



Fixed Income & FX Research

04 February 2026

Macro: Trump nominates Kevin Warsh as the candidate for the next Fed chair. The brief US government shutdown ended. Malaysia's IRB reported extra MYR290 million in tax revenue from e-invoicing.

Forex: DXY pared gains following Friday's sharp jump post-Warsh news. AUD outperforming on RBA's rate hike. USD/MYR has seen steady around the 3.93 level.

Fixed Income: UST yields edged slightly lower, as markets weighed mixed policy moves under a Warsh Fed leadership. Malaysia bonds posted slight losses yesterday.

Macro

Global: US President Trump has indicated Kevin Warsh to be the next Fed chair. Warsh backed Trump's call for lower interest rates in 2025, citing that a balance sheet reduction at the Fed would provide room for it, though Warsh's prior experience at the Fed (2006-2011) also included significant caution about the risks of inflation. Meanwhile, the brief US government shutdown has ended with Trump's signing of a funding deal negotiated with Senate Democrats, which lasts until 30 September (for all government departments except Homeland Security). Trump also announced the creation of a USD12 billion critical minerals stockpile to counter reliance on China.

Malaysia: The IRB said it has discovered MYR1.4 billion in unreported income since the introduction of e-invoicing, netting about MYR290 million in tax revenue. It also flagged over MYR10 billion in undisclosed offshore accounts held by local tax residents that have not filed their tax returns under BNCP. Meanwhile, Malaysia's S&P manufacturing PMI rose to a 20-month high of 50.2 in January (December: 50.1), supported by a renewed rise in production, stabilising factory orders, and the first reduction in input costs since May 2020.

Forex

Global: DXY seen down 0.2% on Tuesday, following earlier gains on the relatively hawkish Warsh pick as next Fed chair. Most G10 currencies rallied against the USD on Tuesday, led by sharp AUD (+1.0%) gains on the recovery of metal prices, and the RBA's 25bps interest rate hike to 3.85%. This marked the RBA as the first major central bank to begin a tightening cycle after Covid's easing, as Australian data continue to indicate inflationary pressures and a hot economy. GBP and EUR saw a milder 0.2% rise, ahead of the ECB and BOE monetary policy meetings on Thursday.

Asia: USD/MYR seen hovering around the 3.93 level over the past two sessions, with volumes remaining buoyant despite volatile DM currency moves and Malaysia's public holidays. Meanwhile, MITI Minister Johari Ghani urged companies to manage currency risks through hedging and other business strategies, following BNM's earlier rejection of a policy to use the currency to support exports, stressing that both (exports and the ringgit level) will remain market-determined.

Fixed Income

Global Bonds: UST yields fell slightly on Tuesday after rising in early trading. Bond markets are still speculating on future policy moves under a Kevin Warsh-led Fed. While there are risks of interest rate cuts under Warsh, there is also speculation that Warsh will be a proponent of active balance sheet reductions, suggesting a possible mixed policy under him. Partial government shutdown then supported UST amid a rescheduling of this week's NFP data release.

MYR Bonds: Local govies posted losses yesterday after the sideways moves last Friday ahead of the month-end and MYR pullback. Yesterday saw some pressure after the UST weakness and announcement of the 10Y MGS reopening (MGS 07/35) at MYR5.0 billion with no private placement. WI was last at 3.548%, or, as our traders noted, 4 bps above MTM levels.

Commodities

Since Thursday, heavy profit-taking has been seen in precious metals such as Gold (-8.0%) and Silver (-26.4%), with the bulk of losses on Friday following news of Kevin Warsh's selection as the likely next Fed Chair, a pick seen as more hawkish than other contenders.

FX Daily Rates

Vs. USD	Last Close	Per cent
DXY	97.44	(0.2)
EUR/USD	1.182	0.2
AUD/USD	0.702	1.1
GBP/USD	1.370	0.2
USD/JPY	155.75	0.1
USD/MYR	3.932	(0.3)
USD/IDR	16,760	(0.2)
USD/THB	31.54	(0.1)
USD/SGD	1.270	(0.2)
USD/CNY	6.935	(0.1)

Ringgit Outlook for The Week

	1	2
Resistance	4.032	4.134
Support	3.874	3.818

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	3.57	(0)
UST 10Y	4.27	(1)
Germany 10Y	2.89	2
UK 10Y	4.52	1
Japan 10Y	2.27	2
Australia 10Y	4.83	4
China 10Y	1.82	(0)

