

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were softer in trading on Monday, amidst a continued resurgence in risk appetite to begin the holiday-shortened week. A tepid auction of USD69bn in new 2-year USTs also weighed on the market. Overall benchmark UST yields closed the day higher by between 1 to 2bps across the curve. **The benchmark 2-year UST note yield was 2bps higher for the day at 3.51% while the 10-year UST bond yield also advanced by 2bps to 4.16%.** The day ahead sees the release of the second reading of US 3Q GDP, industrial production data for October and November as well as the latest consumer confidence from the Conference Board.

MGS/GII

- Local govies were little changed in trading on Monday, amidst CPI for November inching up by less than expected to 1.4% y/y versus expectations of a rise of 1.5% y/y. Secondary market volume for the day declined by 45% to RM2.47bn compared to the RM4.50bn that switched hands on Friday. Overall benchmark yields were lower by between 0 to 1bp (prior: -3 to +1bp), except for the 30Y MGS was skewed by a couple of odd-lot off-market trades. **The benchmark 5Y MGS 5/30 yield was unchanged for the day at 3.26% while the yield on the benchmark 10Y MGS 7/35 was also little changed at 3.55%.** Trading interest for the day was again led by the off-the-run GII 3/26, while decent interest was also seen in the off-the-run MGS 11/26, as well as in the benchmark 5Y MGS and 30Y GII. The share of GII trading eased to 54% of overall trading versus the 58% seen the day before. There are no economic releases for the coming day.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.51	2
5-yr UST	3.71	2
10-yr UST	4.16	2
30-yr UST	4.84	1

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.02	0	3.12	0	
5-yr	3.26	0	3.26	0	
7-yr	3.42	0	3.34	0	
10-yr	3.55	0	3.56	0	
15-yr	3.77	0	3.75	-1	
20-yr	3.85	-1	3.88	0	
30-yr	3.89	-10	4.00	-1	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.21	0
3-yr	3.28	-2
5-yr	3.36	-1
7-yr	3.43	-3
10-yr	3.58	-2

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	2,219	-1
MTD Change	2,724	1,282

Figures in RM 'mil (as of 16 Dec 2025)

Upcoming Government Bond Tender

Nil

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Monday in a lighter session to start the week, with secondary market volume for the day falling by 46% to RM503m versus the RM935m that traded on Friday. Trading was again led by the AAA-rated segment of the market. In the GG universe, the interest was seen in LPPSA 4/55 and DANA 6/55, with both bonds closing at 4.10%, 1bp lower compared to their previous trades. In the AAA-space, trading was led by CAGA 12/30, which settled at 3.58% in a secondary market debut. Over in the AA-rated territory, activity was led by SDBP 4/40, which closed at 3.90% (unchanged versus last print) while interest was also seen in AMISLAMIC 3/33 and DIALOG 8/35, which settled at 3.72% (unchanged) and 3.87% (+3bps) respectively.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	07/26	2.751	177	2.744	12/19/2025	1
MGS	11/26	2.839	260	2.831	12/19/2025	1
MGS	03/27	2.861	21	2.904	12/11/2025	-4
MGS	05/27	2.854	11	2.829	12/19/2025	2
MGS	11/27	2.882	1	2.861	12/19/2025	2
MGS	06/28	3.036	23	3.060	12/19/2025	-2
MGS	08/29	3.187	3	3.178	12/19/2025	1
MGS	05/30	3.256	253	3.259	12/19/2025	0
MGS	04/31	3.349	45	3.357	12/19/2025	-1
MGS	04/33	3.481	75	3.507	12/19/2025	-3
MGS	11/33	3.505	10	3.513	12/19/2025	-1
MGS	07/34	3.543	61	3.530	12/19/2025	1
MGS	07/35	3.553	21	3.551	12/19/2025	0
MGS	04/37	3.697	20	3.700	12/19/2025	0
MGS	06/38	3.748	2	3.738	12/19/2025	1
MGS	04/39	3.769	3	3.766	12/19/2025	0
MGS	10/42	3.896	20	3.827	12/19/2025	7
MGS	05/44	3.850	4	3.863	12/19/2025	-1
MGS	03/46	3.929	3	3.934	12/18/2025	-1
MGS	06/50	3.966	5	3.910	12/19/2025	6
MGS	03/53	3.997	110	3.968	12/19/2025	3
MGS	07/55	3.888	1	3.989	12/19/2025	-10
GII	03/26	2.802	399	2.674	12/19/2025	13
GII	09/26	2.857	148	2.866	12/19/2025	-1
GII	07/27	3.004	10	3.004	12/19/2025	0
GII	09/27	3.000	1	2.993	12/19/2025	1
GII	07/28	3.115	101	3.117	12/19/2025	0
GII	10/28	3.138	20	3.139	12/19/2025	0
GII	12/28	3.161	40	3.190	12/10/2025	-3
GII	07/29	3.197	5	3.168	12/19/2025	3
GII	08/30	3.256	70	3.256	12/19/2025	0
GII	10/31	3.343	10	3.344	12/19/2025	0
GII	10/32	3.448	70	3.443	12/19/2025	0
GII	08/33	3.511	50	3.504	12/19/2025	1
GII	11/34	3.546	20	3.547	12/19/2025	0
GII	07/36	3.599	30	3.596	12/19/2025	0
GII	09/41	3.812	50	3.813	12/19/2025	0
GII	08/43	3.869	20	3.885	12/18/2025	-2
GII	05/45	3.877	30	3.879	12/19/2025	0
GII	05/52	4.005	14	4.070	12/19/2025	-7
GII	03/54	4.000	250	4.006	12/19/2025	-1
			2467			

