

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries rallied in trading on Wednesday, amidst growing optimism that the US and Iran were working towards a deal that would see a moderation in the elevated level of energy prices. The FOMC minutes of the Apr 29 meeting revealed a hawkish shift, with “many” participants wanting to drop the easing bias from the statement. **The benchmark 2-year UST note yield was 7bps lower for the day at 4.05% while the 10-year UST bond yield declined by 8bps to 4.58%.** The coming day brings the release of housing starts and building permits figures for April and also sees the release of the preliminary S&P Global PMIs for May.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.05	-7
5-yr UST	4.25	-8
10-yr UST	4.58	-8
30-yr UST	5.13	-6

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.22	0	3.23	0
5-yr	3.42	0	3.36	4
7-yr	3.54	0	3.57	0
10-yr	3.61	1	3.63	2
15-yr	3.85	1	3.90	1
20-yr	3.97	2	3.98	2
30-yr	4.11	3	4.11	1

* Market indicative levels

MGS/GII

- Local govies were softer in trading on Wednesday, amidst a bigger than expected surge in exports for April, driven by a marked increase in the exports of E&E and petroleum products, with the resultant wider than expected trade surplus boding well for 2Q growth. Secondary market volume declined by 23% to RM6.60bn versus the RM8.56bn that traded on Tuesday. Overall benchmark yields were higher by between 0 to 4bps (prior: -1 to +2bps). **The benchmark 5Y MGS 6/31 yield was little changed for the day at 3.42% while the yield on the benchmark 10Y MGS 7/35 advanced by 1bp to 3.61%.** Trading for the day was led by the off-the-run MGS 4/31, while decent interest was also seen in the benchmark 10Y GII, as well as in the off-the-run GII 9/26, MGS 5/27 and GII 7/28. The share of GII trading rose to 42% of overall trading versus the 30% seen the previous day. The day ahead sees the re-opening auction of RM5bn of the off-the-run MGS 4/33, which will take over as the benchmark 7Y MGS.

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.41	1
3-yr	3.49	4
5-yr	3.56	3
7-yr	3.65	3
10-yr	3.76	6

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-280	154
MTD Change	-1,786	480

Figures in RM 'mil (as of 14 May 2026)

Upcoming Government Bond Tender

Re-opening auction of RM5bn of the MGS 4/33 on Thurs, 21 May

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Wednesday, with secondary market volume for the day easing by 20% to RM939m versus the RM1,169m that switched hands on Tuesday. Activity was led by the AAA-rated segment of the market. In the GG universe, MKDK 4/31 led trading, settling for the day at 3.53% (3bps lower versus last print). In the AAA space, trading was led by PASB 2/33 and TNBPG 3/43, which closed the day at 3.78% (unchanged) and 4.09% (+1bp) respectively. Over in the AA-rated arena, activity was led by MRCB 4/31 and MRDIY 5/36, which settled for the day at 3.98% (+3bps) and 3.90% (unchanged) respectively, while in the A-rated territory, AFFINB 4.35% Perps led trading and closed the day at 4.30% (secondary market debut).

