

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were softer in trading on Friday, after a solid retail sales report for July and a move higher in inflation expectations in the University of Michigan’s consumer sentiment survey led to a reduced amount of Fed cuts priced into the futures curve. A sell off in Euro govies added to the offered tone for the day, with the 30yr German Bund yield hitting a 14-year high. **The benchmark 2-year UST yield was 2bps higher for the day at 3.75% while the 10-year UST yield advanced by 3bps to 4.32%.** The day ahead sees the release of the NAHB Housing Market index for August.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.75	2
5-yr UST	3.84	2
10-yr UST	4.32	3
30-yr UST	4.92	5

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	2.95	0	3.01	1
5-yr	3.04	-1	3.13	-2
7-yr	3.26	1	3.22	0
10-yr	3.36	0	3.38	1
15-yr	3.57	-1	3.58	1
20-yr	3.73	0	3.72	0
30-yr	3.81	-1	3.91	-1

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.07	2
3-yr	2.98	2
5-yr	3.05	2
7-yr	3.12	4
10-yr	3.23	2

Source : Bloomberg

MGS/GII

- Local govies were mixed in trading in a lighter session on Friday, amidst final 2Q GDP coming in a notch lower than expected at 4.4% y/y. Secondary market volume for the day declined by 36% to RM5.72bn from the RM8.92bn that traded on Thursday. Overall benchmark yields were mixed by between -2 to +1bp (prior: 0 to 4bps lower). **The benchmark 5Y MGS 5/30 yield closed 1bp lower for the day at 3.04% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.36%.** Trading interest for the day was led by the off-the-run MGS 9/25, while decent interest was also seen in the benchmark 3Y GII, as well as in the off-the-run MGS 7/26, MGS 11/26 and GII 10/28. The share of GII trading for the day climbed to 48% of overall govies trading versus the 38% seen the previous session. There are no domestic economic releases for the day ahead, with the trade and export numbers for July scheduled for release on Tuesday.

Upcoming Government Bond Tender

Nil

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Friday in a heavier trading session to end the week with secondary market volume rising by 36% to RM1,137m versus the RM835m that changed hands on Thursday. Trading for the day was led by the GG segment of the market, where the interest was led by LPPSA 4/39, which closed at 3.69%, 2bps lower compared to its last trade. Decent interest was also seen in MRL 6/40 and DANA 5/41, which settled at 3.70% (-1bp from last print) and 3.73% (-6bps) respectively. In the AAA space, trading was led by PLUS 1/31, which closed at 3.58% (-3bps). In AA-rated territory, activity was led by MBB 4.13 Perps and YTLP 3/30, which settled at 3.68% (-101bps) and 3.63% (unch) respectively, while in the A-rated universe, HCK Cap 8/28 led trading and closed at 6.93% in a secondary market debut.