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.02	1
5-Year	3.27	0
7-Year	3.44	1
10-Year	3.53	3
15-Year	3.79	2
20-Year	3.92	0
30-Year	4.03	(0)

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.29	2
IRS 3-Year	3.38	2
IRS 5-Year	3.49	2
IRS 7-Year	3.57	2
IRS 10-Year	3.73	1
3M KLIBOR	3.23	0

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bbl)	67.33	1.6
WTI (USD/bbl)	63.21	1.7
Gold (USD/oz)	4,947	6.1
CPO (RM/tonne)	4,140	(0.5)

Policy Rates

Central Banks	Current	Next
US Fed Funds	3.75	18-Mar
ECB Deposit Rate	2.00	05-Feb
BOE Base Rate	3.75	05-Feb
RBA Cash Rate	3.60	17-Mar
BOJ Cash Rate	0.75	19-Mar
RBNZ Cash Rate	3.00	18-Feb
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	05-Mar

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		
	3-Feb-26	2-Feb-26	27-Jan-26	4-Jan-26	3-Feb-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	97.44	97.63	96.22	98.42	108.99	(0.2)	1.3	(1.0)	(10.6)	(0.9)			
EUR/USD	1.182	1.179	1.204	1.172	1.034	0.2	(1.8)	0.9	14.3	0.6			
AUD/USD	0.702	0.695	0.701	0.669	0.623	1.1	0.1	4.9	12.8	5.2			
GBP/USD	1.370	1.367	1.385	1.346	1.245	0.2	(1.1)	1.8	10.0	1.6			
USD/JPY	155.75	155.63	152.21	156.84	154.73	0.1	2.3	(0.7)	0.7	(0.6)			
USD/MYR	3.932	3.945	3.954	4.054	4.474	(0.3)	(0.5)	(3.0)	(12.1)	(3.2)			
USD/IDR	16,760	16,790	16,766	16,725	16,435	(0.2)	(0.0)	0.2	2.0	0.4			
USD/THB	31.54	31.57	31.05	31.51	34.03	(0.1)	1.6	0.1	(7.3)	0.1			
USD/SGD	1.270	1.272	1.261	1.286	1.361	(0.2)	0.7	(1.3)	(6.7)	(1.2)			
USD/CNY	6.935	6.943	6.934	6.970	7.311	(0.1)	0.0	(0.5)	(5.1)	(0.6)			
USD/KRW	1,447	1,452	1,438	1,445	1,462	(0.3)	0.6	0.2	(1.0)	0.5			
USD/INR	90.27	91.52	91.72	90.20	87.20	(1.4)	(1.6)	0.1	3.5	0.4			
USD/PHP	58.90	58.90	59.09	58.86	58.66	(0.0)	(0.3)	0.1	0.4	0.1			
USD/TWD	31.56	31.60	31.44	31.41	32.98	(0.1)	0.4	0.5	(4.3)	0.5			
USD/HKD	7.813	7.811	7.799	7.792	7.793	0.0	0.2	0.3	0.3	0.4			
USD/VND	26,002	26,016	26,139	26,288	25,291	(0.1)	(0.5)	(1.1)	2.8	(1.1)			
NZD/USD	0.605	0.600	0.605	0.577	0.563	0.8	0.0	4.8	7.4	5.0			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	3-Feb-26	2-Feb-26	27-Jan-26	4-Jan-26	3-Feb-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.638	4.681	4.700	4.752	4.579	(0.9)	(1.3)	(2.4)	1.3	(2.6)			
GBP/MYR	5.373	5.399	5.416	5.455	5.499	(0.5)	(0.8)	(1.5)	(2.3)	(1.5)			
AUD/MYR	2.755	2.742	2.739	2.716	2.747	0.4	0.6	1.4	0.3	1.5			
JPY/MYR	2.525	2.536	2.597	2.585	2.892	(0.5)	(2.8)	(2.3)	(12.7)	(2.6)			
SGD/MYR	3.094	3.102	3.120	3.152	3.273	(0.3)	(0.8)	(1.9)	(5.5)	(2.0)			
10 CNY/MYR	5.667	5.677	5.684	5.800	6.178	(0.2)	(0.3)	(2.3)	(8.3)	(2.4)			
1 million IDR/MYR	2.347	2.349	2.358	2.424	2.721	(0.1)	(0.5)	(3.2)	(13.7)	(3.6)			
THB/MYR	12.459	12.571	12.740	12.916	13.138	(0.9)	(2.2)	(3.5)	(5.2)	(2.9)			
10 HKD/MYR	5.034	5.055	5.067	5.202	5.742	(0.4)	(0.7)	(3.2)	(12.3)	(3.5)			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	3-Feb-26	2-Feb-26	27-Jan-26	4-Jan-26	3-Feb-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	67.33	66.3	67.57	60.75	75.96	1.6	(0.4)	10.8	(11.4)	10.6			
WTI (USD/barrel)	63.21	62.14	62.39	57.32	73.16	1.7	1.3	10.3	(13.6)	10.1			
Gold (USD/oz)	4,947	4,661	5,180	4,332	2,815	6.1	(4.5)	14.2	75.7	14.5			
Malaysia CPO (RM/tonne)	4,140	4,160	4,182	3,954	4,627	(0.5)	(1.0)	4.7	(10.5)	3.6			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	3-Feb-26	2-Feb-26	27-Jan-26	4-Jan-26	3-Feb-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.02	3.01	2.99	2.99	3.47	1	3	2	(46)	2			
5-Year	3.27	3.27	3.26	3.24	3.62	0	2	3	(35)	2			
7-Year	3.44	3.43	3.44	3.37	3.79	1	0	7	(35)	6			
10-Year	3.53	3.50	3.50	3.50	3.81	3	4	4	(28)	3			
15-Year	3.79	3.77	3.77	3.75	3.97	2	2	4	(18)	2			
20-Year	3.92	3.91	3.92	3.84	4.06	0	(0)	8	(14)	7			
30-Year	4.03	4.03	4.03	3.98	4.18	(0)	(0)	5	(16)	5			

