

## Global Markets Research

### Fixed Income

#### Fixed Income Daily Market Snapshot

##### US Treasuries

- US Treasuries were mixed in trading on Friday, with the shorter dated maturities declining for the day whilst longer-dated bond inched higher, amidst the markets pricing in a higher chance of Fed rate hikes this year. The events in the Middle East took a turn for the worse after President Trump said that the US considers the ceasefire with Iran to be over. Benchmark UST yields were mixed by between -1 to +3bps. **The benchmark 2-year UST yield rose by 3bps for the day to 4.21% while the 10-year UST bond yield advanced by 1bp to 4.56%.** The coming day brings the release of the federal budget balance for June, with the Fed's Bowman and Waller also due to be delivering comments.

##### MGS/GII

- Local govies were firmer in trading on Friday, after a dual tranche USD sukuk was announced, allaying fears of increased supply in the domestic MGS/GII markets. The re-opening of the benchmark 3Y GII 10/29 was also announced, with RM5bn set to be auctioned on Tuesday. Secondary market volume climbed by 9% to RM3.59bn versus the RM3.28bn that traded on Thursday. Overall benchmark yields were mixed by between -2 to +1bp (prior: -1 to +1bp), except for the 30Y MGS/GII which were correcting from previous off-market trades. **The benchmark 5Y MGS 6/31 yield was lower by 2bps for the day to 3.39% while the yield on the benchmark 10Y MGS 7/35 declined by 1bp at 3.62%.** Trading for the day was again led by the off-the-run GII 9/26, while decent interest was also seen in the off-the-run MGS 11/26, GII 9/27, GII 7/28 and MGS 4/39, as well as in the benchmark 3Y GII. The share of GII trading rose to 50% of overall govies trading versus the 46% seen the previous session.

##### Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading in a lighter session to end the week on Friday, with secondary market volume for the day easing by 32% to RM531m versus the RM781m that switched hands on Thursday. Trading for the day was led by the GG segment of the market, where the activity was led by MRL 8/32 and KHAZANAH 9/32, which closed the day at 3.65% (unchanged versus last print) and 3.70% (unchanged) respectively. In the AAA-rated space, trading was led by PASB 6/32 and PLUS 1/37, which settled for the day at 3.80% (-2bps) and 3.95% (+4bps) respectively. In the AA-rated territory, the activity was led by PIPP 11/38, which closed the day at 4.06% (-1bp), while decent interest was also seen in MRCB 4/33 and MBB 8/37, which settled for the day at 4.05% (-1bp) and 3.94% (unchanged) respectively.

| UST       |             |           |
|-----------|-------------|-----------|
| Tenure    | Closing (%) | Chg (bps) |
| 2-yr UST  | 4.21        | 3         |
| 5-yr UST  | 4.31        | 2         |
| 10-yr UST | 4.56        | 1         |
| 30-yr UST | 5.06        | -1        |

| MGS    |             |           | GII*        |           |  |
|--------|-------------|-----------|-------------|-----------|--|
| Tenure | Closing (%) | Chg (bps) | Closing (%) | Chg (bps) |  |
| 3-yr   | 3.25        | 0         | 3.27        | 1         |  |
| 5-yr   | 3.39        | -2        | 3.36        | -1        |  |
| 7-yr   | 3.53        | -1        | 3.52        | -1        |  |
| 10-yr  | 3.62        | -1        | 3.63        | 0         |  |
| 15-yr  | 3.83        | 0         | 3.89        | -1        |  |
| 20-yr  | 3.93        | -2        | 3.97        | -1        |  |
| 30-yr  | 4.05        | 13        | 4.09        | 10        |  |

\* Market indicative levels

| MYR IRS Levels |             |           |
|----------------|-------------|-----------|
| IRS            | Closing (%) | Chg (bps) |
| 1-yr           | 3.46        | 0         |
| 3-yr           | 3.49        | -2        |
| 5-yr           | 3.53        | -1        |
| 7-yr           | 3.60        | 0         |
| 10-yr          | 3.72        | 0         |