Daily Trades: Government Bond

Securities	Closing		Vol	Previous	Previous	Chg
	YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)	
MGS	09/25	2.949	491	2.879	08/14/2025	7
MGS	07/26	2.780	371	2.736	08/14/2025	4
MGS	11/26	2.849	420	2.843	08/14/2025	1
MGS	05/27	2.948	51	2.934	08/14/2025	1
MGS	11/27	2.950	300	2.961	08/14/2025	-1
MGS	04/28	2.947	129	2.950	08/14/2025	0
MGS	06/28	3.008	53	3.005	08/14/2025	0
MGS	08/29	3.098	2	3.081	08/14/2025	2
MGS	04/30	3.121	20	3.114	08/14/2025	1
MGS	05/30	3.039	73	3.050	08/14/2025	-1
MGS	04/31	3.226	60	3.231	08/14/2025	0
MGS	06/31	3.255	50	3.234	08/14/2025	2
MGS	04/32	3.306	20	3.333	08/13/2025	-3
MGS	07/32	3.260	52	3.254	08/14/2025	1
MGS	04/33	3.337	20	3.381	08/14/2025	-4
MGS	11/33	3.331	134	3.350	08/14/2025	-2
MGS	07/34	3.375	15	3.381	08/14/2025	-1
MGS	05/35	3.383	34	3.390	08/14/2025	-1
MGS	07/35	3.358	50	3.356	08/14/2025	0
MGS	04/37	3.538	28	3.532	08/14/2025	1
MGS	06/38	3.565	90	3.575	08/14/2025	-1
MGS	04/39	3.565	60	3.576	08/14/2025	-1
MGS	05/40	3.610	13	3.642	08/14/2025	-3
MGS	10/42	3.668	92	3.690	08/14/2025	-2
MGS	05/44	3.728	91	3.732	08/14/2025	0
MGS	03/46	3.836	22	3.848	08/12/2025	-1
MGS	07/48	3.831	20	3.843	08/14/2025	-1
MGS	06/50	3.871	100	3.841	08/14/2025	3
MGS	03/53	3.911	50	3.910	08/14/2025	0
MGS	07/55	3.813	45	3.824	08/14/2025	-1
GII	10/25	2.727	68	2.807	08/13/2025	-8
GII	03/26	2.817	123	2.817	08/14/2025	0
GII	09/26	2.865	96	2.840	08/14/2025	3
GII	09/27	2.982	168	2.974	08/14/2025	1
GII	07/28	3.010	449	3.000	08/14/2025	1
GII	10/28	3.030	380	3.044	08/14/2025	-1
GII	07/29	3.071	110	3.071	08/14/2025	0
GII	08/30	3.126	90	3.151	08/13/2025	-2
GII	09/30	3.136	290	3.161	08/13/2025	-2
GII	10/30	3.147	20	3.153	08/14/2025	-1
GII	10/31	3.224	170	3.225	08/14/2025	0
GII	10/32	3.282	40	3.298	08/14/2025	-2
GII	08/33	3.335	100	3.364	08/12/2025	-3
GII	11/34	3.363	100	3.379	08/14/2025	-2
GII	04/35	3.378	130	3.368	08/14/2025	1
GII	08/37	3.527	50	3.576	08/12/2025	-5
GII	09/39	3.592	10	3.605	08/12/2025	-1
GII	07/40	3.584	70	3.576	08/14/2025	1
GII	05/47	3.818	60	3.827	08/13/2025	-1
GII	11/49	3.894	70	3.900	08/14/2025	-1
GII	05/52	3.895	40	3.895	08/14/2025	0
GII	03/54	3.906	130	3.912	08/14/2025	-1
			5722			