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*
Lembaga Pembiayaan Perumahan Sektor Awam	04/28	GG	3.251	5	3.161	15/8/2025	9	33
Lembaga Pembiayaan Perumahan Sektor Awam	04/41	GG	3.903	20	3.738	18/8/2025	17	13
DanaInfra Nasional Berhad	09/49	GG	4.049	10	3.899	4/8/2025	15	17
DanaInfra Nasional Berhad	11/49	GG	4.049	20	3.969	2/7/2025	8	17
Lembaga Pembiayaan Perumahan Sektor Awam	04/55	GG	4.100	20	4.110	17/12/2025	-1	22
DanaInfra Nasional Berhad	06/55	GG	4.099	20	4.109	17/12/2025	-1	22
Cagamas Berhad	12/30	AAA	3.580	90	n/a	n/a	358	31
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.659	20	3.660	19/12/2025	0	39
CIMB Islamic Bank Berhad	03/31	AAA	3.619	10	3.618	11/11/2025	0	35
BGSM Management Sdn Berhad	12/28	AAA	3.848	10	3.738	3/10/2025	11	83
CIMB Islamic Bank Berhad	03/34	AAA	3.797	10	3.787	18/12/2025	1	30
Projek Lebuhraya Usahasama Berhad	01/35	AAA	3.747	20	3.769	20/11/2025	-2	22
Danum Capital Berhad	02/35	AAA	3.787	10	3.783	18/12/2025	0	26
CIMB Islamic Bank Berhad	07/35	AAA	3.788	10	3.798	17/12/2025	-1	23
Tenaga Nasional Berhad	11/36	AAA	3.811	30	3.800	17/12/2025	1	25
Projek Lebuhraya Usahasama Berhad	01/38	AAA	3.899	25	3.900	19/12/2025	0	34
Westports Malaysia Sdn Berhad	05/39	AAA	3.939	7	3.769	18/9/2025	17	17
Malayan Cement Berhad (fka Lafarge Malaysia Berhad)	07/27	AA1	3.713	10	3.704	30/10/2025	1	79
Johor Plantations Group Berhad	09/31	AA1	3.719	10	3.699	27/11/2025	2	36
Malayan Cement Berhad (fka Lafarge Malaysia Berhad)	05/32	AA1	3.917	10	3.928	18/12/2025	-1	56
Sime Darby Property Berhad	04/40	AA+	3.904	30	3.909	28/11/2025	0	13
Dialog Group Berhad	08/35	AA2	3.868	20	3.839	6/10/2025	3	31
Point Zone (M) Sdn Berhad	03/32	AA	3.728	10	3.703	11/11/2025	3	37
Affin Islamic Bank Berhad	12/26	AA3	3.532	10	3.558	11/12/2025	-3	69
AEON Credit Service (M) Berhad	08/30	AA3	3.745	20	3.736	14/11/2025	1	48
Edra Energy Sdn Berhad	07/31	AA3	5.037	1	3.786	22/10/2025	125	168
Alliance Bank Malaysia Berhad	08/31	AA3	3.834	4	3.766	2/12/2025	7	47
AmBank Islamic Berhad	03/33	AA3	3.715	20	3.716	8/10/2025	0	28
UEM Sunrise Berhad	02/34	AA-	3.818	19	3.804	10/10/2025	1	32
WCT Holdings Berhad	12/28	A+	4.492	1	4.493	19/12/2025	0	147
Alliance Bank Malaysia Berhad	11/17	A3	4.174	1	4.179	15/12/2025	0	30
Affin Bank Berhad	06/18	A3	4.397	2	4.448	5/12/2025	-5	52
				503				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Malaysian Resources Corporation Berhad	Islamic Medium-Term Notes Programme of up to RM5bn	AA-/Stable	Affirmed
Fortune Premiere Sdn Bhd	RM3bn Multi-Currency Islamic Medium-Term Notes Programme	AA/Stable	Affirmed

