

Global Markets Research















Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries rebounded and saw broad gains on Wednesday after a much softer than expected PPI print heightened expectations for an outsized 50bps cut at next week's FOMC meeting even though market pricing for rate cuts remained little changed. Gains however narrowed towards later session as markets brace for the highly anticipated CPI print tonight, where the headline reading is expected to inch higher to 2.9% y/y while core CPI is expected to remain steady at 3.1% y/y in August. Overall benchmark UST yields closed the day 1-4bps lower, with the long end outperforming. 2-year note yields slipped 2bps to 3.54% while the 10-year bond yields fell 4bps to 4.05%, supported by a solid 10Y auction.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.54	-2
5-yr UST	3.60	-2
10-yr UST	4.05	-4
30-yr UST	4.70	-4

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.05		1	3.07	
5-yr	3.12		1	3.15	
7-yr	3.33		0	3.26	
10-yr	3.40		0	3.42	
15-yr	3.60		-1	3.61	
20-yr	3.75		0	3.78	
30-yr	3.79		-8	3.91	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.15	2
3-yr	3.08	2
5-yr	3.14	1
7-yr	3.22	0
10-yr	3.33	0

Source : Bloomberg

Upcoming Government Bond Tender

Reopening auction of RM3bn of the benchmark 30Y GII 3/54 on Fri, 12 Sep (with an additional RM2bn to be privately placed)

MGS/GII

- Local govies were slightly softer in trading on Wednesday, amidst a surprise announcement of the reopening of the 30Y benchmark GII 3/54 rather than a new issuance maturing in September 2055 that had been flagged on the auction calendar. The announced issuance amounts however, were as we expected from the new issuance. Secondary market volume for the day declined by 44% to RM3.87bn from the RM6.95bn that traded on Tuesday. Overall benchmark yields were mixed by between -1 to +1bp (prior: -1 to +2bps), except the 30Y MGS which was skewed by odd-lot off market trades. **The benchmark 5Y MGS 5/30 yield was 1bp higher for the day at 3.12% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.40%.** Trading interest for the day was led by the benchmark 7Y MGS, while decent interest was also seen in the benchmark 3Y MGS/GII and 7Y GII, as well as in the off-the-run MGS 7/26. The share of GII trading for the day rose to 41% of overall govies trading versus the 33% seen the day before.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Wednesday in a lighter session, with secondary market volume plunging by 55% to RM640m versus the RM1,421m that changed hands on Tuesday. Trading for the day was again led by the GG segment of the market, where the interest was led by DANA 11/25 and LPPSA 8/32, which closed the day at 2.93% (+3bps versus last print) and 3.45% (-6bps) respectively. In the AAA space, trading was led by CIMBI 11/28, which settled at 3.49%, little changed compared to where it last traded. Over in the AA-rated territory, activity was led by UEMS 7/35, which closed the day at 3.74%, 1bp higher versus its last print.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.917	30	2.977	09/09/2025	-6
MGS	07/26	2.798	357	2.773	09/09/2025	2
MGS	09/26	2.801	50	3.434	08/29/2025	-63
MGS	11/26	2.827	20	2.824	09/09/2025	0
MGS	05/27	2.943	139	2.945	09/09/2025	0
MGS	11/27	2.970	106	2.972	09/09/2025	0
MGS	04/28	3.051	315	3.038	09/09/2025	1
MGS	06/28	3.047	15	3.062	09/09/2025	-1
MGS	04/29	3.107	50	3.113	09/04/2025	-1
MGS	08/29	3.124	15	3.119	09/09/2025	0
MGS	05/30	3.122	3	3.116	09/09/2025	1
MGS	04/31	3.228	124	3.222	09/09/2025	1
MGS	06/31	3.244	72	3.252	09/09/2025	-1
MGS	07/32	3.330	403	3.330	09/09/2025	0
MGS	04/33	3.355	10	3.363	09/09/2025	-1
MGS	11/33	3.376	13	3.379	09/09/2025	0
MGS	07/34	3.405	79	3.411	09/09/2025	-1
MGS	04/37	3.537	11	3.544	09/03/2025	-1
MGS	06/38	3.569	105	3.570	09/08/2025	0
MGS	04/39	3.595	232	3.609	09/09/2025	-1
MGS	05/40	3.629	1	3.629	09/09/2025	0
MGS	10/42	3.687	30	3.695	09/09/2025	-1
MGS	09/43	3.730	16	3.725	09/04/2025	0
MGS	05/44	3.749	1	3.746	09/09/2025	0
MGS	07/48	3.836	1	3.827	09/09/2025	1
MGS	06/50	3.857	61	3.833	09/09/2025	2
MGS	03/53	3.906	30	3.897	09/09/2025	1
MGS	07/55	3.788	11	3.863	09/09/2025	-8
GII	10/25	2.876	55	2.864	09/09/2025	1
GII	03/26	2.846	56	2.801	09/09/2025	4
GII	09/26	2.859	140	2.864	09/09/2025	0
GII	07/28	3.069	312	3.060	09/09/2025	1
GII	10/28	3.103	50	3.086	09/09/2025	2
GII	07/29	3.134	90	3.129	09/09/2025	0
GII	08/30	3.148	30	3.142	09/09/2025	1
GII	10/30	3.165	80	3.154	09/09/2025	1
GII	10/31	3.263	370	3.264	09/09/2025	0
GII	10/32	3.345	10	3.336	09/09/2025	1
GII	04/35	3.419	30	3.421	09/09/2025	0
GII	07/36	3.488	1	3.491	09/09/2025	0
GII	08/37	3.529	31	3.541	09/09/2025	-1
GII	09/39	3.593	1	3.602	09/04/2025	-1
GII	08/43	3.725	31	3.721	09/09/2025	0
GII	05/45	3.778	140	3.773	09/09/2025	0
GII	11/49	3.899	90	3.901	09/09/2025	0
GII	03/54	3.909	60	3.903	09/09/2025	1
			3874			

