September 18, 2026

Global Markets Research
Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries halted two straight days of selloffs and rallied on Thursday as signs of easing supply disruption concern led to a retreat in oil prices, hence soothing inflation fear. Bull-flattening in the UK gilt curve following BOE's hawkish pause last night also lent support to UST while the mixed bag of US indicators (surprised decline in initial jobless claims and mixed housing data) has had little bearing on UST movement. Benchmark yields plummeted 7-10bps (prior: -1 to +7bps) led by the belly of the curve. **The benchmark 2-year UST yield fell 7bps for the day to 4.66% while the 10-year UST bond yield plummeted 9bps to close below the 5.0% threshold at 4.93%.** The day ahead sees the release of industrial production number and leading index for August.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.66	-7
5-yr UST	4.78	-10
10-yr UST	4.93	-9
30-yr UST	5.28	-8

MGS/GII

- Local govvies made a strong comeback on Thursday with the removal of event risk post FOMC's hawkish 25bps which was largely in line with expectations. Secondary market volume for the day increased by 37% to RM8.04bn vs the RM5.86bn transacted on Tuesday. Overall benchmark yields were lower by 1-17bp across the curve (prior: -4 to +7bps), with the 7Y and 10Y sector outperforming. **The benchmark 5Y MGS 6/31 yield slipped by 1bp for the day to 3.91% while the yield on the benchmark 10Y MGS 7/35 fell by 4bps to 4.13%.** Trading for the day was led by off-the-run GII 9/26, MGS 11/26 and benchmark 10Y MGS/ GII and 7Y MGS 4/33 where its reopening sale of RM5.0bn are announced for next Monday. The share of GII trading climbed further to 40% of overall govvies trading versus the 38% seen on Tuesday. In terms of economic data, August exports and CPI are due today where we expect exports gain to stay robust and inflation to remain steady.

	MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.54	-3	3.54	-5
5-yr	3.91	-1	3.68	-8
7-yr	4.00	-17	4.06	-8
10-yr	4.13	-4	4.03	-16
15-yr	4.33	-7	4.21	-13
20-yr	4.37	-14	4.37	-8
30-yr	4.40	-11	4.51	0

** Market indicative levels*

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.69	-6
3-yr	3.79	-10
5-yr	3.85	-12
7-yr	3.92	-14
10-yr	4.03	-15

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-2,016	985
MTD Change	-1,042	1,190

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

Corp Bonds/Sukuk

- Contrary to the govvies space, corporate bonds/sukuk were under pressure on Thursday, with secondary market volume for the day falling by 31% to RM598m vs the RM865m that traded on Tuesday. Trading for the day was led by the AA-rated segment of the market which dominated 73% of total trade for the day, and property names appeared to lead the pack – SP Setia 4/29 (RM60m), Sunway Treasury 8/31 (RM40m), Gamuda Land 8/27 (RM40m). Banking issuances also attracted decent interest, including RHB Bank 11/28, PBB 10/33 and HLBB 6/37. In the GG universe, only DANAINFRA 7/39 saw RM10m changed hands, last closed at 4.48%.