Source: RAM, MARC

Hong Leong Bank Berhad

Fixed Income & Economic Research, Global Markets

Level 8, Hong Leong Tower

6, Jalan Damanlela

Bukit Damansara

50490 Kuala Lumpur

Tel: 603-2081 1221

Fax: 603-2081 8936

Email: HLMarkets@hlbb.hongleong.com.my**DISCLAIMER**

This report is for information purposes only and does not take into account the investment objectives, financial situation or particular needs of any particular recipient. The information contained herein does not constitute the provision of investment advice and is not intended as an offer or solicitation with respect to the purchase or sale of any of the financial instruments mentioned in this report and will not form the basis or a part of any contract or commitment whatsoever.

The information contained in this publication is derived from data obtained from sources believed by Hong Leong Bank Berhad ("HLBB") to be reliable and in good faith, but no warranties or guarantees, representations are made by HLBB with regard to the accuracy, completeness or suitability of the data. Any opinions expressed reflect the current judgment of the authors of the report and do not necessarily represent the opinion of HLBB or any of the companies within the Hong Leong Bank Group ("HLB Group"). The opinions reflected herein may change without notice and the opinions do not necessarily correspond to the opinions of HLBB. HLBB does not have an obligation to amend, modify or update this report or to otherwise notify a reader or recipient thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate.

HLB Group, their directors, employees and representatives do not have any responsibility or liability to any person or recipient (whether by reason of negligence, negligent misstatement or otherwise) arising from any statement, opinion or information, expressed or implied, arising out of, contained in or derived from or omission from the reports or matter.

Potential and actual conflict of interest may arise from the activities of HLB Group. HLB Group constitute a diversified financial services group. These entities engage in a wide range of commercial and investment banking, brokerage, funds management, hedging transactions and other activities for their own account or the account of others. In the ordinary course of their business, HLB Group may effect transactions for their own account or for the account of their customers and hold long or short positions in the financial instruments. HLB Group, in connection with its business activities, may possess or acquire material information about the financial instruments. Such activities and information may involve or have an effect on the financial instruments. HLB Group have no obligation to disclose such information about the financial instruments or their activities.

The past performance of financial instruments is not indicative of future results. Whilst every effort is made to ensure that statements of facts made in this report are accurate, all estimates, projections, forecasts, expressions of opinion and other subjective judgments contained in this report are based on assumptions considered to be reasonable as of the date of the document in which they are contained and must not be construed as a representation that the matters referred to therein will occur. Any projections or forecasts mentioned in this report may not be achieved due to multiple risk factors including without limitation market volatility, sector volatility, corporate actions, the unavailability of complete and accurate information. No assurance can be given that any opinion described herein would yield favorable investment results. Recipients who are not market professional or institutional investor customer of HLBB should seek the advice of their independent financial advisor prior to taking any investment decision based on the recommendations in this report.

HLBB may provide hyperlinks to websites of entities mentioned in this report, however the inclusion of a link does not imply that HLBB endorses, recommends or approves any material on the linked page or accessible from it. Such linked websites are accessed entirely at your own risk. HLBB does not accept responsibility whatsoever for any such material, nor for consequences of its use.

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. This report is for the use of the addressees only and may not be redistributed, reproduced or passed on to any other person or published, in part or in whole, for any purpose, without the prior, written consent of HLBB. The manner of distributing this report may be restricted by law or regulation in certain countries. Persons into whose possession this report may come are required to inform themselves about and to observe such restrictions. By accepting this report, a recipient hereof agrees to be bound by the foregoing limitations.