



Fixed Income & FX Research

29 September 2026

Macro: Heavy batch of US data releases ahead this week. Malaysia FMM calls for possible review of minimum wages to be negotiated. PPI rises 10.7% y/y in August on sharp mining sector increases.

Forex: Dimming prospects of quick US-Iran resolution supports USD rebound. AUD remains weak, ahead of possible less-dovish RBA meeting today. MYR remains trading within range.

Fixed Income: Sentiment in global and local bond markets remain weak, as high energy prices and hawkish central banks weighed on sentiment. MGS yields closed 3-7 bps higher across the curve.

Macro

Global: Little on overnight US developments, though a heavy serving of US data releases will come ahead this week, including: consumer sentiment and job openings (Tuesday), ADP payrolls and PCE inflation (Wednesday), and BLS labour market data (such as nonfarm payrolls) on Friday. Meanwhile, ECB President Lagarde noted that while the inflation outlook is now higher for the next two years due to energy prices, there is no evidence yet of passthrough effects into higher wages. Lagarde added that while the shock is too significant to ignore, a measured policy response remains appropriate to maintain. This comes ahead of the Eurozone September inflation data on Friday.

Malaysia: Economy Minister Nasrullah indicated that any decision to increase the minimum wage to MYR2,000/month will be left for PM Anwar to decide/announce in Budget 2027, noting the policy must also account for the impact on employers' – especially MSMEs. This comes as the Federation of Malaysian Manufacturing (FMM) also called for the review to be negotiated through the National Wages Consultative Council's tripartite process, and factor in productivity, cost of living, and employers' capacity to pay into account. Meanwhile, BNM's Financial Market Committee (FMC) said Malaysia's financial markets remain stable and orderly despite challenges from global developments, supported by strong economic fundamentals and FDI inflows. The FMC also noted strong interest in corporate bond issuance and increased hedging as the Ringgit moderated in September. Separately, the PPI index rose a sharp 10.7% y/y in August (July: +9.7%), driven by a sharp 41% y/y increase for the mining sector. The manufacturing sector also posted a 8.8% y/y increase (July: +8.2%), driven by increases for petroleum products and electronic products segment.

Forex

Global: DXY rebounded 0.2%, as Trump's rejection of Iran's demands ended any prospects of a quick US-Iran deal, sending UST yields and USD strength higher amid prospects of higher-for-longer Fed rates. GBP (+0.1%) saw strength after earlier weaknesses, while the CHF (-0.5%) underperformed after earlier strength. JPY (-0.1%) managed more minor losses despite its recent outperformance – as Japan FX diplomat Mimura urged markets to heed 'very clear' warning on betting against the yen. AUD (-0.1%) also remain weighed by prospects of a less-hawkish RBA today, with markets already convicted of a rate hike today.

Asia: MYR weakened 0.2%, remaining in line with recent trading ranges around 4.06-4.09. Nevertheless, we caution that a wider trading range might be seen in the coming days, driven by the deluge of important US data releases this week.

Fixed Income

Global Bonds: Sentiment in global bond markets remain weak, driven by elevated oil prices amid lessened hopes of fresh US-Iran talks, as well as cautious sentiment ahead of US data releases.

MYR Bonds: Local government bonds continued to show weakness, as sentiment follows the global bonds markets. Bid-offer spreads were wider yesterday according to our traders as benchmark papers closed 3-7 bps higher across the curve. Corporate bond market was similarly weak yesterday and continuing the recent trend of heavy repricing. Air Selangor 08/49 (AAA) rose to 4.95%, up 35 bps.