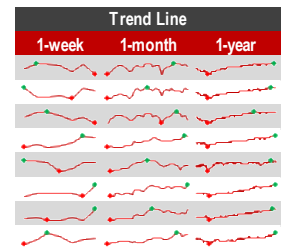
Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	3-Feb-26	2-Feb-26	27-Jan-26	4-Jan-26	3-Feb-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.12	3.12	3.12	3.09	3.55	0	0	3	(43)	2			
5-Year	3.27	3.27	3.28	3.25	3.63	0	(1)	2	(36)	2			
7-Year	3.37	3.37	3.37	3.34	3.78	0	0	3	(41)	3			
10-Year	3.54	3.53	3.53	3.52	3.83	0	0	2	(29)	1			
15-Year	3.80	3.81	3.82	3.74	3.95	(0)	(1)	6	(15)	5			
20-Year	3.91	3.90	3.90	3.85	4.08	0	1	5	(17)	5			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year
	3-Feb-26	2-Feb-26	27-Jan-26	4-Jan-26	3-Feb-25
S&P500 Index	6,918	6,976	6,979	6,858	5,995
Dow Jones	49,241	49,408	49,003	48,382	44,422
Nasdaq	23,255	23,592	23,817	23,236	19,392
London FTSE	10,315	10,342	10,208	9,951	8,584
German DAX	24,781	24,798	24,894	24,539	21,428
Nikkei 225	54,721	52,655	53,334	50,339	38,520
Japan TOPIX	3,646	3,536	3,564	3,409	2,720
FBM KLCI	1,748	1,741	1,771	1,670	1,554

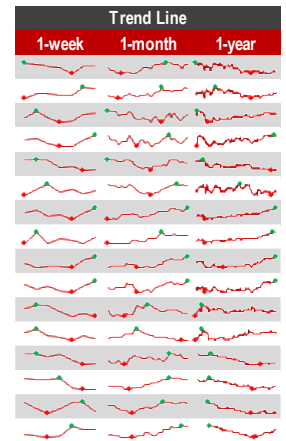
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.8)	(0.9)	0.9	15.4	80.2
(0.3)	0.5	1.8	10.8	48.6
(1.4)	(2.4)	0.1	19.9	122.2
(0.3)	1.0	3.7	20.2	38.4
(0.1)	(0.5)	1.0	15.6	78.0
3.9	2.6	8.7	42.1	109.7
3.1	2.3	6.9	34.0	92.7
0.4	(1.3)	4.7	12.5	16.9



Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year
	3-Feb-26	2-Feb-26	27-Jan-26	4-Jan-26	3-Feb-25
UST 2Y	3.57	3.57	3.57	3.47	4.25
UST 10Y	4.27	4.28	4.24	4.19	4.56
Germany 2Y	2.12	2.11	2.13	2.14	2.03
Germany 10Y	2.89	2.87	2.88	2.90	2.39
UK 2Y	3.71	3.70	3.74	3.74	4.17
UK 10Y	4.52	4.51	4.53	4.54	4.49
Japan 2Y	1.29	1.27	1.28	1.18	0.73
Japan 10Y	2.27	2.24	2.29	2.07	1.25
Australia 2Y	4.25	4.18	4.23	4.14	3.73
Australia 10Y	4.83	4.80	4.84	4.84	4.38
China 2Y	1.38	1.39	1.41	1.37	1.28
China 10Y	1.82	1.82	1.83	1.86	1.63
Indonesia 2Y	5.12	5.11	5.20	5.13	6.86
Indonesia 10Y	6.33	6.33	6.36	6.05	7.06
Thailand 2Y	1.18	1.20	1.19	1.12	2.05
Thailand 10Y	1.98	1.97	1.94	1.64	2.32

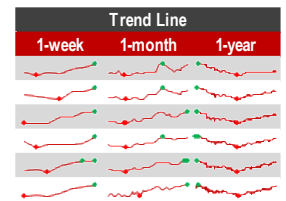
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(0)	(0)	10	(68)	10
(1)	2	7	(29)	10
1	(1)	(2)	9	0
2	2	(1)	51	4
1	(3)	(3)	(46)	(3)
1	(1)	(2)	3	4
3	1	11	56	11
2	(3)	20	101	20
7	2	11	52	20
4	(1)	(0)	46	9
(1)	(3)	0	10	0
(0)	(2)	(4)	19	(4)
1	(8)	(1)	(174)	12
0	(3)	28	(73)	26
(1)	(0)	6	(87)	6
0	3	34	(34)	34



Key swap rates

	Latest	1-day	1 week	1-Month	1-Year
	3-Feb-26	2-Feb-26	27-Jan-26	4-Jan-26	3-Feb-25
IRS 1-Year	3.29	3.27	3.25	3.21	3.56
IRS 3-Year	3.38	3.36	3.34	3.29	3.49
IRS 5-Year	3.49	3.46	3.44	3.38	3.54
IRS 7-Year	3.57	3.54	3.54	3.44	3.61
IRS 10-Year	3.73	3.72	3.68	3.59	3.71
IRS 20-Year	4.05	4.04	4.01	3.85	3.92

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
2	4	7	(28)	8
2	4	10	(10)	12
2	5	11	(5)	14
2	3	13	(4)	16
1	5	14	2	18
1	4	20	13	17



Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year
	3-Feb-26	2-Feb-26	27-Jan-26	4-Jan-26	3-Feb-25
1-Month Klibor	2.98	2.98	2.98	3.00	3.28
3-Month Klibor	3.23	3.23	3.23	3.28	3.67
6-Month Klibor	3.27	3.27	3.27	3.30	3.73

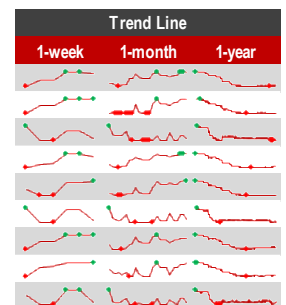
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	(2)	(30)	(2)
0	0	(5)	(44)	(5)
0	0	(3)	(46)	(3)



Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year
	3-Feb-26	2-Feb-26	27-Jan-26	4-Jan-26	3-Feb-25
3-Year AAA	3.53	3.54	3.52	3.51	3.84
3-Year AA	3.68	3.68	3.68	3.67	4.02
3-Year A	4.46	4.49	4.50	4.49	4.83
5-Year AAA	3.62	3.62	3.61	3.59	3.92
5-Year AA	3.77	3.77	3.77	3.75	4.09
5-Year A	4.61	4.65	4.66	4.62	5.02
10-Year AAA	3.78	3.78	3.78	3.76	4.05
10-Year AA	3.93	3.93	3.92	3.92	4.22
10-Year A	4.98	5.03	5.01	5.00	5.41

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(0)	1	3	(31)	3
0	1	2	(33)	2
(3)	(4)	(3)	(36)	(8)
(0)	1	3	(30)	3
0	0	2	(32)	2
(4)	(4)	(1)	(41)	(9)
0	1	2	(26)	1
0	2	1	(28)	1
(5)	(3)	(2)	(43)	(13)



Sources: Bloomberg, AmBank Economics

Note: All values are end-period

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