

Global Markets Research








Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were little changed in trading on Monday, as the market braced for key US data later in the week in the form of price reports and retail sales numbers for July. **The benchmark 2-year UST yield was unchanged for the day at 3.77% while the 10-year UST yield was also little changed at 4.29%.** The day ahead see the release of US CPI figures for July, which could help to provide more clarity as to the path of Fed policy going forward, with the futures markets currently pointing to an 88% chance of a 25bps reduction at the next FOMC meeting in September.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.77	0
5-yr UST	3.84	1
10-yr UST	4.29	0
30-yr UST	4.85	0

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.02		0	3.03	-1
5-yr	3.07		-2	3.43	29
7-yr	3.27		-1	3.24	-2
10-yr	3.36		0	3.41	1
15-yr	3.59		0	3.61	0
20-yr	3.74		0	3.73	0
30-yr	3.83		-7	3.93	-1

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.06	-3
3-yr	2.99	0
5-yr	3.06	-2
7-yr	3.13	-1
10-yr	3.25	0

Source: Bloomberg

Upcoming Government Bond Tender

Nil

MGS/GII

- Local govies were firmer in trading in a light session to start the week. Secondary market volume for the day declined by 34% to RM5.17bn from the RM7.80bn that traded on Friday. Overall benchmark yields were mixed by between -2 to +1bp (prior: 0 to 3bps lower), except for the 5Y GII and 30Y MGS, which were skewed by off-market trades. **The benchmark 5Y MGS 5/30 yield closed 2bps lower for the day at 3.07% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.36%.** Trading interest for the day was led by the off-the-run MGS 9/25, while decent interest was also seen in the off-the-run MGS 7/26 and MGS 8/29, as well as in the benchmark 3Y MGS and 7Y MGS. The share of GII trading for the day receded to 42% of overall govies trading versus the 54% seen the previous session. The coming day could see the announcement of the reopening of the benchmark 15Y GII 7/40, where we expect RM3bn to be put up for auction, with another RM1bn to be privately placed.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on a light session on Monday, with secondary market volume plunging by 61% to RM554m versus the RM1,406m that changed hands on Friday. Trading for the day was led by the AAA-rated segment of the market. In the GG universe, the interest was led by PTPTN 2/28 and MKD 10/32, closing at 3.20% (-8bps versus last print) and 3.46% (-37bps) respectively. In the AAA space, trading was led by SARACAP 6/35, which settled the day at 3.69%, 2bps lower versus its last trade. In the AA-rated territory, activity was led by TBE 3/27, which closed at 3.92%, 45bps less compared to where the bond last traded, while in the A-rated universe, MBSB 4/29 led trading and settled the day at 4.00%, a massive 54bps lower versus its last print.

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	09/25	2.880	539	2.878	08/08/2025	0
MGS	07/26	2.874	407	2.852	08/08/2025	2
MGS	11/26	2.802	8	2.895	08/08/2025	-9
MGS	11/27	3.003	2	3.006	08/07/2025	0
MGS	04/28	3.020	323	3.015	08/08/2025	0
MGS	04/29	3.933	24	3.111	08/08/2025	82
MGS	08/29	3.109	465	3.115	08/08/2025	-1
MGS	05/30	3.074	205	3.090	08/08/2025	-2
MGS	04/31	3.234	23	3.238	08/08/2025	0
MGS	06/31	3.247	50	3.244	08/08/2025	0
MGS	07/32	3.273	321	3.281	08/08/2025	-1
MGS	11/33	3.377	151	3.378	08/08/2025	0
MGS	07/34	3.388	43	3.384	08/08/2025	0
MGS	05/35	3.407	1	3.402	08/08/2025	0
MGS	04/37	3.550	130	3.543	08/08/2025	1
MGS	04/39	3.592	30	3.593	08/08/2025	0
MGS	05/40	3.636	50	3.632	08/08/2025	0
MGS	10/42	4.463	2	3.699	08/08/2025	76
MGS	05/44	3.739	103	3.739	08/08/2025	0
MGS	03/46	3.848	30	3.856	08/08/2025	-1
MGS	06/50	3.860	90	3.969	08/08/2025	-11
MGS	03/53	3.903	2	3.913	08/08/2025	-1
MGS	07/55	3.827	6	3.897	08/08/2025	-7
GII	08/25	2.804	200	2.804	08/08/2025	0
GII	03/26	2.837	250	2.844	08/08/2025	-1
GII	09/26	2.871	62	2.849	08/08/2025	2
GII	09/27	2.996	163	3.004	08/08/2025	-1
GII	07/28	3.034	113	3.045	08/08/2025	-1
GII	10/28	3.065	160	3.075	08/08/2025	-1
GII	07/29	3.102	30	3.107	08/08/2025	-1
GII	08/30	3.428	10	3.139	08/08/2025	29
GII	09/30	3.420	70	3.160	08/08/2025	26
GII	10/30	3.175	188	3.200	08/07/2025	-3
GII	10/31	3.235	110	3.253	08/08/2025	-2
GII	10/32	3.302	50	3.307	08/08/2025	0
GII	08/33	3.366	30	3.392	08/08/2025	-3
GII	04/35	3.405	169	3.393	08/08/2025	1
GII	09/39	3.600	4	3.601	08/08/2025	0
GII	09/41	3.694	60	3.681	08/07/2025	1
GII	08/43	3.703	130	3.705	08/08/2025	0
GII	05/45	3.729	60	3.732	08/08/2025	0
GII	05/52	3.903	120	3.919	08/08/2025	-2
GII	03/54	3.925	181	3.931	08/08/2025	-1
			5165			