Upcoming Government Bond Tender

Reopening of RM5.0bn 7Y MGS 4/33 on 21 Sep 2026, Monday

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (mm/dd/yyyy)	Chg (bp)
MGS	11/26	2.96	828	2.96	09/15/2026	0
MGS	05/27	3.07	483	3.04	09/15/2026	3
MGS	11/27	3.17	98	3.25	09/14/2026	-8
MGS	04/28	3.47	519	3.47	09/15/2026	0
MGS	03/29	3.54	60	3.58	09/15/2026	-3
MGS	04/29	3.57	10	3.58	09/10/2026	-1
MGS	08/29	3.67	113	3.66	09/15/2026	1
MGS	05/30	3.76	106	3.74	09/15/2026	2
MGS	04/31	3.92	69	3.91	09/15/2026	1
MGS	06/31	3.91	414	3.92	09/15/2026	-1
MGS	07/32	4.05	197	4.08	09/15/2026	-3
MGS	04/33	4.00	410	4.17	09/15/2026	-17
MGS	11/33	4.18	56	4.18	09/15/2026	0
MGS	07/34	4.03	321	4.18	09/15/2026	-15
MGS	05/35	4.13	90	4.17	09/15/2026	-4
MGS	07/35	4.13	673	4.17	09/15/2026	-4
MGS	04/37	4.28	49	4.30	09/15/2026	-2
MGS	04/39	4.26	50	4.35	09/15/2026	-9
MGS	01/41	4.33	168	4.40	09/15/2026	-7
MGS	10/42	4.35	20	4.43	09/15/2026	-9
MGS	05/44	4.40	15	4.47	09/15/2026	-7
MGS	04/46	4.37	86	4.50	09/15/2026	-14
MGS	06/50	4.50	1	4.50	09/15/2026	0
MGS	07/55	4.40	20	4.52	09/15/2026	-11
GII	09/26	3.00	1163	3.04	09/15/2026	-4
GII	09/27	3.10	0	3.11	09/14/2026	-1
GII	07/28	3.43	370	3.44	09/15/2026	-1
GII	10/29	3.54	310	3.59	09/15/2026	-5
GII	08/30	3.68	58	3.75	09/15/2026	-8
GII	09/30	3.72	33	3.77	09/15/2026	-6
GII	10/30	3.81	181	3.79	09/14/2026	2
GII	10/31	3.85	45	3.89	09/15/2026	-4
GII	10/32	3.99	52	4.09	09/15/2026	-10
GII	03/33	4.06	20	4.13	09/14/2026	-8
GII	08/33	4.06	93	4.17	09/15/2026	-11
GII	04/35	4.03	131	4.18	09/14/2026	-16
GII	07/36	4.12	579	4.14	09/15/2026	-2
GII	03/38	4.22	22	4.31	09/15/2026	-9
GII	09/39	4.23	2	4.33	09/15/2026	-9
GII	07/40	4.21	53	4.34	09/15/2026	-13
GII	09/41	4.31	40	4.39	09/15/2026	-8
GII	05/45	4.37	10	4.45	09/15/2026	-8
GII	05/52	4.53	6	4.39	09/10/2026	13
GII	03/54	4.52	10	4.53	09/15/2026	-1
			8036			

