



Fixed Income & FX Research

26 March 2026

Macro: President Trump-Xi summit in Beijing to take place on 14-15 May. Malaysia to potentially cut subsidised RON95 entitlements to 200 litres/month from April.

Forex: DXY rebounded 0.2%, while ECB and RBA remain hawkish-tilting. Japan seeks for crude oil futures intervention and more IEA oil stockpile release amid pressure on yen.

Fixed Income: UST rally outpaced by strength in Bunds and Gilts, leading to guarded sentiment for UST auction. Better flows seen in PDS trading compared to Malaysia govies.

Macro

Global: Global markets remain gripped by conflicting comments and an uncertain pathway ahead in the Middle East, with the US insisting peace talks are ongoing with Iran, despite the latter's continued rejection of such talks. This comes amid a reported weighing of options for US troop deployment in Iran, of which Iran has threatened massive retaliations should it happen. Meanwhile, the Trump-Xi summit meeting is expected to take place on 14-15 May in Beijing, with China President Xi's reciprocal visit to Washington expected later in 2026. On the data front, US import prices jumped by 1.3% m/m in February – its largest m/m increase since March 2022 – adding to signs that inflation is poised to accelerate in the coming months.

Malaysia: Sources indicate that subsidised RON95 entitlements (under Budi95) would be reduced from 300 litres/month to 200 litres/month starting from April. This comes as market-determined floating fuel prices has been raised again to MYR5.15/litre for RON97 (prior: MYR4.55), MYR3.87/litre for RON95 (prior: MYR3.27), and MYR5.52/litre for diesel in Peninsular Malaysia (prior: MYR4.72). Meanwhile, the MOF also said it will also introduce diesel purchase controls in Sabah, Sarawak and Labuan to curb smuggling and subsidy leakages, after earlier lifting the Budi Individu and Budi Agri-Komoditi subsidy payments to MYR300 per month (prior: MYR200).

Forex

Global: DXY managed a 0.2% rise amid a sharper decline in other global bonds' yields compared to UST. AUD (-0.7%) underperformed peers after data showed Australia's trimmed-mean inflation holding steady at 3.3% y/y for February (consensus: 3.4%), despite hawkish remarks from RBA Assistant Governor Kent who reiterated a focus on reining in above-target inflation. EUR fell 0.4%, after ECB President Lagarde also tuned hawkish, indicating that even a 'not too persistent' overshoot in its inflation targets will warrant some moderate policy targeting, noting that its most benign 'baseline' case still sees inflation at 2.6% y/y for 2026, reinforcing swap market bets of 2-3 rate hikes this year. JPY (-0.5%) remained weak around the 158-160 level, amid reports that Japan's MOF is seeking market assistance to intervene in crude oil futures market due to the impact on the yen, coming as PM Takaichi also requested an additional coordinated release of IEA oil stockpiles. Meanwhile, the GBP (-0.3%) outperformed most peers, after UK inflation remained hot at 3% y/y in February – with an upward lurch likely ahead from March.

Malaysia: MYR fell 0.2% against the USD alongside most of Asian peers.

Fixed Income

Global Bonds: News reports suggesting Iran is considering the US proposal for peace aided sentiment in global markets including US Treasuries. However, we think sentiment remains guarded reflected in the weaker auction of the 5Y UST where the USD70 billion sale garnered BTC of 2.29x vs 2.32x same auction last month. UK bonds rallied as UK inflation number came in as expected at 3.0%

MYR Bonds: Volatility continued in the local government market yesterday with two-way flows seen as the market still watched developments on the war front. However, a dip in IRS rates aided sentiment in bonds and the curve was seen lower in a flattening fashion. Better flows were seen in the PDS trading but led some profit taking on higher grade infrastructure names such as AAA PASB 08/28 at 3.50%, up 2 bps.

FX Daily Rates

Vs. USD	Last Close	Per cent
DXY	99.60	0.2
EUR/USD	1.156	(0.4)
AUD/USD	0.695	(0.7)
GBP/USD	1.337	(0.3)
USD/JPY	159.47	0.5
USD/MYR	3.964	0.2
USD/IDR	16,910	(0.4)
USD/THB	32.65	0.3
USD/SGD	1.282	0.3
USD/CNY	6.903	0.1

Ringgit Outlook for The Week

	1	2
Resistance	3.983	4.010
Support	3.909	3.862

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	3.89	(0)
UST 10Y	4.33	(3)
Germany 10Y	2.96	(7)
UK 10Y	4.84	(12)
Japan 10Y	2.26	(0)
Australia 10Y	4.96	(9)
China 10Y	1.83	(1)

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.23	(0)
5-Year	3.38	(1)
7-Year	3.47	(1)
10-Year	3.57	(1)
15-Year	3.83	0
20-Year	3.95	(1)
30-Year	4.06	0

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.34	(2)
IRS 3-Year	3.40	(2)
IRS 5-Year	3.46	(2)
IRS 7-Year	3.57	(2)
IRS 10-Year	3.72	(3)
3M KLIBOR	3.33	0

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bl)	102.22	(2.2)
WTI (USD/bl)	90.32	(2.2)
Gold (USD/oz)	4,506	0.7
CPO (RM/tonne)	4,445	(1.3)

Policy Rates

Central Banks	Current	Next
US Fed Funds	3.75	29-Apr
ECB Deposit Rate	2.00	30-Apr
BOE Base Rate	3.75	30-Apr
RBA Cash Rate	4.10	05-May
BOJ Cash Rate	0.75	28-Apr
RBNZ Cash Rate	2.25	08-Apr
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	07-May

Sources: Bloomberg, Trading Economics, AmBank Economics
Note: Changes are based on day-on-day percentage, except for MGS Yield, Sovereign Yields, and IRS, where changes are in bps.