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	07/26	2.890	272	2.941	05/19/2026	-5
MGS	11/26	2.932	168	2.975	05/19/2026	-4
MGS	05/27	3.098	747	3.053	05/19/2026	4
MGS	11/27	3.103	3	3.096	05/19/2026	1
MGS	04/28	3.192	15	3.184	05/19/2026	1
MGS	06/28	3.199	2	3.209	05/19/2026	-1
MGS	08/29	3.292	61	3.277	05/19/2026	1
MGS	04/30	3.366	22	3.375	05/19/2026	-1
MGS	05/30	3.368	361	3.376	05/19/2026	-1
MGS	04/31	3.443	1298	3.422	05/19/2026	2
MGS	07/32	3.536	377	3.532	05/19/2026	0
MGS	04/33	3.595	91	3.588	05/19/2026	1
MGS	11/33	3.619	26	3.614	05/19/2026	1
MGS	07/34	3.639	29	3.656	05/19/2026	-2
MGS	05/35	3.651	66	3.657	05/19/2026	-1
MGS	07/35	3.612	45	3.605	05/19/2026	1
MGS	04/37	3.802	4	3.779	05/19/2026	2
MGS	06/38	3.872	1	3.868	05/19/2026	0
MGS	04/39	3.867	13	3.885	05/19/2026	-2
MGS	05/40	3.911	1	3.888	05/19/2026	2
MGS	10/42	3.959	11	3.928	05/19/2026	3
MGS	04/46	3.972	43	3.950	05/15/2026	2
MGS	07/48	4.043	4	4.040	05/19/2026	0
MGS	06/50	4.068	5	4.070	05/19/2026	0
MGS	03/53	4.093	101	4.087	05/19/2026	1
MGS	07/55	4.106	94	4.078	05/19/2026	3
GII	09/26	2.918	754	2.933	05/19/2026	-1
GII	07/27	3.111	1	3.027	05/12/2026	8
GII	07/28	3.207	570	3.183	05/19/2026	2
GII	10/28	3.209	100	3.193	05/14/2026	2
GII	07/29	3.268	30	3.234	05/18/2026	3
GII	10/29	3.226	45	3.226	05/19/2026	0
GII	08/30	3.363	215	3.326	05/14/2026	4
GII	09/30	3.379	30	3.349	05/15/2026	3
GII	10/30	3.394	1	3.366	05/19/2026	3
GII	10/31	3.434	360	3.418	05/19/2026	2
GII	10/32	3.548	130	3.531	05/19/2026	2
GII	03/33	3.570	54	3.566	05/19/2026	0
GII	08/33	3.605	10	3.541	05/06/2026	6
GII	04/35	3.632	226	3.617	05/19/2026	2
GII	10/35	3.664	1	3.671	05/18/2026	-1
GII	07/36	3.670	3	3.649	05/19/2026	2
GII	03/38	3.867	7	3.817	05/14/2026	5
GII	09/39	3.906	1	3.867	05/19/2026	4
GII	07/40	3.900	72	3.890	05/19/2026	1
GII	09/41	3.942	1	3.920	05/19/2026	2
GII	08/43	3.986	1	3.952	05/19/2026	3
GII	05/45	3.976	35	3.953	05/14/2026	2
GII	05/47	4.049	1	3.985	05/13/2026	6
GII	05/52	4.110	1	4.091	05/19/2026	2
GII	03/54	4.104	51	4.098	05/19/2026	1
GII	01/56	4.109	42	4.096	05/19/2026	1
			6602			