Commodities

Oil prices hovered at elevated levels. While news that Saudi Arabia has restarted exporting oil using its East-West pipeline (to half its capacity) brought relief to markets, attention is also focused on a lack

FX Daily Rates

Vs. USD	Last Close	Per cent
DX	101.20	0.2
EUR/USD	1.137	(0.2)
AUD/USD	0.702	(0.1)
GBP/USD	1.326	0.1
USD/JPY	157.39	0.1
USD/MYR	4.082	0.2
USD/IDR	17,975	0.5
USD/THB	33.59	0.7
USD/SGD	1.277	0.0
USD/CNY	6.713	(0.1)

Ringgit Outlook for The Week

	1	2
Resistance	4.111	4.143
Support	4.036	3.993

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	4.93	8
UST 10Y	5.24	8
Germany 10Y	3.64	4
UK 10Y	5.42	6
Japan 10Y	3.10	2
Australia 10Y	5.42	5
China 10Y	1.67	0

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.47	0
5-Year	3.76	2
7-Year	4.02	7
10-Year	4.01	4
15-Year	4.18	4
20-Year	4.32	3
30-Year	4.43	3

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.74	1
IRS 3-Year	3.82	2
IRS 5-Year	3.90	4
IRS 7-Year	3.97	4
IRS 10-Year	4.05	0
3M KLIBOR	3.52	1

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bbl)	105.28	0.9
WTI (USD/bbl)	92.60	0.2
Gold (USD/oz)	4,116	(3.9)
CPO (RM/tonne)	4,466	(0.2)

Policy Rates (%)

Central Banks	Current	Next
US Fed Funds	4.00	28-Oct
ECB Deposit Rate	2.50	29-Oct
BOE Base Rate	3.75	05-Nov
RBA Cash Rate	4.35	29-Sep
BOJ Cash Rate	1.25	30-Oct
RBNZ Cash Rate	2.75	28-Oct
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	05-Nov

Sources: Bloomberg, Trading Economics, AmBank Economics
Note: Changes are based on day-on-day percentage, except for MGS Yield, Sovereign Yields, and IRS, where changes are in bps.

of US-Iran deal. Sources indicate that little progress was made in their recent talks in New York, with Iranian officials expressing little hope of reaching a deal prior to US midterm elections.

