

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries rallied sharply in trading on Thursday after growing concerns over the artificial intelligence sector valuations sent technology stocks tumbling, triggering a flight to quality with the 10-year UST yield declining by the most since August 2024 to settle under the key 5% level. Benchmark yields were lower for the day by between 13 to 18bps (prior: -1 to +3bps), with the curve flattening again. **The benchmark 2-year UST yield was 17bps lower for the day to 4.64% while the 10-year UST bond yield also declined by 17bps to 4.96%.** The coming day brings the release of the final consumer sentiment index for October from the University of Michigan, and the preliminary S&P Global US PMIs for the month, which may offer clues as to how economic activity is doing in 4Q thus far.

MGS/GII

- Local govies were mixed in trading on Wednesday, amidst a decent re-opening auction of RM3bn of the benchmark 20Y GII 5/45. Secondary market volume for the day eased by 25% to RM2.45bn versus the RM3.25bn that traded on Wednesday. Overall benchmark yields were mixed by between -2 to +3bps (prior: -2 to 5bps higher), except for the 30Y GII which was correcting from a previous off-market trade. **The benchmark 5Y MGS 6/31 yield fell by 1bp for the day to 3.64% while the yield on the benchmark 10Y MGS 7/35 advanced by 1bp to 3.89%.** Trading for the day was led by the newly re-opened benchmark 20Y GII, while decent interest was also seen in benchmark 5Y GII and 10Y MGS, as well as in the off-the-run MGS 11/26 and MGS 7/34. The share of GII trading doubled to 50% of overall govies trading versus the 25% seen the previous session.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Thursday in a light session, with secondary market volume for the day declining by 49% to RM201m versus the RM397m that changed hands on Wednesday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, the interest was led by DANA 11/30, which closed the day at 3.87% (+41bps versus last print). In the AAA-space, the solitary bond traded for the day was PSEP 11/32, which settled at 4.33% (-1bp). Over in AA-rated territory, the activity was led by SHTSB 4/27 and SPSETIA 4/29, which closed at 3.85% (-2bps) and 4.35% (unchanged) respectively, while in the A-rated arena, interest was seen in DRBH 6.75% Perps, which settled for the day at 5.26% (+26bps).

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.64	-17
5-yr UST	4.77	-18
10-yr UST	4.96	-17
30-yr UST	5.28	-13

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.43		0	3.45	1
5-yr	3.64		-1	3.67	1
7-yr	3.85		0	3.82	0
10-yr	3.89		1	3.90	0
15-yr	4.12		0	4.08	0
20-yr	4.25		-1	4.27	3
30-yr	4.36		-2	4.33	22

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.65	-2
3-yr	3.67	0
5-yr	3.71	-1
7-yr	3.80	0
10-yr	3.92	-1

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	1,747	13
MTD Change	2,263	3,242

Figures in RM 'mil (as of 16 Oct 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	2.931	431	2.956	10/21/2026	-2
MGS	05/27	3.067	78	3.062	10/21/2026	1
MGS	11/27	3.165	6	3.130	10/20/2026	4
MGS	04/28	3.282	12	3.295	10/21/2026	-1
MGS	06/28	3.339	3	3.337	10/21/2026	0
MGS	03/29	3.425	4	3.425	10/21/2026	0
MGS	04/29	3.417	6	3.504	10/20/2026	-9
MGS	08/29	3.454	76	3.462	10/21/2026	-1
MGS	04/30	3.555	24	3.549	10/21/2026	1
MGS	05/30	3.562	1	3.562	10/21/2026	0
MGS	04/31	3.663	1	3.660	10/20/2026	0
MGS	06/31	3.643	1	3.651	10/21/2026	-1
MGS	07/32	3.771	72	3.761	10/21/2026	1
MGS	11/33	3.856	3	3.838	10/21/2026	2
MGS	07/34	3.903	183	3.911	10/21/2026	-1
MGS	05/35	3.910	2	3.910	10/21/2026	0
MGS	07/35	3.886	184	3.879	10/21/2026	1
MGS	04/37	4.029	44	4.035	10/21/2026	-1
MGS	06/38	4.078	3	4.107	10/20/2026	-3
MGS	01/41	4.117	66	4.118	10/21/2026	0
MGS	09/43	4.220	1	4.215	10/13/2026	0
MGS	04/46	4.251	1	4.260	10/21/2026	-1
MGS	06/50	4.303	5	4.249	10/21/2026	5
MGS	07/55	4.356	21	4.378	10/21/2026	-2
GII	09/27	3.090	10	3.101	10/21/2026	-1
GII	07/28	3.338	65	3.351	10/21/2026	-1
GII	12/28	3.408	20	3.426	10/14/2026	-2
GII	10/29	3.453	14	3.444	10/21/2026	1
GII	10/31	3.670	150	3.663	10/21/2026	1
GII	10/32	3.768	40	3.758	10/21/2026	1
GII	03/33	3.822	35	3.818	10/21/2026	0
GII	08/33	3.844	20	3.850	10/16/2026	-1
GII	11/34	3.901	23	3.908	10/21/2026	-1
GII	07/36	3.920	4	3.918	10/21/2026	0
GII	09/39	4.108	20	4.114	10/21/2026	-1
GII	05/45	4.273	811	4.246	10/21/2026	3
GII	03/54	4.355	10	4.214	10/21/2026	14
GII	01/56	4.332	2	4.112	10/21/2026	22
			2451			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing	Vol	Previous	Previous	Chg	Spread
			YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)		
DanaInfra Nasional Berhad	07/29	GG	3.713	10	3.312	22/10/2025	40	28
Pelabuhan Tanjung Pelepas Sdn Berhad	11/30	GG	3.857	10	3.820	28/6/2024	4	30
DanaInfra Nasional Berhad	11/30	GG	3.865	20	3.457	4/5/2026	41	30
Prasarana Malaysia Berhad	02/31	GG	3.948	10	3.917	10/9/2026	3	39
Petroleum Sarawak Exploration & Production Sdn Bhd	11/32	AAA	4.325	5	4.332	21/10/2026	-1	57
PONSB Capital Berhad	06/27	AA2	4.096	15	4.834	12/10/2026	-74	98
Sunway Healthcare Treasury Sdn Berhad	04/27	AA	3.850	30	3.866	8/10/2026	-2	74
SP Setia Berhad	04/29	AA	4.348	30	4.346	15/10/2026	0	104
Pelabuhan Tanjung Pelepas Sdn Berhad	08/30	AA	4.409	10	4.488	12/10/2026	-8	85
Malayan Banking Berhad	02/17	AA3	4.752	5	4.686	21/10/2026	7	50
Malakoff Power Berhad	12/26	AA-	4.028	10	3.574	25/3/2026	45	91
MMC Port Holdings Berhad (fka MMC Port Holdings)	04/27	AA-	4.127	10	4.163	14/10/2026	-4	101
LBS Bina Group Berhad	01/32	AA-	4.609	2	5.412	9/10/2026	-80	96
UiTM Solar Power Dua Sdn Berhad	03/34	AA-	4.996	10	n/a	n/a	500	116
UiTM Solar Power Dua Sdn Berhad	03/35	AA-	5.066	20	n/a	n/a	507	122
UMW Holdings Berhad	04/18	AA-	5.242	2	4.963	21/10/2026	28	99
Qualitas Sukuk Berhad	03/25	A2	6.751	1	6.647	14/10/2026	10	250
DRB-Hicom Berhad	12/14	A	5.261	1	5.006	21/10/2026	26	101
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* The spread against nearest indicative tenured MGS (Source: BPAM)

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

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