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*
DanaInfra Nasional Berhad	11/25	GG	2.933	85	2.905	29/8/2025	3	9
GovCo Holdings Berhad	02/27	GG	3.092	15	3.575	28/2/2025	-48	25
Perbadanan Tabung Pendidikan Tinggi Nasional	03/27	GG	3.041	30	3.237	9/7/2025	-20	9
Lembaga Pembiayaan Perumahan Sektor Awam	11/27	GG	3.082	45	4.201	8/7/2022	-112	13
Lembaga Pembiayaan Perumahan Sektor Awam	08/32	GG	3.448	120	3.507	31/7/2025	-6	12
Turus Pesawat Sdn Berhad	11/32	GG	3.496	20	3.596	17/7/2025	-10	17
Sarawak Energy Berhad	06/26	AAA	3.345	10	3.377	26/8/2025	-3	51
Bakun Hydro Power Generation Sdn Berhad (fka S	08/26	AAA	3.333	15	3.378	25/7/2025	-4	49
CIMB Bank Berhad	05/27	AAA	3.418	5	3.420	3/9/2025	0	47
Petroleum Sarawak Exploration & Production Sdn E	03/28	AAA	3.406	20	3.511	22/7/2025	-11	37
Bank Pertanian Malaysia Berhad	11/28	AAA	3.461	5	3.827	27/1/2025	-37	42
CIMB Islamic Bank Berhad	11/28	AAA	3.488	80	3.485	9/9/2025	0	45
Sarawak Energy Berhad	04/31	AAA	3.526	10	3.562	26/8/2025	-4	30
Suria KLCC Sdn Berhad	06/35	AAA	3.654	30	3.618	27/8/2025	4	26
Pengurusan Air Selangor Sdn Berhad	10/41	AAA	3.778	10	3.949	29/4/2025	-17	18
TNB Power Generation Sdn Berhad	06/42	AAA	3.699	10	3.698	8/9/2025	0	10
United Overseas Bank (Malaysia) Berhad	10/32	AA1	4.050	1	3.229	27/8/2025	82	72
Perbadanan Kemajuan Negeri Selangor	07/35	AA1	3.818	10	n/a	n/a	382	42
PONSB Capital Berhad	06/29	AA2	3.602	5	3.618	12/8/2025	-2	52
SP Setia Berhad	06/30	AA	3.652	12	3.832	11/6/2025	-18	53
Sunway Healthcare Treasury Sdn Berhad	03/32	AA	3.598	5	3.601	29/8/2025	0	27
Edra Energy Sdn Berhad	07/30	AA3	3.691	5	3.751	11/6/2025	-6	57
DRB-Hicom Berhad	08/30	AA-	3.608	20	3.607	9/9/2025	0	49
MMC Port Holdings Sdn Berhad	04/32	AA-	3.719	10	3.778	4/8/2025	-6	39
UEM Sunrise Berhad	07/35	AA-	3.739	60	3.727	22/8/2025	1	34
Qualitas Sukuk Berhad	03/25	A2	6.628	1	5.842	8/9/2025	79	288
Tropicana Corporation Berhad	11/28	A	6.352	1	6.352	9/9/2025	0	331
Yinson Holdings Berhad	11/22	A3	5.722	1	5.759	28/8/2025	-4	198
				640				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Pulau Indah Power Plant Sdn Bhd	Proposed Islamic Medium-Term Note Programme of up to RM3bn	AA+/Stable	Assigned preliminary rating

Source: RAM, MARC

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