

Global Markets Research









Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were stronger in trading on Tuesday, amidst job openings declining in June and a strong auction of USD44bn of 7yr USTs. **The benchmark 2-year UST yield was 5bps lower for the day at 3.88% while the 10-year UST yield declined by 9bps to 4.32%**, leading to a bull flattening of the UST curve. Plenty going on this evening, with the advanced 2Q GDP and the ADP employment change for July due for release, before the FOMC decides on policy later in the day, where the tone of the statement will be closely scrutinized.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.88	-5
5-yr UST	3.90	-7
10-yr UST	4.32	-9
30-yr UST	4.86	-10

MGS			GII*			
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)		
3-yr	3.05		-1	3.10		0
5-yr	3.14		0	3.19		0
7-yr	3.34		-10	3.33		0
10-yr	3.36		-1	3.42		-1
15-yr	3.63		-1	3.63		0
20-yr	3.75		0	3.73		0
30-yr	3.82		-10	3.94		1

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.13	-1
3-yr	3.07	0
5-yr	3.14	0
7-yr	3.21	0
10-yr	3.34	0

Source: Bloomberg

Upcoming Government Bond Tender

Nil

MGS/GII

- Local govies were firmer on Tuesday in a lighter trading session, with secondary market volume for the day receding by 15% to RM5.29bn from the RM6.19bn that changed hands on Monday. Overall benchmark yields were mixed by between -1 to +1bp (prior: -4 to +5bps), except for the 30Y MGS which was skewed by an off-market trades and the 7Y MGS which corrected from a previous mismatch. **The benchmark 5Y MGS 5/30 yield closed little changed for the day at 3.14% while the yield on the benchmark 10Y MGS 7/35 declined by 1bp to 3.36%**. Trading interest for the day was led by the off-the-run MGS 7/26, while decent interest was also seen in the benchmark 10Y GII, as well as in the off-the-run GII 10/32, GII 8/33 and MGS 11/33. The share of GII trading for the day inched lower to 54% of overall govies trading versus the 55% seen the day before. There are no economic data releases scheduled domestically for the day ahead.

Corp Bonds/Sukuk

- The corporate bonds/sukuk market roared to life on Tuesday and was better bid, with secondary market volume surging by 183% to RM1,527m versus the RM540m that traded on Monday. Trading for the day was led by the GG segment of the market, where the interest was led by DANA 11/25, which settled at 2.98%, 17bps below where it last traded. Good interest was also seen in PRASA 12/25 and PRASA 10/39, which closed at 2.99% (-22bps from last print) and 3.70% (-5bps) respectively. In the AAA space, trading was led by PASB 2/32, which settled at 3.59%, 18bps lower versus where the bond last traded. Over in the AA-rated territory, interest was led by MALAKOFF 12/28, which closed the day at 3.77%, a whopping 88bps less than where it last changed hands. In the single-A universe, interest was seen in DIALOG 4.15% Perps, which settled at 4.06%, 1bp lower versus its last trade.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.853	277	2.875	07/28/2025	-2
MGS	07/26	2.981	705	2.862	07/28/2025	12
MGS	11/26	2.881	15	2.899	07/28/2025	-2
MGS	03/27	2.972	13	2.965	07/28/2025	1
MGS	05/27	2.972	147	2.970	07/28/2025	0
MGS	11/27	3.021	55	3.017	07/28/2025	0
MGS	04/28	3.047	7	3.059	07/28/2025	-1
MGS	08/29	3.162	230	3.168	07/28/2025	-1
MGS	04/30	3.184	48	3.179	07/28/2025	1
MGS	04/31	3.306	47	3.304	07/28/2025	0
MGS	06/31	3.327	140	3.330	07/28/2025	0
MGS	07/32	3.341	86	3.339	07/28/2025	0
MGS	04/33	3.412	1	3.429	07/25/2025	-2
MGS	11/33	3.426	328	3.431	07/28/2025	0
MGS	07/34	3.426	51	3.426	07/28/2025	0
MGS	05/35	3.421	9	3.439	07/28/2025	-2
MGS	07/35	3.363	12	3.368	07/28/2025	0
MGS	04/37	3.579	37	3.582	07/28/2025	0
MGS	06/38	3.614	50	3.631	07/28/2025	-2
MGS	04/39	3.631	70	3.640	07/28/2025	-1
MGS	05/40	3.647	3	3.663	07/28/2025	-2
MGS	10/42	3.726	7	3.727	07/28/2025	0
MGS	07/48	3.887	20	3.884	07/28/2025	0
MGS	06/50	3.904	2	3.890	07/28/2025	1
MGS	03/53	3.932	11	3.932	07/28/2025	0
MGS	07/55	3.816	47	3.911	07/28/2025	-10
GII	10/25	2.852	20	2.862	07/28/2025	-1
GII	03/26	2.871	70	2.871	07/28/2025	0
GII	09/27	3.037	12	3.037	07/28/2025	0
GII	07/28	3.100	210	3.102	07/28/2025	0
GII	10/28	3.116	181	3.117	07/28/2025	0
GII	07/29	3.154	100	3.165	07/25/2025	-1
GII	08/30	3.188	23	3.188	07/25/2025	0
GII	09/30	3.208	110	3.208	07/28/2025	0
GII	10/30	3.214	140	3.217	07/28/2025	0
GII	10/31	3.331	199	3.330	07/28/2025	0
GII	10/32	3.379	341	3.387	07/25/2025	-1
GII	08/33	3.419	390	3.422	07/28/2025	0
GII	11/34	3.425	40	3.428	07/28/2025	0
GII	04/35	3.417	461	3.423	07/28/2025	-1
GII	08/37	3.584	10	3.594	07/24/2025	-1
GII	09/39	3.646	136	3.643	07/28/2025	0
GII	08/43	3.725	91	3.722	07/28/2025	0
GII	05/45	3.732	170	3.732	07/28/2025	0
GII	11/49	3.919	70	3.922	07/28/2025	0
GII	05/52	3.933	30	3.933	07/28/2025	0
GII	03/54	3.943	71	3.935	07/28/2025	1
			5291			

