59	3.91
5-Year AA	3.75	3.75	3.77	3.76	4.09
5-Year A	4.66	4.66	4.66	4.67	5.10
10-Year AAA	3.76	3.76	3.77	3.75	4.08
10-Year AA	3.92	3.92	3.93	3.91	4.25
10-Year A	5.05	5.05	5.02	5.04	5.58

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(0)	(3)	(2)	(32)	(33)
(0)	(3)	(1)	(34)	(35)
(0)	(1)	(1)	(36)	(34)
(0)	(2)	(1)	(33)	(35)
(0)	(2)	(1)	(34)	(36)
0	0	(1)	(44)	(43)
(0)	(1)	0	(32)	(31)
(0)	(1)	1	(33)	(32)
0	3	1	(53)	(51)



Sources: Bloomberg, AmBank Economics

Note: All values are end-period

AmBank Economics	
Firdaos Rosli	firdaos.rosli@ambankgroup.com
Nik Ahmad Mukharriz Nik Muhammad	nik-ahmad-mukharriz.n@ambankgroup.com
Lee Si Xin	lee.si-xin@ambankgroup.com
Raja Adibah Raja Hasnan	raja-adibah.r@ambankgroup.com
Michael Yim	yim.soon-kah@ambankgroup.com
Aman Nazmi Abd Karim	aman-nazmi.abd-karim@ambankgroup.com
Group Treasury & Markets	
Corporate Client Group (CCG)	+603-2059 8700/8600
Institutional Client Group (ICG)	+603-2059 8690
Azli Bin Abdul Jamil	azli-abd-jamil@ambankgroup.com
Jacqueline E. Rodrigues	jacqueline-r@ambankgroup.com
Ho Su Farn	ho-su-farn@ambankgroup.com
Melisa Lim Giok Ling	melisa-lim@ambankgroup.com
Roger Yee Chan Chung	roger-yee@ambankgroup.com

DISCLOSURE AND DISCLAIMER

This report is prepared for information purposes only, and it is issued by AmBank (M) Berhad ("AmBank") without regard to your individual financial circumstances and objectives. Nothing in this report shall constitute an offer to sell, warranty, representation, recommendation, legal, accounting or tax advice, solicitation, or expression of views to influence anyone to buy or sell any real estate, securities, stocks, foreign exchange, futures, investment, or other products. AmBank recommends that you evaluate a particular investment or strategy based on your individual circumstances and objectives and/or seek financial, legal, or other advice on the appropriateness of the particular investment or strategy.

The information in this report was obtained or derived from sources that AmBank believes are reliable and correct at the time of issue. While all reasonable care has been taken to ensure that the stated facts are accurate and views are fair and reasonable, AmBank has not independently verified the information and does not warrant or represent that it is accurate, adequate, complete, or up-to-date. Therefore, it should not be relied upon as such. All information included in this report constitutes AmBank's views as of this date and is subject to change without notice. Notwithstanding that, AmBank has no obligation to update its opinion or information in this report. Facts and views presented in this report may not reflect the views of or information known to other business units of AmBank's affiliates and/or related corporations (collectively, "AmBank Group").

This report is prepared for the clients of AmBank Group, and it cannot be altered, copied, reproduced, distributed or republished for any purpose without AmBank's prior written consent. AmBank, AmBank Group and its respective directors, officers, employees, and agents ("Relevant Person") accept no liability whatsoever for any direct, indirect, or consequential losses, loss of profits and/or damages arising from the use or reliance on this report and/or further communications given about this report. Any such responsibility is hereby expressly disclaimed.

AmBank is not acting as your advisor and does not owe you any fiduciary duties related to this report. The Relevant Person may provide services to any company and affiliates of such companies in or related to the securities or products and may trade or otherwise effect transactions for their own account or the accounts of their customers, which may give rise to real or potential conflicts of interest.

This report is not directed to or intended for distribution or publication outside Malaysia. If you are outside Malaysia, you should be aware of the laws of the jurisdiction in which you are located.

If any provision of this disclosure and disclaimer is held invalid in whole or part, such provision will be deemed not to form part of this disclosure and disclaimer. The validity and enforceability of the remainder of this disclosure and disclaimer will not be affected.