Source : Bloomberg

|              | Govt NR Holdings | Corp NR Holdings |
|--------------|------------------|------------------|
| Daily Change | -108             | 0                |
| MTD Change   | -1,770           | 1,649            |

Figures in RM 'mil (as of 06 Jul 2026)

#### Upcoming Government Bond Tender

Re-opening auction of RM5bn of the benchmark 3Y GII 10/29 on Tuesday, 14 Jul

## Daily Trades: Government Bond

| Securities |       | Closing<br>YTM | Vol<br>(RM mil) | Previous<br>YTM | Previous<br>Trade Date<br>(dd/mm/yyyy) | Chg<br>(bp) |
|------------|-------|----------------|-----------------|-----------------|----------------------------------------|-------------|
| MGS        | 11/26 | 2.941          | 198             | 2.927           | 07/09/2026                             | 1           |
| MGS        | 05/27 | 3.081          | 158             | 3.073           | 07/09/2026                             | 1           |
| MGS        | 11/27 | 3.120          | 1               | 3.150           | 07/09/2026                             | -3          |
| MGS        | 04/28 | 3.183          | 4               | 3.204           | 07/09/2026                             | -2          |
| MGS        | 03/29 | 3.253          | 150             | 3.258           | 07/09/2026                             | 0           |
| MGS        | 04/29 | 3.256          | 34              | 3.248           | 07/08/2026                             | 1           |
| MGS        | 08/29 | 3.289          | 121             | 3.284           | 07/09/2026                             | 1           |
| MGS        | 04/30 | 3.348          | 63              | 3.371           | 07/08/2026                             | -2          |
| MGS        | 05/30 | 3.335          | 13              | 3.321           | 07/07/2026                             | 1           |
| MGS        | 04/31 | 3.420          | 160             | 3.421           | 07/09/2026                             | 0           |
| MGS        | 06/31 | 3.393          | 20              | 3.409           | 07/09/2026                             | -2          |
| MGS        | 07/32 | 3.481          | 160             | 3.498           | 07/09/2026                             | -2          |
| MGS        | 04/33 | 3.533          | 27              | 3.541           | 07/09/2026                             | -1          |
| MGS        | 11/33 | 3.576          | 1               | 3.582           | 07/09/2026                             | -1          |
| MGS        | 07/34 | 3.596          | 60              | 3.603           | 07/09/2026                             | -1          |
| MGS        | 07/35 | 3.617          | 181             | 3.641           | 07/09/2026                             | -2          |
| MGS        | 04/37 | 3.734          | 30              | 3.729           | 07/07/2026                             | 0           |
| MGS        | 06/38 | 3.829          | 4               | 3.848           | 07/09/2026                             | -2          |
| MGS        | 04/39 | 3.856          | 190             | 3.873           | 07/09/2026                             | -2          |
| MGS        | 10/42 | 3.930          | 15              | 3.933           | 07/08/2026                             | 0           |
| MGS        | 05/44 | 3.936          | 102             | 3.967           | 07/09/2026                             | -3          |
| MGS        | 04/46 | 3.926          | 87              | 3.947           | 07/09/2026                             | -2          |
| MGS        | 03/53 | 4.079          | 3               | 4.074           | 07/08/2026                             | 0           |
| MGS        | 07/55 | 4.050          | 2               | 3.917           | 07/09/2026                             | 13          |
| GII        | 09/26 | 2.959          | 377             | 2.963           | 07/09/2026                             | 0           |
| GII        | 07/27 | 3.130          | 67              | 3.129           | 07/08/2026                             | 0           |
| GII        | 09/27 | 3.129          | 320             | 3.130           | 07/08/2026                             | 0           |
| GII        | 07/28 | 3.207          | 209             | 3.222           | 07/09/2026                             | -2          |
| GII        | 07/29 | 3.262          | 20              | 3.286           | 07/08/2026                             | -2          |
| GII        | 10/29 | 3.265          | 223             | 3.259           | 07/09/2026                             | 1           |
| GII        | 08/30 | 3.360          | 10              | 3.365           | 07/09/2026                             | -1          |
| GII        | 10/30 | 3.370          | 10              | 3.388           | 07/09/2026                             | -2          |
| GII        | 10/31 | 3.419          | 50              | 3.430           | 07/09/2026                             | -1          |
| GII        | 03/33 | 3.524          | 60              | 3.538           | 07/09/2026                             | -1          |
| GII        | 08/33 | 3.580          | 40              | 3.582           | 07/07/2026                             | 0           |
| GII        | 09/39 | 3.866          | 101             | 3.881           | 07/09/2026                             | -1          |
| GII        | 07/40 | 3.889          | 131             | 3.895           | 07/09/2026                             | -1          |
| GII        | 08/43 | 3.946          | 150             | 3.954           | 07/09/2026                             | -1          |
| GII        | 05/45 | 3.966          | 40              | 3.976           | 07/09/2026                             | -1          |
|            |       |                | 3591            |                 |                                        |             |