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	09/25	GG	2.938	35	3.201	23/7/2025	-26	5
DanaInfra Nasional Berhad	11/25	GG	2.980	185	3.153	20/6/2025	-17	9
Prasarana Malaysia Berhad	12/25	GG	2.987	110	3.211	11/6/2025	-22	10
Lembaga Pembiayaan Perumahan Sektor Awam	07/33	GG	3.449	10	3.597	23/6/2025	-15	6
Perbadanan Tabung Pendidikan Tinggi Nasional	02/34	GG	3.550	70	3.589	4/6/2025	-4	15
Prasarana Malaysia Berhad	08/36	GG	3.605	60	3.849	14/4/2025	-24	23
Prasarana Malaysia Berhad	10/39	GG	3.699	110	3.748	4/7/2025	-5	6
Prasarana Malaysia Berhad	03/40	GG	3.716	90	3.759	4/7/2025	-4	8
Sarawak Petchem Sdn Berhad	07/26	AAA	3.557	10	3.628	4/6/2025	-7	67
Projek Lebuhraya Usahasama Berhad	01/28	AAA	3.485	15	3.498	24/7/2025	-1	50
Pengurusan Air SPV Berhad	02/28	AAA	3.506	10	3.523	16/7/2025	-2	46
Sarawak Petchem Sdn Berhad	07/28	AAA	3.616	30	3.627	25/7/2025	-1	57
Cagamas Berhad	03/30	AAA	3.450	10	3.510	8/7/2025	-6	30
TNB Northern Energy Berhad	05/30	AAA	3.589	10	3.039	12/11/2020	55	44
Petroleum Sarawak Exploration & Production Sdn E	05/31	AAA	3.607	20	3.596	24/7/2025	1	33
Amanat Lebuhraya Rakyat Berhad	10/31	AAA	3.579	10	3.578	22/7/2025	0	30
Malaysia Airport Holdings Berhad	11/31	AAA	3.598	20	3.638	3/7/2025	-4	32
Malaysia Airport Holdings Berhad	12/31	AAA	3.599	10	3.852	6/3/2025	-25	32
Pengurusan Air SPV Berhad	02/32	AAA	3.588	90	3.767	7/4/2025	-18	26
Bank Pembangunan Malaysia Berhad	03/32	AAA	3.674	20	3.738	10/6/2025	-6	34
Public Bank Berhad	07/32	AAA	3.648	30	3.699	23/7/2025	-5	32
Sarawak Energy Berhad	07/33	AAA	3.622	15	3.600	17/7/2025	2	24
Danum Capital Berhad	08/34	AAA	3.599	55	3.639	18/7/2025	-4	20
Malaysia Airport Holdings Berhad	11/34	AAA	3.638	15	3.701	25/6/2025	-6	24
SMJ Energy Sdn Berhad (fka SMJ Sdn Berhad)	06/35	AAA	3.770	15	3.768	14/7/2025	0	39
Sarawak Petchem Sdn Berhad	07/35	AAA	3.819	20	3.839	5/6/2025	-2	44
Amanat Lebuhraya Rakyat Berhad	10/35	AAA	3.678	30	3.736	16/6/2025	-6	30
Amanat Lebuhraya Rakyat Berhad	10/37	AAA	3.869	30	3.898	26/6/2025	-3	49
Paradigm Capital Berhad	12/37	AAA	4.144	1	n/a	n/a	414	76
Sabah Development Bank Berhad	04/26	AA1	4.429	10	4.480	8/7/2025	-5	154
Kuala Lumpur Kepong Berhad	04/26	AA1	3.415	10	3.494	4/7/2025	-8	53
