

## Global Markets Research

### Fixed Income

#### Fixed Income Daily Market Snapshot

##### US Treasuries

- US Treasuries were firmer in trading on Wednesday, amidst continued strength in equity markets and US Treasury Secretary Bessent suggesting that the Fed Funds Rate should be 150 to 175bps lower compared to where it is, and that the Fed should resume their rate reductions with a 50bps cut in September. **The benchmark 2-year UST yield was 6bps lower for the day at 3.68% while the 10-year UST yield also declined by 6bps to 4.23%.** The day ahead sees the release of producer prices for July and the usual weekly jobless claims data.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.68	-6
5-yr UST	3.76	-6
10-yr UST	4.23	-6
30-yr UST	4.83	-5

MGS			GII*			
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)		
3-yr	2.99	<div><div></div></div>	-4	3.03	<div><div></div></div>	-1
5-yr	3.07	<div><div></div></div>	-4	3.15	<div><div></div></div>	0
7-yr	3.27	<div><div></div></div>	-1	3.26	<div><div></div></div>	0
10-yr	3.38	<div><div></div></div>	-1	3.39	<div><div></div></div>	-1
15-yr	3.61	<div><div></div></div>	0	3.60	<div><div></div></div>	0
20-yr	3.79	<div><div></div></div>	4	3.74	<div><div></div></div>	1
30-yr	3.83	<div><div></div></div>	-1	3.92	<div><div></div></div>	-1

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.07	-1
3-yr	2.99	-2
5-yr	3.04	-5
7-yr	3.11	-4
10-yr	3.23	-3

Source: Bloomberg

##### Upcoming Government Bond Tender

Reopening of RM3bn of the benchmark GII 7/40 on Thursday, 14 Aug (with an additional RM1bn to be privately placed)

##### MGS/GII

- Local govies were firmer in trading in an active session on Wednesday, with strong interest seen in the shorter dated maturities. Secondary market volume for the day surged by 84% to RM12.14bn from the RM6.58bn that traded on Tuesday. Overall benchmark yields were mixed by between -4 to +1bp (prior: -1 to +4bps), except for the 20Y MGS, which was skewed by a late off-market trade. **The benchmark 5Y MGS 5/30 yield closed 4bps lower for the day at 3.07% while the yield on the benchmark 10Y MGS 7/35 declined by 1bp to 3.38%.** Trading interest for the day was led by the off-the-run MGS 9/25, while decent interest was also seen in the off-the-run MGS 7/26, as well as in the benchmark 3Y MGS and 7Y MGS/GII. The share of GII trading for the day declined to 30% of overall govies trading versus the 46% seen the previous session. The day ahead sees the reopening of the benchmark 15Y GII 7/40, with RM3bn to be auctioned around lunchtime with an additional RM1bn to be privately placed.

##### Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Wednesday in a lighter session, with secondary market volume receding by 25% to RM899m versus the RM1,206m that changed hands on Tuesday. Trading for the day was led by the GG segment of the market, where the interest was led by DANA 10/30, which closed at 3.28%, 9bps lower compared to its last trade. In the AAA space, trading was led by CAGA 10/28 and BSN 2/29, which settled at 3.40% (-6bps from last print) and 3.52% (-2bps) respectively. In the AA-rated territory, activity was led by PKNS 2/35 and ALLIANCE 8/31, with both bonds closing at 3.79%, 1bp and 16bps lower from their previous prints respectively, while in the A-rated universe, BIMB 4.58% Perps and CIMBG 4.31% Perps led trading and settled at 3.84% (-3bps) and 3.86% (-13bps) respectively.

## Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.884	1738	2.837	08/12/2025	5
MGS	04/26	2.786	327	2.928	08/12/2025	-14
MGS	07/26	2.823	1148	2.855	08/12/2025	-3
MGS	11/26	2.881	33	2.903	08/12/2025	-2
MGS	03/27	2.973	100	2.961	08/08/2025	1
MGS	05/27	2.971	367	2.964	08/12/2025	1
MGS	11/27	3.003	29	3.006	08/12/2025	0
MGS	04/28	2.990	919	3.029	08/12/2025	-4
MGS	06/28	3.046	95	3.057	08/12/2025	-1
MGS	04/29	3.106	2	3.933	08/11/2025	-83
MGS	08/29	3.111	210	3.125	08/12/2025	-1
MGS	04/30	3.149	150	3.131	08/12/2025	2
MGS	05/30	3.073	183	3.108	08/12/2025	-4
MGS	04/31	3.243	527	3.254	08/12/2025	-1
MGS	06/31	3.263	125	3.261	08/12/2025	0
MGS	04/32	3.333	50	3.399	07/30/2025	-7
MGS	07/32	3.273	684	3.287	08/12/2025	-1
MGS	04/33	3.372	29	3.377	08/12/2025	0
MGS	11/33	3.376	126	3.373	08/12/2025	0
MGS	07/34	3.391	132	3.394	08/12/2025	0
MGS	05/35	3.401	55	3.424	08/12/2025	-2
MGS	07/35	3.378	475	3.386	08/12/2025	-1
MGS	04/37	3.547	20	3.553	08/12/2025	-1
MGS	06/38	3.566	80	3.607	08/12/2025	-4
MGS	04/39	3.607	1	3.611	08/12/2025	0
MGS	05/40	3.644	162	3.644	08/12/2025	0
MGS	10/42	3.706	22	3.704	08/12/2025	0
MGS	05/44	3.786	310	3.741	08/12/2025	4
MGS	07/48	3.847	114	3.880	08/12/2025	-3
MGS	06/50	3.938	135	3.863	08/12/2025	8
MGS	03/53	3.916	103	3.904	08/12/2025	1
MGS	07/55	3.829	12	3.838	08/12/2025	-1
GII	10/25	2.807	125	2.811	08/07/2025	0
GII	03/26	2.813	190	2.783	08/12/2025	3
GII	09/26	2.859	20	2.871	08/11/2025	-1
GII	07/27	2.971	35	2.999	08/11/2025	-3
GII	09/27	2.986	172	3.010	08/12/2025	-2
GII	07/28	3.033	400	3.047	08/12/2025	-1
GII	10/28	3.066	170	3.083	08/12/2025	-2
GII	07/29	3.090	377	3.079	08/12/2025	1
GII	08/30	3.151	247	3.153	08/12/2025	0
GII	09/30	3.161	180	3.170	08/12/2025	-1
GII	10/30	3.164	259	3.169	08/12/2025	0
GII	10/31	3.255	591	3.252	08/12/2025	0
GII	10/32	3.298	60	3.308	08/12/2025	-1
GII	06/33	3.356	55	3.387	08/07/2025	-3
GII	11/34	3.380	75	3.401	08/12/2025	-2
GII	04/35	3.389	100	3.399	08/12/2025	-1
GII	07/36	3.469	42	3.466	08/12/2025	0
GII	09/41	3.678	2	3.672	08/12/2025	1
GII	08/43	3.710	120	3.703	08/11/2025	1
GII	05/45	3.739	10	3.732	08/12/2025	1
GII	05/47	3.827	80	3.840	08/12/2025	-1
GII	11/49	3.907	150	3.903	08/08/2025	0
GII	05/52	3.903	120	3.903	08/11/2025	0
GII	03/54	3.919	90	3.926	08/12/2025	-1
			12135			

