HongLeong Bank

Global Markets Research

Fixed Income

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.43	-7
5-yr UST	3.55	-7
10-yr UST	3.98	-5
30-yr UST	4.58	-4

	MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.08	0	3.08	-1
5-yr	3.22	3	3.22	1
7-yr	3.41	1	3.31	1
10-yr	3.46	1	3.48	1
15-yr	3.71	1	3.68	0
20-yr	3.86	1	3.89	0
30-yr	4.00	4	3.95	0

** Market indicative levels*

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.20	0
3-yr	3.14	3
5-yr	3.20	2
7-yr	3.27	2
10-yr	3.39	1

Source : Bloomberg

Upcoming Government Bond Tender

Nil

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries rallied in trading on Thursday amidst concerns over the health of US regional banks triggering risk aversion and resulting in the UST curve bull steepening for the day. Overall benchmark UST yields closed the day lower by between 4 to 7bps. **The benchmark 2-year UST note yield was 7bps lower for the day at 3.43% while the 10-year UST bond yield declined by 5bps to 3.98%.** The coming day will likely see the cancellation of the September import price indices and housing starts scheduled for release. The Fed's Musalem is due to make some comments prior to the start of the pre-FOMC communications blackout period this weekend.

MGS/GII

- Local govvies were softer in trading on Thursday, amidst some profit taking seen after the rally over the last few days. Secondary market volume for the day inched lower by 3% to RM5.46bn from the RM5.64bn that traded on Wednesday. Overall benchmark yields were mixed by between -1 to +4bps (prior: -2 to +1bp). **The benchmark 5Y MGS 5/30 yield was higher by 3bps for the day to 3.22% while the yield on the benchmark 10Y MGS 7/35 advanced by 1bp to 3.46%.** Trading interest for the day was again led by the benchmark 3Y GII, while decent interest was also seen in the off-the-run MGS 7/26, GII 9/26, MGS 5/27 and GII 8/33. The share of GII trading for the day held steady at 58% of overall govvies trading, similar to the day before. The day ahead sees the release of the advanced 3Q GDP number, as well as the trade and export figures for September.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Thursday in a heavier session, with secondary market volume climbing by 60% to RM1,207m versus the RM753m that changed hands on Wednesday. Trading for the day was again led by the AAA-rated segment of the market. In the GG universe, the interest was led by PLUS 12/38 and LPPSA 7/33, which settled the day at 3.84% (+6bps versus last print) and 3.59% (unchanged) respectively. In the AAA space, trading was led by DANGA 9/27 and DANGA 1/28, closing at 3.43% (unchanged) and 3.45% (+10bps) respectively. Over in the AA-rated territory, the interest was led by DRBH 4/30 and OSK 3/35, which settled the day at 3.70% (+1bp) and 3.85%

(+12bps) respectively. In the A-rated arena, interest was led by BIMB 4.58% Perps, which closed at 3.93% (+5bps).

