

## Global Markets Research

### Fixed Income

#### Fixed Income Daily Market Snapshot

##### US Treasuries

- US Treasuries were stronger in trading on Monday, as the market continued to price in more rate cuts for the year ahead of key inflation reports later in the week. **The benchmark 2-year UST yield was 2bps lower for the day at 3.49% while the 10-year UST yield declined by 4bps to 4.04%,** resulting in a bull flattening of the UST curve. The coming day sees the release of the preliminary annual benchmark payroll revisions, where the expectations are for a significant revision lower in the amount of jobs added, with the NFIB Small Business optimism index for August also due for release.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.49	-2
5-yr UST	3.56	-2
10-yr UST	4.04	-4
30-yr UST	4.69	-7

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.04	0	3.06	0	
5-yr	3.12	0	3.15	0	
7-yr	3.44	12	3.25	-1	
10-yr	3.40	0	3.42	-1	
15-yr	3.60	-1	3.62	-1	
20-yr	3.73	-2	3.77	-1	
30-yr	3.77	-11	3.91	3	

\* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.12	-2
3-yr	3.05	-2
5-yr	3.12	-1
7-yr	3.19	-2
10-yr	3.31	-1

Source: Bloomberg

#### Upcoming Government Bond Tender

Nil

##### MGS/GII

- Local govies were slightly firmer in trading on Monday as activity roared back to life post the long weekend, amidst a moderately received reopening of RM5bn of the benchmark 3Y MGS 4/28 which drew a modest BTC of 1.928x. Secondary market volume for the day surged by 85% to RM8.90bn from the RM4.80bn that traded on Thursday. Overall benchmark yields were mixed by between -2 to +3bps (prior: 0 to 2bps lower), except the 7Y MGS and 30Y MGS which were skewed by odd-lot off-market trades. **The benchmark 5Y MGS 5/30 yield was little changed for the day at 3.12% while the yield on the benchmark 10Y MGS 7/35 was also unchanged at 3.40%.** Trading interest for the day was dominated by the soon to mature off-the-run MGS 9/25, while decent interest was also seen in the benchmark 3Y MGS/GII and 7Y GII, as well as in the off-the-run MGS 5/27. The share of GII trading for the day plunged to 25% of overall govies trading versus the 70% seen the day before.

##### Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Monday in an active session, with secondary market volume nearly tripling to RM1,691m versus the RM567m that changed hands on Thursday. Trading for the day was dominated by the GG segment of the market, where the interest was led by DANA 11/44 (VZ190274), which closed the day at 3.81% in a secondary market debut. Strong interest was also seen in DANA 11/41 and LPPSA 4/44, which settled at 3.73% (-10bps versus last print) and 3.79% (-3bps) respectively. In the AAA space, trading was led by TNBPG 6/42 and TNBPG 3/43, which closed at 3.70% (-9bps) and 3.72% (unchanged) respectively. Over in the AA-rated territory, activity was led by YTLP 6/41, which settled the day at 3.80% (-2bps).

## Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	09/25	3.098	3322	2.917	09/04/2025	18
MGS	04/26	2.692	117	2.745	09/04/2025	-5
MGS	07/26	2.779	397	2.773	09/04/2025	1
MGS	03/27	2.955	10	2.941	09/02/2025	1
MGS	05/27	2.960	496	2.979	09/04/2025	-2
MGS	11/27	2.987	200	2.993	09/04/2025	-1
MGS	04/28	3.036	927	3.041	09/04/2025	0
MGS	06/28	3.050	175	3.067	09/04/2025	-2
MGS	08/29	3.122	1	3.130	09/04/2025	-1
MGS	05/30	3.123	11	3.127	09/04/2025	0
MGS	04/31	3.227	50	3.238	09/04/2025	-1
MGS	04/33	3.348	7	3.356	09/03/2025	-1
MGS	11/33	3.370	1	3.375	09/04/2025	0
MGS	07/34	3.398	71	3.405	09/04/2025	-1
MGS	07/35	3.400	316	3.403	09/04/2025	0
MGS	06/38	3.570	120	3.588	09/04/2025	-2
MGS	04/39	3.602	168	3.615	09/04/2025	-1
MGS	10/42	3.702	73	3.710	09/03/2025	-1
MGS	05/44	3.731	17	3.756	09/03/2025	-2
MGS	03/46	3.807	90	3.813	09/04/2025	-1
MGS	07/48	3.827	36	3.823	09/03/2025	0
MGS	06/50	3.823	6	3.832	09/04/2025	-1
MGS	03/53	3.896	80	3.901	09/04/2025	0
MGS	07/55	3.765	13	3.872	09/04/2025	-11
GII	10/25	2.936	134	2.823	09/04/2025	11
GII	03/26	2.836	253	2.849	09/04/2025	-1
GII	07/27	2.953	200	2.961	09/04/2025	-1
GII	09/27	2.982	5	2.990	09/04/2025	-1
GII	07/28	3.063	401	3.059	09/04/2025	0
GII	09/30	3.159	1	3.177	09/04/2025	-2
GII	10/30	3.158	21	3.165	09/04/2025	-1
GII	10/31	3.251	521	3.259	09/04/2025	-1
GII	10/32	3.337	110	3.355	09/04/2025	-2
GII	04/35	3.422	217	3.427	09/04/2025	0
GII	10/35	3.468	30	3.462	08/28/2025	1
GII	07/36	3.491	30	3.497	09/04/2025	-1
GII	07/40	3.615	35	3.623	09/03/2025	-1
GII	09/41	3.631	11	3.639	09/04/2025	-1
GII	05/45	3.768	20	3.778	09/04/2025	-1
GII	05/47	3.834	50	3.847	09/04/2025	-1
GII	11/49	3.902	30	3.915	09/04/2025	-1
GII	05/52	3.880	50	3.889	09/04/2025	-1
GII	03/54	3.907	81	3.880	09/04/2025	3
			8903			