## 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	02/30	GG	3.261	40	3.727	12/11/2024	-47	16
Prasarana Malaysia Berhad	03/30	GG	3.267	60	3.290	7/8/2025	-2	17
DanaInfra Nasional Berhad	10/30	GG	3.276	100	3.361	28/7/2025	-9	18
DanaInfra Nasional Berhad	10/32	GG	3.390	10	3.402	11/8/2025	-1	12
Prasarana Malaysia Berhad	01/37	GG	3.583	5	3.610	1/8/2025	-3	21
DanaInfra Nasional Berhad	04/37	GG	3.584	5	3.620	5/8/2025	-4	21
DanaInfra Nasional Berhad	06/38	GG	3.639	60	3.648	12/8/2025	-1	4
Lembaga Pembiayaan Perumahan Sektor Awam	07/38	GG	3.639	50	3.682	24/7/2025	-4	4
Bank Simpanan Nasional Berhad	02/27	AAA	3.400	20	3.475	16/7/2025	-8	44
Celcom Networks Sdn Berhad	08/27	AAA	3.491	10	3.490	1/8/2025	0	53
Cagamas Berhad	03/28	AAA	3.375	5	3.383	6/8/2025	-1	36
Cagamas Berhad	10/28	AAA	3.400	30	3.460	13/6/2025	-6	39
TNB Northern Energy Berhad	11/28	AAA	3.506	10	3.947	25/11/2024	-44	49
Bank Simpanan Nasional Berhad	02/29	AAA	3.519	30	3.544	11/8/2025	-2	43
Pengurusan Air SPV Berhad	01/30	AAA	3.506	20	3.726	29/4/2025	-22	42
Cagamas Berhad	03/30	AAA	3.428	15	3.450	29/7/2025	-2	33
Cagamas Berhad	05/31	AAA	3.439	10	3.729	8/4/2025	-29	22
Public Bank Berhad	07/32	AAA	3.639	10	3.639	12/8/2025	0	37
Malaysia Airport Holdings Berhad	11/34	AAA	3.599	10	3.638	29/7/2025	-4	24
Sarawak Energy Berhad	06/35	AAA	3.644	20	3.624	17/7/2025	2	27
Suria KLCC Sdn Berhad	06/35	AAA	3.629	20	3.638	30/7/2025	-1	25
RHB Bank Berhad	11/28	AA1	3.558	10	3.564	4/8/2025	-1	54
Hong Leong Bank Berhad	06/33	AA1	4.011	1	3.650	31/7/2025	36	68
United Overseas Bank (Malaysia) Berhad	02/34	AA1	3.691	10	3.694	5/8/2025	0	36
YTL Corporation Berhad	06/34	AA1	3.749	1	3.749	23/7/2025	0	39
Perbadanan Kemajuan Negeri Selangor	02/35	AA1	3.789	45	3.799	12/8/2025	-1	41
edotco Malaysia Sdn Berhad	09/32	AA+	3.627	10	3.625	8/8/2025	0	36
PONSB Capital Berhad	05/29	AA2	3.612	20	3.714	19/6/2025	-10	53
Paradigm Capital Berhad	12/34	AA2	4.145	10	n/a	n/a	415	79
SP Setia Berhad	06/28	AA	3.613	20	3.685	30/7/2025	-7	60
Northport Malaysia Berhad	08/32	AA	3.750	5	n/a	n/a	375	48
Northport Malaysia Berhad	08/35	AA	3.850	5	n/a	n/a	385	47
Tanjung Bin Energy Sdn Berhad	03/29	AA3	3.949	30	3.985	12/8/2025	-4	86
Alliance Bank Malaysia Berhad	08/31	AA3	3.792	40	3.949	29/7/2025	-16	58
Malaysian Resources Corporation Berhad	02/26	AA-	3.595	10	4.009	24/2/2025	-41	70
Malaysian Resources Corporation Berhad	10/26	AA-	3.636	10	3.777	24/6/2025	-14	74
SIBS Sdn Berhad	02/27	AA-	5.147	10	5.123	9/7/2025	2	219
SIBS Sdn Berhad	08/29	AA-	5.139	1	5.502	12/8/2025	-36	205
Sunway Treasury Sukuk Sdn Berhad	04/32	AA-	3.677	10	3.692	1/8/2025	-2	41
Affin Islamic Bank Berhad	10/33	A1	3.755	20	3.845	7/7/2025	-9	42
CIMB Group Holdings Berhad	05/16	A1	3.857	30	3.987	14/7/2025	-13	12
WCT Holdings Berhad	09/26	A+	5.032	10	n/a	n/a	503	214
JB Cocoa Sdn Berhad	11/27	A+	4.819	1	5.330	5/6/2025	-51	186
Qualitas Sukuk Berhad	03/25	A2	5.991	2	5.944	11/8/2025	5	225
SkyWorld Capital Berhad	04/28	A	5.379	10	n/a	n/a	538	236
Bank Islam Malaysia Berhad	10/23	A3	3.842	40	3.876	8/8/2025	-3	10
				899				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
TNB Northern Energy Berhad	Outstanding RM1.08bn sukuk	AAA/Stable	Affirmed

Source: RAM, MARC

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