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	3.161	30	3.268	28/5/2025	-11	19
Lembaga Pembiayaan Perumahan Sektor Awam	09/28	GG	3.207	10	3.211	12/8/2025	0	23
Prasarana Malaysia Berhad	12/28	GG	3.199	10	3.587	10/10/2024	-39	22
Perbadanan Tabung Pendidikan Tinggi Nasional	03/29	GG	3.205	10	3.198	14/8/2025	1	15
Lembaga Pembiayaan Perumahan Sektor Awam	08/29	GG	3.208	60	3.288	9/7/2025	-8	15
DanaInfra Nasional Berhad	10/32	GG	3.387	5	3.390	13/8/2025	0	13
Prasarana Malaysia Berhad	12/32	GG	3.393	10	3.445	5/8/2025	-5	14
Perbadanan Tabung Pendidikan Tinggi Nasional	02/34	GG	3.498	50	3.550	29/7/2025	-5	15
Prasarana Malaysia Berhad	08/36	GG	3.556	5	3.579	8/8/2025	-2	19
Lembaga Pembiayaan Perumahan Sektor Awam	04/39	GG	3.694	110	3.719	21/7/2025	-2	11
Malaysia Rail Link Sdn Berhad	03/40	GG	3.709	40	3.780	30/6/2025	-7	12
Malaysia Rail Link Sdn Berhad	06/40	GG	3.696	80	3.710	8/8/2025	-1	11
DanaInfra Nasional Berhad	11/40	GG	3.715	70	3.728	1/8/2025	-1	13
DanaInfra Nasional Berhad	05/41	GG	3.730	80	3.789	2/7/2025	-6	14
Pengurusan Air Selangor Sdn Berhad	12/25	AAA	3.352	15	3.590	2/10/2024	-24	48
Projek Lebuhraya Usahasama Berhad	01/26	AAA	3.367	5	3.402	4/7/2025	-4	49
Small Medium Enterprise Development Bank Malay	07/26	AAA	3.574	2	3.627	14/7/2025	-5	70
Projek Lebuhraya Usahasama Berhad	01/27	AAA	3.404	15	3.426	24/7/2025	-2	53
Pengurusan Air SPV Berhad	06/27	AAA	3.416	20	3.537	26/5/2025	-12	47
Projek Lebuhraya Usahasama Berhad	01/28	AAA	3.469	20	3.475	12/8/2025	-1	53
Tenaga Nasional Berhad	08/30	AAA	3.448	20	3.517	31/7/2025	-7	38
Pengurusan Air Selangor Sdn Berhad	10/30	AAA	3.477	10	3.763	28/2/2025	-29	41
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.582	40	3.608	3/7/2025	-3	51
Danum Capital Berhad	08/34	AAA	3.577	10	3.578	5/8/2025	0	23
Sarawak Energy Berhad	06/35	AAA	3.629	10	3.644	13/8/2025	-2	27
Pengurusan Air Selangor Sdn Berhad	04/38	AAA	3.703	30	3.742	14/7/2025	-4	12
Tenaga Nasional Berhad	08/38	AAA	3.682	20	3.738	16/7/2025	-6	9
Sabah Development Bank Berhad	04/26	AA1	4.482	12	4.255	14/5/2025	23	161
YTL Power International Berhad	03/30	AA1	3.632	60	3.628	8/8/2025	0	56
TRIpIc Medical Sdn Berhad	10/34	AA1	3.866	20	4.660	3/3/2022	-79	52
Sabah Credit Corporation	04/35	AA1	3.697	20	3.698	1/8/2025	0	33
Malayan Banking Berhad	05/37	AA1	3.768	10	3.799	12/8/2025	-3	41
CIMB Group Holdings Berhad	08/38	AA2	3.839	20	n/a	n/a	384	25
SP Setia Berhad	04/27	AA	3.559	5	3.726	7/7/2025	-17	62
Point Zone (M) Sdn Berhad	03/32	AA	3.640	1	3.639	5/8/2025	0	38
Gamuda Berhad	06/28	AA3	3.522	5	3.747	6/5/2025	-23	55
Gamuda Berhad	11/29	AA3	3.572	5	3.645	9/7/2025	-7	51
Exsim Capital Resources Berhad	01/30	AA3	4.239	1	4.659	6/8/2025	-42	118
AmBank (M) Berhad	03/32	AA3	3.666	40	3.689	15/7/2025	-2	41
IJM Treasury Management Sdn Berhad	03/32	AA3	3.609	10	3.699	17/6/2025	-9	35
Malayan Banking Berhad	02/17	AA3	3.683	90	4.690	14/8/2025	-101	-5
WCT Holdings Berhad	09/26	A+	5.001	10	5.032	13/8/2025	-3	213
Qualitas Sukuk Berhad	03/25	A2	5.991	1	6.149	14/8/2025	-16	226
SkyWorld Capital Berhad	04/28	A	5.366	10	5.379	13/8/2025	-1	239
HCK Cap Access Berhad	08/28	A	6.934	31	n/a	n/a	693	396
				1137				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Johor Plantations Group Berhad	Corporate credit ratings	AA1/Stable/P1	Affirmed
KIP REIT Capital Sdn Bhd	RM240m 2024-Issue 4 Class A Medium-Term Notes under its RM2bn Perpetual MTN Programme	AAA/Stable	Affirmed

Source: RAM, MARC

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