Perbadanan Kemajuan Negeri Selangor	03/34	AA1	3.813	10	3.947	18/6/2025	-13	41
Perbadanan Kemajuan Negeri Selangor	08/34	AA1	3.798	10	3.827	28/7/2025	-3	40
Hong Leong Bank Berhad	06/37	AA1	3.800	20	n/a	n/a	380	42
Imtiaz Sukuk II Berhad	04/26	AA2	3.535	10	3.595	9/7/2025	-6	65
Imtiaz Sukuk II Berhad	10/26	AA2	3.598	40	3.777	24/12/2024	-18	71
Imtiaz Sukuk II Berhad	05/27	AA2	3.637	11	3.655	24/7/2025	-2	65
AmBank Islamic Berhad	05/29	AA2	3.618	25	3.893	23/8/2024	-28	49
Benih Restu Berhad	04/32	AA2	3.656	20	3.729	4/6/2025	-7	32
SP Setia Berhad	04/29	AA	3.708	10	3.768	6/6/2025	-6	58
Affin Islamic Bank Berhad	12/26	AA3	3.639	10	3.595	28/7/2025	4	75
Keyfield International Berhad	12/27	AA3	4.502	5	4.582	28/5/2025	-8	151
Gamuda Land (T12) Sdn Berhad	10/28	AA3	3.636	10	3.707	9/6/2025	-7	59
Avaland Berhad (fka MCT Berhad)	08/29	AA3	4.192	5	4.477	7/1/2025	-29	106
Tanjung Bin Energy Sdn Berhad	09/30	AA3	4.088	10	4.147	23/7/2025	-6	94
Bank Islam Malaysia Berhad	07/32	AA3	3.727	10	3.747	28/7/2025	-2	40
Malayan Banking Berhad	02/17	AA3	3.724	10	3.790	10/7/2025	-7	-3
Johor Port Berhad	10/27	AA-	3.642	5	3.643	23/7/2025	0	65
DRB-Hicom Berhad	08/28	AA-	3.725	10	4.143	18/7/2025	-42	67
Malakoff Power Berhad	12/28	AA-	3.767	60	4.642	30/10/2024	-88	72
Johor Port Berhad	10/29	AA-	3.711	5	3.902	3/4/2025	-19	58
LBS Bina Group Berhad	01/32	AA-	4.030	2	4.028	25/7/2025	0	75
DRB-Hicom Berhad	07/32	AA-	3.811	10	3.798	22/7/2025	1	48
UMW Holdings Berhad	04/18	AA-	3.845	30	3.889	23/7/2025	-4	10
Alliance Bank Malaysia Berhad	08/31	A1	3.949	10	4.119	14/1/2025	-17	67
Bank Islam Malaysia Berhad	10/33	A1	3.735	10	3.999	17/4/2025	-26	35
CIMB Group Holdings Berhad	05/16	A1	4.144	1	4.153	16/5/2025	-1	39
SUNREIT Perpetual Bond Berhad	04/19	A1	4.188	1	4.443	18/7/2025	-26	44
Dialog Group Berhad	11/20	A1	4.055	10	4.067	23/7/2025	-1	31
Qualitas Sukuk Berhad	03/25	A2	5.437	1	5.438	25/7/2025	0	169
				1527				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Mercedes-Benz Services	RM3bn MTN Programme (2018/2038)	AAA/Stable	Affirmed
Malaysia Sdn Bhd	RM3bn Commercial Papers/Medium-Term Notes Programme (2018/2025)	AAA/Stable/P1	Withdrawn

Source: RAM, MARC

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