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*
Perbadanan Tabung Pendidikan Tinggi Nasional	02/28	GG	3.197	60	3.278	29/5/2025	-8	18
MKD Kencana Sdn Berhad	10/32	GG	3.461	60	3.834	23/8/2024	-37	19
DanaInfra Nasional Berhad	10/32	GG	3.402	25	3.436	6/8/2025	-3	13
CelcomDigi Telecommunications Sdn Berhad (fka C	09/26	AAA	3.432	10	3.470	17/7/2025	-4	53
Cagamas Berhad	12/27	AAA	3.353	10	3.436	26/6/2025	-8	38
Projek Lebuhraya Usahasama Berhad	01/28	AAA	3.478	20	3.485	29/7/2025	-1	50
Bank Simpanan Nasional Berhad	02/29	AAA	3.544	40	3.607	3/7/2025	-6	46
CelcomDigi Telecommunications Sdn Berhad (fka C	09/29	AAA	3.549	10	3.578	14/7/2025	-3	46
Malaysia Airport Holdings Berhad	12/31	AAA	3.578	5	3.599	29/7/2025	-2	36
Petroleum Sarawak Exploration & Production Sdn E	02/33	AAA	3.668	10	3.658	7/8/2025	1	34
Pengurusan Air SPV Berhad	02/34	AAA	3.619	10	3.622	7/8/2025	0	29
Saracap Ventures Sdn Berhad	06/35	AAA	3.689	140	3.708	31/7/2025	-2	33
Sarawak Petchem Sdn Berhad	07/36	AAA	3.769	10	3.799	30/7/2025	-3	41
United Overseas Bank (Malaysia) Berhad	10/32	AA1	3.237	1	4.095	8/8/2025	-86	-3
RHB Bank Berhad	09/32	AA2	3.643	10	3.797	19/6/2025	-15	37
Edra Energy Sdn Berhad	07/26	AA3	3.509	10	3.517	31/7/2025	-1	61
Tanjung Bin Energy Sdn Berhad	03/27	AA3	3.915	40	4.369	6/6/2025	-45	94
Gamuda Berhad	06/30	AA3	3.598	10	3.679	1/7/2025	-8	50
Johor Port Berhad	10/27	AA-	3.607	10	3.642	29/7/2025	-3	63
LBS Bina Group Berhad	01/32	AA-	3.905	10	3.941	8/8/2025	-4	69
MBSB Bank Berhad (fka Asian Finance Bank Berha	04/29	A+	4.003	30	4.542	29/8/2023	-54	92
Qualitas Sukuk Berhad	03/25	A2	5.944	1	6.151	8/8/2025	-21	220
Tropicana Corporation Berhad	11/28	A	5.999	2	5.999	8/8/2025	0	298
Bank Islam Malaysia Berhad	08/21	A3	3.809	20	3.836	26/6/2025	-3	7
LBS Bina Group Berhad	03/20	NR(LT)	5.956	1	5.349	13/6/2025	61	221
				554				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
SHC Capital Sdn Bhd	RM200m Islamic Medium-Term Notes Programme	AA-/Stable	Affirmed

Source: RAM, MARC

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