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	04/26	2.827	4	2.842	10/15/2025	-2
MGS	07/26	2.833	424	2.842	10/15/2025	-1
MGS	05/27	3.013	481	3.000	10/15/2025	1
MGS	11/27	3.049	16	3.047	10/15/2025	0
MGS	04/28	3.081	86	3.077	10/15/2025	0
MGS	06/28	3.110	5	3.081	10/15/2025	3
MGS	04/29	3.187	3	3.199	10/09/2025	-1
MGS	08/29	3.199	6	3.196	10/15/2025	0
MGS	04/30	3.210	10	3.189	10/15/2025	2
MGS	05/30	3.219	241	3.184	10/15/2025	3
MGS	04/31	3.332	160	3.314	10/15/2025	2
MGS	06/31	3.371	10	3.391	10/09/2025	-2
MGS	07/32	3.406	86	3.392	10/15/2025	1
MGS	04/33	3.459	160	3.440	10/15/2025	2
MGS	11/33	3.479	323	3.480	10/15/2025	0
MGS	07/34	3.497	69	3.499	10/15/2025	0
MGS	05/35	3.513	20	3.507	10/15/2025	1
MGS	07/35	3.457	51	3.451	10/15/2025	1
MGS	06/38	3.686	13	3.665	10/14/2025	2
MGS	04/39	3.712	43	3.703	10/15/2025	1
MGS	05/40	3.742	20	3.721	10/15/2025	2
MGS	10/42	3.826	2	3.812	10/15/2025	1
MGS	05/44	3.863	2	3.857	10/15/2025	1
MGS	03/46	3.906	4	3.896	10/15/2025	1
MGS	06/50	4.001	7	3.975	10/15/2025	3
MGS	03/53	4.010	10	4.005	10/15/2025	0
MGS	07/55	3.998	39	3.957	10/15/2025	4
GII	03/26	2.850	297	2.861	10/15/2025	-1
GII	09/26	2.864	490	2.891	10/15/2025	-3
GII	07/27	3.048	70	3.030	10/13/2025	2
GII	09/27	3.029	40	3.034	10/15/2025	0
GII	07/28	3.079	541	3.089	10/15/2025	-1
GII	10/28	3.151	40	3.100	10/15/2025	5
GII	07/29	3.181	90	3.161	10/15/2025	2
GII	08/30	3.218	330	3.210	10/15/2025	1
GII	09/30	3.219	45	3.202	10/15/2025	2
GII	10/30	3.203	119	3.225	10/15/2025	-2
GII	10/31	3.310	153	3.302	10/15/2025	1
GII	10/32	3.404	30	3.390	10/15/2025	1
GII	08/33	3.457	497	3.455	10/15/2025	0
GII	04/35	3.476	305	3.468	10/15/2025	1
GII	07/36	3.548	14	3.542	10/15/2025	1
GII	03/38	3.669	60	3.610	10/15/2025	6
GII	08/43	3.876	3	3.844	10/14/2025	3
GII	11/49	3.970	40	4.059	10/10/2025	-9
			5461			