## Daily Trades: Corp Bonds/ Sukuk

| Securities                                      |       | Rating | Closing<br>YTM | Vol<br>(RM mil) | Previous<br>YTM | Previous<br>Trade Date<br>(dd/mm/yyyy) | Chg<br>(bps) | Spread<br>Against MGS* |
|-------------------------------------------------|-------|--------|----------------|-----------------|-----------------|----------------------------------------|--------------|------------------------|
| DanaInfra Nasional Berhad                       | 02/31 | GG     | 3.597          | 5               | 3.587           | 9/7/2026                               | 1            | 20                     |
| Malaysia Rail Link Sdn Berhad                   | 08/32 | GG     | 3.646          | 100             | 3.649           | 26/6/2026                              | 0            | 16                     |
| Khazanah Nasional Berhad                        | 09/32 | GG     | 3.697          | 100             | 3.702           | 3/7/2026                               | 0            | 21                     |
| DanaInfra Nasional Berhad                       | 11/42 | GG     | 4.040          | 10              | 4.055           | 4/6/2026                               | -1           | 20                     |
| DanaInfra Nasional Berhad                       | 08/43 | GG     | 4.069          | 10              | 3.959           | 2/3/2026                               | 11           | 23                     |
| Bakun Hydro Power Generation Sdn Berhad (fka Si | 08/26 | AAA    | 3.387          | 5               | 3.341           | 28/4/2026                              | 5            | 30                     |
| Bank Pembangunan Malaysia Berhad                | 11/26 | AAA    | 3.482          | 20              | 3.357           | 26/6/2026                              | 13           | 40                     |
| Johor Corporation                               | 06/27 | AAA    | 5.228          | 1               | 3.501           | 7/7/2026                               | 173          | 214                    |
| Pengurusan Air SPV Berhad                       | 06/32 | AAA    | 3.797          | 30              | 3.818           | 30/6/2026                              | -2           | 31                     |
| Projek Lebuhraya Usahasama Berhad               | 01/36 | AAA    | 3.956          | 3               | 3.912           | 30/6/2026                              | 4            | 32                     |
| Projek Lebuhraya Usahasama Berhad               | 01/37 | AAA    | 3.947          | 20              | 3.910           | 10/6/2026                              | 4            | 31                     |
| Pengurusan Air SPV Berhad                       | 04/39 | AAA    | 4.049          | 10              | 4.048           | 9/7/2026                               | 0            | 21                     |
| Tenaga Nasional Berhad                          | 05/41 | AAA    | 4.063          | 1               | 4.058           | 29/6/2026                              | 0            | 22                     |
| Tenaga Nasional Berhad                          | 05/51 | AAA    | 4.260          | 10              | 4.269           | 9/7/2026                               | -1           | 30                     |
| Sabah Credit Corporation                        | 12/26 | AA1    | 3.446          | 20              | 3.441           | 13/5/2026                              | 1            | 36                     |
| GENM Capital Berhad                             | 05/32 | AA1    | 4.666          | 1               | 4.618           | 10/12/2025                             | 5            | 118                    |
| Malayan Banking Berhad                          | 10/32 | AA1    | 3.623          | 3               | 3.619           | 8/7/2026                               | 0            | 13                     |
| Malayan Banking Berhad                          | 08/37 | AA1    | 3.938          | 20              | 3.936           | 16/6/2026                              | 0            | 30                     |
| Pulau Indah Power Plant Sdn Berhad              | 11/28 | AA+    | 3.671          | 3               | 3.696           | 24/4/2026                              | -3           | 48                     |
| Pulau Indah Power Plant Sdn Berhad              | 11/38 | AA+    | 4.060          | 40              | 4.068           | 26/6/2026                              | -1           | 42                     |
