

Global Markets Research

Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.19	13
5-yr UST	4.26	10
10-yr UST	4.49	5
30-yr UST	4.93	-1

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.24	1	3.22	0
5-yr	3.43	1	3.36	0
7-yr	3.54	0	3.54	0
10-yr	3.61	3	3.59	1
15-yr	3.82	0	3.89	0
20-yr	3.96	0	3.98	2
30-yr	4.09	10	4.11	0

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.39	1
3-yr	3.44	0
5-yr	3.49	1
7-yr	3.57	1
10-yr	3.70	0

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	2,413	460
MTD Change	1,015	185

Figures in RM 'mil (as of 11 Jun 2026)

Upcoming Government Bond Tender

Re-opening of RM5bn of the benchmark 5Y MGS 6/31 on Friday 19 Jun

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were sharply lower in the shorter-dated maturities, after the FOMC left rates unchanged but hawkishly revised their forecasts in Kevin Warsh first meeting as Fed Chair, resulting in the futures markets building in a full hike by October as opposed to next January before the FOMC decision. Data for the day saw retail sales figures for May beat expectations, further adding to the offered tone for the UST markets. **The benchmark 2-year UST yield surged by 13bps for the day to 4.19% while the 10-year UST bond yield climbed by 5bps to 4.49%.** The coming day brings the release of the Leading index for May and Philly Fed survey for June, as well as the usual weekly jobless claims figures.

MGS/GII

- Local govies were weaker in trading on Tuesday, amidst the announcement of the re-opening of the benchmark 5Y MGS 6/31, with RM5bn set to be auctioned on Friday. Secondary market volume was little changed for the day at RM5.47bn versus the RM5.45bn that changed hands on Monday. Overall benchmark yields were higher by between 0 to 3bps (prior: 0 to 3bps lower), except for the 30Y MGS which was correcting from previous off-market trades. **The benchmark 5Y MGS 6/31 yield fell by 1bp for the day to 3.43% while the yield on the benchmark 10Y MGS 7/35 advanced by 3bps to 3.61%.** Trading for the day was again led by the off-the-run MGS 7/26, while strong interest was also seen in the off-the-run GII 9/26 and MGS 11/26, while the off-the-run GII 9/27 and the benchmark 20Y GII also saw some interest. The share of GII trading declined to 39% of overall government bond trading versus the 47% seen the day before.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Tuesday, with secondary market volume climbing by 50% to RM1,217m versus the RM811m that traded on Monday. Trading for the day was led by the AAA-rated segment of the market. In the GG universe, the activity was led by BAKUN 8/28 and BAKUN 10/28, which closed the day at 3.32% (-41bps versus last print) and 3.34% (+19bps) respectively. In the AAA-rated space, trading was led by PASB 4/32 and TNB 8/40, which settled at 3.79% (-2bps) and 4.09% (unchanged) respectively. In the AA-rated territory, the activity was led by GUANCHONG 12/27, which closed at 4.46% (-4bps) while decent interest was also seen in IMTIAZ 5/32 and PIPP 11/39, which closed at 3.90% (unchanged) and 4.11% (unchanged) respectively.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	07/26	2.848	1454	2.904	06/15/2026	-6
MGS	11/26	2.937	1117	2.928	06/15/2026	1
MGS	03/27	3.081	12	3.090	06/15/2026	-1
MGS	05/27	3.093	165	3.087	06/15/2026	1
MGS	11/27	3.151	17	3.094	06/15/2026	6
MGS	04/28	3.198	9	3.201	06/15/2026	0
MGS	03/29	3.243	147	3.232	06/15/2026	1
MGS	08/29	3.253	20	3.253	06/15/2026	0
MGS	04/30	3.352	13	3.346	06/15/2026	1
MGS	04/31	3.427	62	3.401	06/15/2026	3
MGS	06/31	3.426	88	3.415	06/15/2026	1
MGS	07/32	3.524	4	3.512	06/15/2026	1
MGS	04/33	3.540	30	3.536	06/15/2026	0
MGS	11/33	3.591	10	3.563	06/15/2026	3
MGS	07/34	3.604	27	3.583	06/15/2026	2
MGS	05/35	3.627	31	3.628	06/15/2026	0
MGS	07/35	3.607	3	3.576	06/15/2026	3
MGS	04/37	3.780	1	3.765	06/15/2026	1
MGS	06/38	3.890	1	3.863	06/15/2026	3
MGS	01/41	3.824	14	3.824	06/15/2026	0
MGS	10/42	3.931	1	3.919	06/15/2026	1
MGS	03/46	4.003	1	4.005	06/12/2026	0
MGS	04/46	3.963	51	3.964	06/15/2026	0
MGS	07/48	4.093	1	4.045	06/15/2026	5
MGS	06/50	4.052	4	4.038	06/15/2026	1
MGS	07/55	4.088	50	3.987	06/12/2026	10
GII	09/26	2.900	679	2.944	06/15/2026	-4
GII	09/27	3.123	264	3.109	06/12/2026	1
GII	07/28	3.218	170	3.210	06/15/2026	1
GII	10/29	3.220	1	3.223	06/15/2026	0
GII	09/30	3.367	130	3.360	06/15/2026	1
GII	10/31	3.419	10	3.419	06/15/2026	0
GII	10/32	3.543	165	3.532	06/15/2026	1
GII	08/33	3.596	100	3.584	06/15/2026	1
GII	11/34	3.610	30	3.635	06/11/2026	-2
GII	09/39	3.878	6	3.863	06/15/2026	2
GII	08/43	3.949	105	3.939	06/15/2026	1
GII	05/45	3.979	210	3.964	06/15/2026	2
GII	03/54	4.103	160	4.094	06/15/2026	1
GII	01/56	4.105	109	4.104	06/15/2026	0
			5470			

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Cagamas MBS Berhad	Residential mortgage-backed securities (CMBS 2007-1-i)	AAA/Stable	Affirmed

Source: RAM, MARC

Hong Leong Bank Berhad

Fixed Income & Economic Research, Global Markets

Level 8, Hong Leong Tower

6, Jalan Damanela

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.