Daily Trades: Corp Bonds/ Sukuk

Securities		Rating	Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (mm/dd/yyyy)	Chg (bp)	Spread Against MGS*
DanaInfra Nasional Berhad	07/39	GG	4.48	10	4.19	08/26/2026	29	14
Pantai Holdings Sdn Berhad (fka Pantai Holdings Berhad)	11/26	AAA	3.86	30	3.25	10/29/2025	61	74
Pelaburan Hartanah Berhad	04/28	AAA	4.11	10			411	67
Manjung Island Energy Berhad	11/28	AAA	3.97	10	3.59	07/08/2026	38	53
Bank Simpanan Nasional Berhad	05/29	AAA	3.88	10	3.88	09/14/2026	0	32
SMJ Energy Sdn Berhad (fka SMJ Sdn Berhad)	10/30	AAA	4.26	10	3.81	07/23/2026	45	54
SMJ Energy Sdn Berhad (fka SMJ Sdn Berhad)	10/33	AAA	4.50	10	3.96	07/27/2026	54	41
Projek Lebuhraya Usahasama Berhad	01/36	AAA	4.54	5	3.90	07/09/2026	64	44
Pengurusan Air SPV Berhad	02/37	AAA	4.54	10	4.07	08/26/2026	47	44
Amanat Lebuhraya Rakyat Berhad	10/37	AAA	4.42	3	4.03	08/26/2026	39	32
Tenaga Nasional Berhad	08/40	AAA	4.14	1	4.47	09/09/2026	-33	-20
Malayan Cement Berhad (fka Lafarge Malaysia Berhad)	10/28	AA1	4.12	10	3.77	07/14/2026	35	68
RHB Bank Berhad	11/28	AA1	4.19	20	4.14	09/15/2026	5	75
Sabah Development Bank Berhad	02/29	AA1	5.06	10	4.53	04/29/2026	53	162
Hong Leong Bank Berhad	06/33	AA1	4.02	10	3.71	08/19/2026	31	-7
Public Bank Berhad	10/33	AA1	4.03	20	3.61	03/31/2026	42	-6
Malayan Banking Berhad	01/34	AA1	4.06	20	3.85	09/09/2026	21	-3
Genting RMTN Berhad	11/34	AA1	5.13	1	5.13	09/10/2026	0	103
Hong Leong Bank Berhad	06/37	AA1	4.41	20	3.80	07/29/2025	61	31
Pulau Indah Power Plant Sdn Berhad	11/28	AA+	4.06	20	3.67	07/10/2026	39	62
Imtiaz Sukuk II Berhad	05/29	AA2	4.10	10	4.10	09/14/2026	0	53
RHB Bank Berhad	06/37	AA2	4.56	10	3.88	06/03/2026	68	46
SP Setia Berhad	04/29	AA	4.40	60	4.22	09/11/2026	18	84
Pelabuhan Tanjung Pelepas Sdn Berhad	04/31	AA	4.55	15	3.85	06/04/2026	70	66
Sunway Treasury Sukuk Sdn Berhad	08/31	AA	4.43	40	4.44	09/15/2026	-1	54
Affin Islamic Bank Berhad	12/26	AA3	3.90	10	3.61	08/24/2026	29	78
Gamuda Land (T12) Sdn Berhad	08/27	AA3	4.05	40	3.74	09/10/2026	31	93
AME Capital Sdn Berhad	04/28	AA3	4.12	10	4.03	09/14/2026	10	69
IJM Corporation Berhad	08/28	AA3	4.03	5	3.59	06/04/2026	44	59
MTT Shipping and Logistics Berhad (fka MTT Shipping Sdn Berhad)	08/28	AA3	4.58	10	4.28	09/09/2026	30	114
AEON Credit Service (M) Berhad	09/28	AA3	4.19	18	3.79	07/24/2026	40	75
Bermaz Auto Berhad	09/28	AA3	4.47	10	4.37	09/14/2026	10	104
Gamuda Berhad	03/29	AA3	4.29	5	3.68	06/16/2026	61	73
AmBank (M) Berhad	10/32	AA3	4.13	10	4.30	09/09/2026	-17	12
AmBank Islamic Berhad	06/33	AA3	4.17	10	4.07	09/10/2026	9	8
AmBank (M) Berhad	06/33	AA3	4.73	2	4.16	09/11/2026	57	64
RP Hydro (Kelantan) Sdn Berhad	07/33	AA3	5.15	10	4.87	02/28/2025	28	107
MMC Port Holdings Berhad (fka MMC Port Holdings Sdn Berhad)	04/27	AA-	4.13	20	3.97	09/10/2026	16	101
WM Senibong Capital Berhad	09/28	AA-	4.92	2	4.49	06/09/2026	43	148
Eco World Capital Berhad	11/31	AA-	4.48	10	3.79	03/12/2026	69	59
Affin Islamic Bank Berhad	10/33	A1	4.24	20	3.69	04/07/2026	55	16
WCT Holdings Berhad	05/29	A+	5.53	20	5.22	08/13/2026	31	196
Qualitas Sukuk Berhad	03/25	A2	6.50	1	6.80	09/11/2026	-30	206
Tropicana Corporation Berhad	07/31	A	6.00	1	5.57	09/10/2026	43	211
WCT Holdings Berhad	09/19	A-	4.58	10	5.36	06/05/2026	-78	14
				598				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Guan Chong Berhad	RM800.0 million Sukuk Wakalah Programme	AA-IS	Affirmed
TH Properties Sdn Berhad	Islamic Medium Term Notes Programme	AA+IS (Stable)	Assigned

Source: RAM, MARC

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