| AmBank (M) Berhad                               | 06/29 | AA2    | 3.803          | 20              | 3.780           | 24/6/2026                              | 2            | 55                     |
| Pelabuhan Tanjung Pelepas Sdn Berhad            | 08/27 | AA     | 3.599          | 10              | 3.599           | 9/7/2026                               | 0            | 51                     |
| Bank Islam Malaysia Berhad                      | 07/32 | AA3    | 3.876          | 10              | 3.893           | 30/6/2026                              | -2           | 39                     |
| Zetrix AI Berhad (fka MY E.G. Services Berhad)  | 03/27 | AA-    | 5.143          | 20              | 5.445           | 26/5/2026                              | -30          | 206                    |
| Zetrix AI Berhad (fka MY E.G. Services Berhad)  | 01/28 | AA-    | 5.302          | 4               | 5.323           | 9/7/2026                               | -2           | 211                    |
| DRB-Hicom Berhad                                | 08/31 | AA-    | 4.481          | 1               | 3.878           | 25/6/2026                              | 60           | 108                    |
| LBS Bina Group Berhad                           | 01/32 | AA-    | 4.650          | 3               | 4.088           | 11/6/2026                              | 56           | 116                    |
| Malaysian Resources Corporation Berhad          | 04/32 | AA-    | 4.015          | 20              | 4.047           | 15/5/2026                              | -3           | 52                     |
| UEM Sunrise Berhad                              | 06/32 | AA-    | 3.904          | 10              | n/a             | n/a                                    | 390          | 41                     |
| Malaysian Resources Corporation Berhad          | 04/33 | AA-    | 4.053          | 20              | 4.068           | 26/6/2026                              | -1           | 51                     |
| Qualitas Sukuk Berhad                           | 03/25 | A2     | 5.284          | 1               | 5.300           | 9/7/2026                               | -2           | 133                    |
| Tan Chong Motor Holdings Berhad                 | 03/27 | A      | 7.553          | 1               | 5.757           | 23/1/2026                              | 180          | 447                    |
| Tropicana Corporation Berhad                    | 09/19 | A-     | 12.802         | 1               | 14.849          | 29/5/2026                              | -205         | 884                    |
|                                                 |       |        |                | 531             |                 |                                        |              |                        |

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

| Rating Action                    |                                                                                                    |                          |                       |
|----------------------------------|----------------------------------------------------------------------------------------------------|--------------------------|-----------------------|
| Issuer                           | PDS Description                                                                                    | Rating/Outlook           | Action                |
| Paradigm Capital Berhad          | 2025-Issue 1 Medium-Term Notes issued under RM5bn MTN Programme (2025/2037):<br>Class A<br>Class B | AAA/Stable<br>AA2/Stable | Affirmed              |
| Sabah Energy Corporation Sdn Bhd | Proposed Islamic Medium-Term Notes (Sukuk Wakalah) Programme of up to RM3bn                        | AAA/Stable               | Assigned final rating |
| Cypark Ref Sdn Bhd               | RM550m SRI Sukuk Murabahah Programme                                                               | AA3/Stable               | Affirmed              |
| Ideal Water Resources Sdn Bhd    | RM255m Tranche 2 Sukuk (2025/2034) issued under Sukuk Murabahah Programme of up to RM1bn (2023/-)  | AA1/Stable               | Affirmed              |
| TRIplc Ventures Sdn Bhd          | MTN Programme of up to RM240m in nominal value (2011/2026)                                         | AAA(bg)/Stable           | Affirmed              |

Source: RAM, MARC

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