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*
Prasarana Malaysia Berhad	02/30	GG	3.379	20	3.357	8/10/2025	2	22
Lembaga Pembiayaan Perumahan Sektor Awam	03/31	GG	3.421	10	3.418	6/10/2025	0	23
Prasarana Malaysia Berhad	08/32	GG	3.548	40	3.548	15/10/2025	0	15
Turus Pesawat Sdn Berhad	11/32	GG	3.628	10	3.669	13/10/2025	-4	23
DanaInfra Nasional Berhad	02/33	GG	3.588	30	3.601	13/10/2025	-1	19
Lembaga Pembiayaan Perumahan Sektor Awam	07/33	GG	3.588	55	3.588	15/10/2025	0	16
Prasarana Malaysia Berhad	10/33	GG	3.588	15	3.588	15/10/2025	0	16
Prasarana Malaysia Berhad	12/33	GG	3.588	15	3.629	10/10/2025	-4	16
Projek Lebuhraya Usahasama Berhad	12/38	GG	3.839	60	3.780	2/10/2025	6	14
Danum Capital Berhad	02/26	AAA	3.299	35	3.303	13/10/2025	0	43
Bank Pembangunan Malaysia Berhad	06/26	AAA	3.436	5	3.416	15/10/2025	2	57
Danga Capital Berhad	09/27	AAA	3.425	160	3.421	15/10/2025	0	41
Danga Capital Berhad	01/28	AAA	3.446	60	3.347	1/10/2025	10	43
TM Technology Services Sdn Berhad (fka Webe Dig	10/28	AAA	3.509	30	3.475	15/10/2025	3	44
Amanat Lebuhraya Rakyat Berhad	10/29	AAA	3.546	30	3.477	23/9/2025	7	39
Projek Lebuhraya Usahasama Berhad	01/30	AAA	3.506	20	3.548	2/10/2025	-4	35
Amanat Lebuhraya Rakyat Berhad	10/30	AAA	3.602	30	3.597	14/10/2025	0	41
Petroleum Sarawak Exploration & Production Sdn E	11/32	AAA	3.686	10	3.919	12/9/2024	-23	29
Projek Lebuhraya Usahasama Berhad	01/33	AAA	3.705	10	3.592	19/8/2025	11	31
CIMB Islamic Bank Berhad	03/34	AAA	3.788	5	3.778	15/10/2025	1	36
Suria KLCC Sdn Berhad	06/35	AAA	3.758	15	3.729	29/9/2025	3	30
Petroleum Sarawak Exploration & Production Sdn E	08/35	AAA	3.762	15	3.739	29/9/2025	2	31
Projek Lebuhraya Usahasama Berhad	01/37	AAA	3.840	20	3.749	6/10/2025	9	39
Tenaga Nasional Berhad	08/40	AAA	3.879	20	3.993	27/8/2025	-11	18
TNB Power Generation Sdn Berhad	06/42	AAA	3.829	10	3.729	23/9/2025	10	13
Perbadanan Kemajuan Negeri Selangor	09/28	AA1	3.625	10	3.796	16/5/2025	-17	56
Perbadanan Kemajuan Negeri Selangor	10/28	AA1	3.630	10	3.628	9/10/2025	0	56
YTL Power International Berhad	08/31	AA1	3.648	10	3.617	18/9/2025	3	33
United Overseas Bank (Malaysia) Berhad	10/32	AA1	3.139	1	4.050	10/9/2025	-91	-26
YTL Corporation Berhad	09/33	AA1	3.772	20	3.768	14/10/2025	0	34
Kuala Lumpur Kepong Berhad	09/34	AA1	3.797	40	3.641	21/8/2025	16	35
YTL Power International Berhad	08/35	AA1	3.758	20	3.688	19/9/2025	7	30
Sime Darby Property Berhad	08/30	AA+	3.611	10	3.559	26/9/2025	5	42
SP Setia Berhad	06/26	AA	3.500	20	3.468	23/9/2025	3	63
Northport (Malaysia) Berhad	08/30	AA	3.617	10	n/a	n/a	362	42
OSK Rated Bond Sdn Berhad	03/32	AA	3.755	30	3.618	29/8/2025	14	44
Northport (Malaysia) Berhad	08/32	AA	3.706	10	3.619	27/8/2025	9	31
OSK Rated Bond Sdn Berhad	03/35	AA	3.845	50	3.728	23/9/2025	12	40
Northport (Malaysia) Berhad	08/35	AA	3.797	10	3.698	3/9/2025	10	34
MTT Shipping Sdn Berhad	08/26	AA3	4.279	10	4.748	9/7/2024	-47	141
AEON Credit Service (M) Berhad	04/29	AA3	3.715	10	3.715	10/10/2025	0	56
AEON Credit Service (M) Berhad	03/30	AA3	3.746	10	3.598	4/9/2025	15	59
Gamuda Berhad	06/30	AA3	3.668	20	3.657	7/10/2025	1	48
AmBank Islamic Berhad	12/30	AA3	3.607	1	3.581	22/8/2025	3	41
AEON Credit Service (M) Berhad	09/32	AA3	3.816	10	3.848	9/10/2025	-3	42
Malaysian Reinsurance Berhad	10/32	AA3	4.350	2	4.654	1/10/2025	-30	96
Malayan Banking Berhad	02/17	AA3	3.783	4	3.756	15/10/2025	3	-8
Sunway Treasury Sukuk Sdn Berhad	03/27	AA-	3.577	20	4.110	13/3/2024	-53	71
Malakoff Power Berhad	12/28	AA-	3.716	10	3.685	19/9/2025	3	65
Malakoff Power Berhad	12/29	AA-	3.727	10	3.706	24/9/2025	2	57
Orkim Sdn Berhad	02/30	AA-	3.792	15	3.888	23/9/2025	-10	64
Eco World Capital Berhad	03/30	AA-	3.706	10	4.120	17/3/2025	-41	55
DRB-Hicom Berhad	04/30	AA-	3.695	60	3.685	9/10/2025	1	50
Alliance Bank Malaysia Berhad	10/32	A1	3.998	1	4.301	18/9/2025	-30	60
Hong Leong Bank Berhad	11/17	A1	3.767	1	3.705	14/10/2025	6	-9
Qualitas Sukuk Berhad	03/25	A2	5.899	2	5.901	15/10/2025	0	204
Yinson Holdings Berhad	11/22	A3	5.597	1	5.729	6/10/2025	-13	174
Bank Islam Malaysia Berhad	10/23	A3	3.926	30	3.872	30/9/2025	5	7
Yinson Holdings Berhad	11/22	NR(LT)	5.623	1	5.640	10/10/2025	-2	177
				1207				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Great Eastern Life Assurance (Malaysia) Berhad	Insurer financial strength ratings Proposed RM1 billion Tier-2 Subordinated Notes Programme	AAA/Stable/P1 AA1/Stable	Assigned Assigned
Zetrix AI Berhad	RM2bn Islamic Medium-Term Notes Programme (upsized from RM1bn)	AA-/Stable	Affirmed

Source: RAM, MARC

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