Currencies

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	28-Sep-26	25-Sep-26	21-Sep-26	29-Aug-26	28-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	101.20	100.97	100.43	99.70	98.15	0.2	0.8	1.5	3.1	2.9			
EUR/USD	1.137	1.139	1.147	1.159	1.170	(0.2)	(0.8)	(1.8)	(2.8)	(3.2)			
AUD/USD	0.702	0.702	0.712	0.716	0.654	(0.1)	(1.4)	(2.0)	7.3	5.2			
GBP/USD	1.326	1.325	1.337	1.354	1.340	0.1	(0.8)	(2.1)	(1.1)	(1.6)			
USD/JPY	157.39	157.28	157.36	160.09	149.49	0.1	0.0	(1.7)	5.3	0.4			
USD/MYR	4.082	4.074	4.078	4.025	4.222	0.2	0.1	1.4	(3.3)	0.5			
USD/IDR	17,975	17,893	17,838	17,692	16,741	0.5	0.8	1.6	7.4	7.7			
USD/THB	33.59	33.36	33.28	32.94	32.24	0.7	0.9	2.0	4.2	6.6			
USD/SGD	1.277	1.277	1.276	1.274	1.292	0.0	0.1	0.3	(1.1)	(0.6)			
USD/CNY	6.713	6.723	6.693	6.731	7.144	(0.1)	0.3	(0.3)	(6.0)	(3.8)			
USD/KRW	1,358	1,359	1,374	1,375	1,411	(0.0)	(1.2)	(1.2)	(3.7)	(5.7)			
USD/INR	95.99	95.82	95.81	95.39	88.72	0.2	0.2	0.6	8.2	6.8			
USD/PHP	62.55	62.48	62.80	62.26	58.13	0.1	(0.4)	0.5	7.6	6.3			
USD/TWD	31.80	31.80	31.77	31.62	30.53	0.0	0.1	0.6	4.1	1.2			
USD/HKD	7.845	7.844	7.846	7.840	7.780	0.0	(0.0)	0.1	0.8	0.8			
USD/VND	25,972	25,974	26,021	26,078	26,403	(0.0)	(0.2)	(0.4)	(1.6)	(1.2)			
NZD/USD	0.567	0.566	0.572	0.592	0.577	0.1	(0.8)	(4.2)	(1.8)	(1.6)			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	28-Sep-26	25-Sep-26	21-Sep-26	29-Aug-26	28-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.644	4.641	4.681	4.685	4.931	0.1	(0.8)	(0.9)	(5.8)	(2.5)			
GBP/MYR	5.413	5.394	5.458	5.466	5.638	0.3	(0.8)	(1.0)	(4.0)	(0.8)			
AUD/MYR	2.864	2.863	2.907	2.896	2.756	0.0	(1.5)	(1.1)	3.9	5.5			
JPY/MYR	2.594	2.590	2.591	2.515	2.824	0.2	0.1	3.2	(8.1)	0.1			
SGD/MYR	3.193	3.188	3.197	3.167	3.265	0.2	(0.1)	0.8	(2.2)	1.2			
10 CNY/MYR	6.082	6.069	6.090	5.989	5.918	0.2	(0.1)	1.6	2.8	4.7			
1 million IDR/MYR	2.270	2.276	2.285	2.275	2.523	(0.3)	(0.7)	(0.2)	(10.0)	(6.7)			
THB/MYR	12.145	12.224	12.255	12.216	13.086	(0.6)	(0.9)	(0.6)	(7.2)	(5.4)			
10 HKD/MYR	5.204	5.194	5.198	5.135	5.428	0.2	0.1	1.3	(4.1)	(0.2)			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	28-Sep-26	25-Sep-26	21-Sep-26	29-Aug-26	28-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	105.28	104.32	100.34	89.31	70.13	0.9	4.9	17.9	50.1	73.0			
WTI (USD/barrel)	92.6	92.41	95.78	83.4	65.72	0.2	(3.3)	11.0	40.9	61.3			
Gold (USD/oz)	4,116	4,285	4,343	4,455	3,760	(3.9)	(5.2)	(7.6)	9.5	(4.7)			
Malaysia CPO (RM/tonne)	4,466	4,475	4,688	4,628	4,321	(0.2)	(4.7)	(3.5)	3.4	11.7			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	28-Sep-26	25-Sep-26	21-Sep-26	29-Aug-26	28-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.47	3.47	3.46	3.36	3.11	0	1	12	36	48			
5-Year	3.76	3.73	3.77	3.60	3.23	2	(1)	15	53	50			
7-Year	4.02	3.95	3.95	3.79	3.42	7	7	23	60	64			
10-Year	4.01	3.96	3.98	3.86	3.46	4	3	14	55	50			
15-Year	4.18	4.15	4.13	4.04	3.69	4	5	15	50	42			
20-Year	4.32	4.30	4.29	4.20	3.81	3	4	13	51	48			
30-Year	4.43	4.40	4.39	4.26	3.92	3	4	17	51	45			

Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	28-Sep-26	25-Sep-26	21-Sep-26	29-Aug-26	28-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.49	3.49	3.50	3.38	3.15	0	(1)	11	33	39			
5-Year	3.74	3.73	3.76	3.60	3.23	1	(1)	15	51	49			
7-Year	3.97	3.93	3.96	3.80	3.37	4	1	17	60	63			
10-Year	4.00	3.96	4.00	3.85	3.50	4	1	15	50	48			
15-Year	4.17	4.14	4.13	4.04	3.69	2	4	12	48	42			
20-Year	4.30	4.29	4.30	4.17	3.81	1	0	13	49	44			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	28-Sep-26	25-Sep-26	21-Sep-26	29-Aug-26	28-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
S&P500 Index	7,684	7,743	7,765	7,712	6,644	(0.8)	(1.0)	(0.4)	15.7	100.1			
Dow Jones	51,482	51,829	52,049	53,560	46,247	(0.7)	(1.1)	(3.9)	11.3	55.3			
Nasdaq	26,820	27,069	27,122	26,402	22,484	(0.9)	(1.1)	1.6	19.3	156.3			
London FTSE	10,685	10,695	10,739	10,824	9,285	(0.1)	(0.5)	(1.3)	15.1	43.4			
German DAX	25,374	25,409	25,575	26,570	23,739	(0.1)	(0.8)	(4.5)	6.9	82.2			
Nikkei 225	65,878	66,364	65,019	66,406	45,355	(0.7)	1.3	(0.8)	45.2	152.5			
Japan TOPIX	4,112	4,129	4,091	4,147	3,187	(0.4)	0.5	(0.8)	29.0	117.4			
FBM KLCI	1,670	1,672	1,667	1,726	1,609	(0.1)	0.2	(3.2)	3.8	11.7			

Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	28-Sep-26	25-Sep-26	21-Sep-26	29-Aug-26	28-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
UST 2Y	4.93	4.85	4.75	4.34	3.64	8	18	59	129	146			
UST 10Y	5.24	5.16	4.95	4.72	4.18	8	29	52	106	107			
Germany 2Y	3.31	3.28	3.21	2.91	2.03	3	9	40	128	119			
Germany 10Y	3.64	3.60	3.46	3.28	2.75	4	19	36	90	79			
UK 2Y	4.93	4.84	4.75	4.41	4.02	9	18	52	91	119			
UK 10Y	5.42	5.37	5.21	5.06	4.75	6	21	36	68	94			
Japan 2Y	1.98	1.93	1.86	1.71	0.93	5	12	27	105	81			
Japan 10Y	3.10	3.08	2.99	2.93	1.65	2	11	17	145	104			
Australia 2Y	5.06	5.02	4.98	4.68	3.52	4	8	38	154	101			
Australia 10Y	5.42	5.37	5.28	5.10	4.39	5	14	32	103	68			
China 2Y	1.26	1.25	1.26	1.25	1.44	1	0	0	(18)	(12)			
China 10Y	1.67	1.67	1.68	1.70	1.89	0	(0)	(2)	(22)	(18)			
Indonesia 2Y	6.85	6.83	6.81	6.69	5.04	2	4	17	181	186			
Indonesia 10Y	7.14	7.10	7.11	7.00	6.42	4	3	14	72	107			
Thailand 2Y	1.29	1.26	1.25	1.13	1.19	3	4	16	10	17			
Thailand 10Y	2.35	2.29	2.23	2.11	1.35	6	12	24	99	71			

Key swap rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	28-Sep-26	25-Sep-26	21-Sep-26	29-Aug-26	28-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
IRS 1-Year	3.74	3.73	3.72	3.58	3.25	1	2	17	49	54			
IRS 3-Year	3.82	3.80	3.81	3.65	3.18	2	1	18	65	56			
IRS 5-Year	3.90	3.86	3.85	3.69	3.26	4	5	21	64	55			
IRS 7-Year	3.97	3.93	3.92	3.76	3.32	4	5	21	65	56			
IRS 10-Year	4.05	4.05	4.04	3.88	3.44	0	1	17	61	50			
IRS 20-Year	4.23	4.27	4.29	4.11	3.75	(5)	(7)	11	47	35			

Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	28-Sep-26	25-Sep-26	21-Sep-26	29-Aug-26	28-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
1-Month Klibor	3.02	3.02	3.02	3.01	3.00	0	0	1	2	2			
3-Month Klibor	3.52	3.51	3.48	3.47	3.22	1	4	5	30	24			
6-Month Klibor	3.55	3.55	3.52	3.50	3.26	0	3	5	29	25			

Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	28-Sep-26	25-Sep-26	21-Sep-26	29-Aug-26	28-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year AAA	3.80	3.79	3.81	3.65	3.53	0	(1)	14	27	29			
3-Year AA	3.95	3.95	3.97	3.78	3.69	0	(1)	17	27	29			
3-Year A	4.63	4.63	4.67	4.42	4.52	0	(4)	21	11	9			
5-Year AAA	4.01	4.01	4.02	3.77	3.60	1	(0)	25	42	42			
5-Year AA	4.20	4.19	4.20	3.88	3.76	0	(0)	32	44	44			
5-Year A	4.89	4.89	4.93	4.59	4.66	0	(5)	30	23	19			
10-Year AAA	4.26	4.26	4.27	3.97	3.76	0	(1)	29	51	49			
10-Year AA	4.45	4.45	4.46	4.09	3.92	0	(1)	36	53	52			
10-Year A	5.30	5.30	5.36	5.00	5.02	0	(6)	31	28	20			