## 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	04/27	GG	3.038	60	3.231	21/5/2025	-19	9
DanaInfra Nasional Berhad	11/28	GG	3.162	50	3.160	28/8/2025	0	13
DanaInfra Nasional Berhad	10/32	GG	3.437	50	3.401	3/9/2025	4	11
Malaysia Rail Link Sdn Berhad	06/40	GG	3.686	50	3.696	15/8/2025	-1	8
DanaInfra Nasional Berhad	11/41	GG	3.726	200	3.829	23/5/2025	-10	12
Lembaga Pembiayaan Perumahan Sektor Awam	02/42	GG	3.741	200	3.740	27/8/2025	0	14
Lembaga Pembiayaan Perumahan Sektor Awam	07/42	GG	3.753	200	3.754	3/9/2025	0	15
Lembaga Pembiayaan Perumahan Sektor Awam	07/43	GG	3.778	100	3.763	27/8/2025	2	3
Lembaga Pembiayaan Perumahan Sektor Awam	04/44	GG	3.791	200	3.824	13/6/2025	-3	4
DanaInfra Nasional Berhad	11/44	GG	3.812	300	n/a	n/a	381	7
DanaInfra Nasional Berhad	11/44	GG	3.805	20	3.794	20/8/2025	1	6
DanaInfra Nasional Berhad	08/45	GG	3.819	30	n/a	n/a	382	7
Lembaga Pembiayaan Perumahan Sektor Awam	04/50	GG	3.909	20	3.915	8/8/2025	-1	16
Pengurusan Air SPV Berhad	02/26	AAA	3.277	10	3.311	25/8/2025	-3	44
Tenaga Nasional Berhad	11/28	AAA	3.441	10	3.485	9/7/2025	-4	41
SMJ Energy Sdn Berhad (fka SMJ Sdn Berhad)	10/30	AAA	3.623	5	3.848	20/9/2024	-23	51
Johor Corporation	07/38	AAA	3.739	2	4.079	30/12/2024	-34	14
TNB Power Generation Sdn Berhad	06/42	AAA	3.698	20	3.792	10/7/2025	-9	10
TNB Power Generation Sdn Berhad	03/43	AAA	3.718	20	3.718	29/8/2025	0	-3
Press Metal Aluminium Holdings Berhad	12/27	AA1	3.479	10	3.579	23/7/2025	-10	53
Sabah Credit Corporation	07/29	AA1	3.554	5	3.563	25/8/2025	-1	47
Press Metal Aluminium Holdings Berhad	09/30	AA1	3.557	20	3.601	6/8/2025	-4	44
YTL Power International Berhad	03/33	AA1	3.659	2	3.720	10/7/2025	-6	31
YTL Power International Berhad	10/39	AA1	3.759	10	3.780	29/8/2025	-2	16
YTL Power International Berhad	06/41	AA1	3.799	30	3.818	3/9/2025	-2	20
MEX I Capital Berhad (formerly known as Bright Fo	01/38	AA2	3.960	10	5.109	25/8/2025	-115	56
MEX I Capital Berhad (formerly known as Bright Fo	01/40	AA2	4.029	10	5.206	25/8/2025	-118	43
Fortune Premiere Sdn Berhad	10/25	AA	3.563	20	3.487	28/8/2025	8	73
AEON Credit Service (M) Berhad	08/29	AA3	3.588	20	3.597	5/8/2025	-1	51
TG Treasury Berhad	02/30	AA-	4.073	5	4.061	29/8/2025	1	99
Alliance Bank Malaysia Berhad	10/32	A1	4.300	1	3.989	12/8/2025	31	98
Qualitas Sukuk Berhad	03/25	A2	5.842	2	5.800	4/9/2025	4	210
				1691				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Malaysian Industrial Development Finance Berhad	Corporate credit rating	A+/MARC-1	Withdrawn
MBSB Investment Bank Berhad	Financial institution rating	A+/MARC-1	Withdrawn
Yinson Holdings Berhad	Corporate credit rating	A1/Stable/P1	Affirmed
	Islamic Medium-Term Notes Programme of up to RM1bn	A1/Stable	Affirmed
	Subordinated Perpetual Islamic Notes Programme of up to RM1bn	A3/Stable	Affirmed

Source: RAM, MARC

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