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*
MKD Kencana Sdn Berhad	04/31	GG	3.529	60	3.557	2/4/2026	-3	10
Prasarana Malaysia Berhad	06/34	GG	3.762	20	3.506	7/8/2025	26	16
Tenaga Nasional Berhad	06/29	AAA	3.580	30	3.582	23/4/2026	0	34
YTL Power International Berhad	08/29	AAA	3.623	5	3.597	13/11/2025	3	38
Malaysia Airport Holdings Berhad	11/30	AAA	3.664	10	3.667	6/4/2026	0	32
Pengurusan Air SPV Berhad	04/31	AAA	3.681	20	3.682	19/5/2026	0	25
Cagamas Berhad	05/31	AAA	3.668	40	n/a	n/a	367	24
Petroleum Sarawak Exploration & Production Sdn E	05/31	AAA	3.708	10	3.687	23/4/2026	2	28
YTL Power International Berhad	08/31	AAA	3.763	5	3.680	19/5/2026	8	34
Malaysia Airport Holdings Berhad	11/31	AAA	3.714	20	3.697	12/5/2026	2	22
YTL Power International Berhad	05/32	AAA	4.011	5	n/a	n/a	401	51
Pengurusan Air SPV Berhad	02/33	AAA	3.782	60	3.783	5/5/2026	0	21
Pengerang LNG (Two) Sdn Berhad	03/33	AAA	3.739	10	3.743	11/5/2026	0	17
Tenaga Nasional Berhad	08/33	AAA	3.811	10	3.747	10/4/2026	6	24
Pengurusan Air SPV Berhad	02/34	AAA	3.828	20	3.829	15/5/2026	0	23
Malaysia Airport Holdings Berhad	11/34	AAA	3.837	30	3.813	6/5/2026	2	23
YTL Power International Berhad	03/36	AAA	3.921	30	3.928	18/5/2026	-1	31
YTL Power International Berhad	03/37	AAA	3.959	30	3.799	28/11/2025	16	34
Pengurusan Air Selangor Sdn Berhad	07/37	AAA	3.931	40	3.849	11/2/2026	8	32
Pengurusan Air Selangor Sdn Berhad	10/38	AAA	3.959	40	3.902	28/1/2026	6	34
TNB Power Generation Sdn Berhad	03/43	AAA	4.090	40	4.079	11/3/2026	1	24
Press Metal Aluminium Holdings Berhad	03/35	AA1	3.839	30	3.828	28/4/2026	1	23
MR D.I.Y. Group (M) Berhad	05/36	AA1	3.895	110	3.899	15/5/2026	0	28
UMW Holdings Berhad	10/26	AA+	3.288	10	3.405	7/11/2025	-12	21
Imtiaz Sukuk II Berhad	05/33	AA2	3.911	10	n/a	n/a	391	34
Pelabuhan Tanjung Pelepas Sdn Berhad	06/30	AA	3.777	10	3.775	11/5/2026	0	43
AEON Credit Service (M) Berhad	02/27	AA3	3.624	10	3.626	18/5/2026	0	54
Gamuda Berhad	03/32	AA3	3.828	30	3.828	12/5/2026	0	33
Gamuda Berhad	04/33	AA3	3.919	45	3.888	21/4/2026	3	35
Gamuda Berhad	04/34	AA3	3.915	10	3.911	19/5/2026	0	32
IJM Treasury Management Sdn Berhad	03/39	AA3	4.079	40	4.085	18/5/2026	-1	23
Zetrix AI Berhad (fka MY E.G. Services Berhad)	08/26	AA-	5.018	1	5.106	3/3/2026	-9	194
Malaysian Resources Corporation Berhad	04/31	AA-	3.976	60	3.948	13/4/2026	3	55
Malaysian Resources Corporation Berhad	01/33	AA-	4.080	20	4.052	24/4/2026	3	51
Lebuhraya DUKE Fasa 3 Sdn Berhad	02/47	AA-	5.450	8	n/a	n/a	545	148
Hong Leong Bank Berhad	11/17	A1	3.821	1	3.801	14/5/2026	2	-15
Hong Leong Bank Berhad	11/17	A1	4.060	1	3.765	15/4/2026	30	9
WCT Holdings Berhad	05/29	A+	4.706	1	n/a	n/a	471	146
Yinson Holdings Berhad	12/30	A+	4.807	2	4.803	8/5/2026	0	138
DRB-Hicom Berhad	12/14	A	5.151	1	5.502	19/5/2026	-35	118
Alliance Bank Malaysia Berhad	11/17	A3	4.401	1	4.098	7/5/2026	30	43
Affin Bank Berhad	05/18	A3	4.300	5	n/a	n/a	430	33
				939				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
CIMB Group Holdings Berhad	Corporate credit ratings	AA1/Stable/P1	Affirmed
CIMB Bank Berhad, CIMB Islamic Bank Berhad and CIMB Investment Bank Berhad	Financial institution ratings	AAA/Stable/P1	Affirmed
Tenaga Nasional Berhad	Sukuk programmes	AAA/Stable/P1	Affirmed

Source: RAM, MARC

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