Sources: Bloomberg, AmBank Economics

Note: All values are end-period

AmBank Economics	
Firdaos Rosli	firdaos.rosli@ambankgroup.com
Nik Ahmad Mukharriz Nik Muhammad	nik-ahmad-mukharriz.n@ambankgroup.com
Lee Si Xin	lee.si-xin@ambankgroup.com
Raja Adibah Raja Hasnan	raja-adibah.r@ambankgroup.com
Michael Yim	yim.soon-kah@ambankgroup.com
Aman Nazmi Abd Karim	aman-nazmi.abd-karim@ambankgroup.com
Group Treasury & Markets	
Corporate Client Group (CCG)	+603-2059 8700/8600
Institutional Client Group (ICG)	+603-2059 8690
Azli Bin Abdul Jamil	azli-abd-jamil@ambankgroup.com
Jacqueline E. Rodrigues	jacqueline-r@ambankgroup.com
Ho Su Farn	ho-su-farn@ambankgroup.com
Melisa Lim Giok Ling	melisa-lim@ambankgroup.com
Roger Yee Chan Chung	roger-yee@ambankgroup.com
Muhammad Hafizin Aiman Bin Halim	muhammad-hafizin-aiman.h@ambankgroup.com

DISCLOSURE AND DISCLAIMER

This report is prepared for information purposes only, and it is issued by AmBank (M) Berhad ("AmBank") without regard to your individual financial circumstances and objectives. Nothing in this report shall constitute an offer to sell, warranty, representation, recommendation, legal, accounting or tax advice, solicitation, or expression of views to influence anyone to buy or sell any real estate, securities, stocks, foreign exchange, futures, investment, or other products. AmBank recommends that you evaluate a particular investment or strategy based on your individual circumstances and objectives and/or seek financial, legal, or other advice on the appropriateness of the particular investment or strategy.

The information in this report was obtained or derived from sources that AmBank believes are reliable and correct at the time of issue. While all reasonable care has been taken to ensure that the stated facts are accurate and that the views are fair and reasonable, AmBank has not independently verified the information and does not warrant or represent that it is accurate, adequate, complete, or up to date. Therefore, it should not be relied upon as such. All information included in this report constitutes AmBank's views as of this date and is subject to change without notice. Notwithstanding that, AmBank has no obligation to update its opinion or information in this report. Facts and views presented in this report may not reflect the views of or information known to other business units of AmBank's affiliates and/or related corporations (collectively, "AmBank Group").

This report is prepared for the clients of AmBank Group, and it cannot be altered, copied, reproduced, distributed or republished for any purpose without AmBank's prior written consent. AmBank, AmBank Group and its respective directors, officers, employees, and agents ("Relevant Person") accept no liability whatsoever for any direct, indirect, or consequential losses, loss of profits and/or damages arising from the use or reliance on this report and/or further communications given about this report. Any such responsibility is hereby expressly disclaimed.

AmBank is not acting as your advisor and does not owe you any fiduciary duties related to this report. The Relevant Person may provide services to any company and affiliates of such companies in or related to the securities or products and may trade or otherwise effect transactions for their own account or the accounts of their customers, which may give rise to real or potential conflicts of interest.

This report is not directed to or intended for distribution or publication outside Malaysia. If you are outside Malaysia, you should be aware of the laws of the jurisdiction in which you are located.

If any provision of this disclosure and disclaimer is held invalid in whole or in part, such provision will be deemed not to form part of this disclosure and disclaimer. The validity and enforceability of the remainder of this disclosure and disclaimer will not be affected.