Currencies

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	25-Mar-26	24-Mar-26	18-Mar-26	23-Feb-26	25-Mar-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	99.60	99.43	100.09	97.71	104.18	0.2	(0.5)	1.9	(4.4)	1.3			
EUR/USD	1.156	1.161	1.145	1.179	1.079	(0.4)	0.9	(1.9)	7.1	(1.6)			
AUD/USD	0.695	0.700	0.702	0.706	0.630	(0.7)	(1.1)	(1.5)	10.2	4.1			
GBP/USD	1.337	1.341	1.326	1.349	1.294	(0.3)	0.8	(0.9)	3.3	(0.8)			
USD/JPY	159.47	158.7	159.86	154.65	149.91	0.5	(0.2)	3.1	6.4	1.8			
USD/MYR	3.964	3.956	3.916	3.890	4.436	0.2	1.2	1.9	(10.6)	(2.4)			
USD/IDR	16,910	16,985	16,985	16,794	16,595	(0.4)	(0.4)	0.7	1.9	1.3			
USD/THB	32.65	32.56	32.37	31.02	33.94	0.3	0.9	5.3	(3.8)	3.6			
USD/SGD	1.282	1.278	1.284	1.266	1.336	0.3	(0.2)	1.2	(4.1)	(0.3)			
USD/CNY	6.903	6.894	6.900	6.888	7.266	0.1	0.0	0.2	(5.0)	(1.0)			
USD/KRW	1,501	1,500	1,501	1,443	1,463	0.1	0.0	4.0	2.6	4.3			
USD/INR	93.97	93.88	92.64	90.88	85.76	0.1	1.4	3.4	9.6	4.6			
USD/PHP	60.11	59.94	59.52	57.58	57.60	0.3	1.0	4.4	4.4	2.2			
USD/TWD	31.94	32.04	31.84	31.44	33.09	(0.3)	0.3	1.6	(3.5)	1.6			
USD/HKD	7.819	7.827	7.838	7.819	7.775	(0.1)	(0.3)	(0.0)	0.6	0.5			
USD/VND	26,346	26,349	26,300	26,068	25,630	(0.0)	0.2	1.1	2.8	0.2			
NZD/USD	0.581	0.584	0.580	0.596	0.573	(0.5)	0.2	(2.5)	1.3	0.8			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	25-Mar-26	24-Mar-26	18-Mar-26	23-Feb-26	25-Mar-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.599	4.587	4.520	4.591	4.793	0.3	1.7	0.2	(4.0)	(3.5)			
GBP/MYR	5.311	5.302	5.232	5.255	5.736	0.2	1.5	1.1	(7.4)	(2.7)			
AUD/MYR	2.763	2.759	2.786	2.756	2.794	0.1	(0.8)	0.3	(1.1)	1.8			
JPY/MYR	2.486	2.493	2.450	2.515	2.960	(0.3)	1.5	(1.2)	(16.0)	(4.1)			
SGD/MYR	3.098	3.093	3.069	3.074	3.316	0.2	1.0	0.8	(6.6)	(1.8)			
10 CNY/MYR	5.748	5.739	5.700	5.635	6.113	0.2	0.8	2.0	(6.0)	(1.0)			
1 million IDR/MYR	2.344	2.341	2.313	2.316	2.671	0.1	1.3	1.2	(12.2)	(3.7)			
THB/MYR	12.202	12.146	12.072	12.540	13.115	0.5	1.1	(2.7)	(7.0)	(4.9)			
10 HKD/MYR	5.071	5.055	4.998	4.976	5.707	0.3	1.5	1.9	(11.1)	(2.8)			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	25-Mar-26	24-Mar-26	18-Mar-26	23-Feb-26	25-Mar-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	102.22	104.49	107.38	71.49	73.02	(2.2)	(4.8)	43.0	40.0	68.0			
WTI (USD/barrel)	90.32	92.35	96.32	66.31	69.00	(2.2)	(6.2)	36.2	30.9	57.3			
Gold (USD/oz)	4,506	4,476	4,819	5,227	3,020	0.7	(6.5)	(13.8)	49.2	4.3			
Malaysia CPO (RM/tonne)	4,445	4,503	4,502	4,051	4,564	(1.3)	(1.3)	9.7	(2.6)	11.2			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	25-Mar-26	24-Mar-26	18-Mar-26	23-Feb-26	25-Mar-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.23	3.24	3.21	3.03	3.37	(0)	2	20	(14)	24			
5-Year	3.38	3.39	3.35	3.27	3.54	(1)	3	11	(16)	13			
7-Year	3.47	3.47	3.43	3.44	3.70	(1)	4	3	(23)	9			
10-Year	3.57	3.58	3.55	3.52	3.75	(1)	3	5	(18)	7			
15-Year	3.83	3.83	3.82	3.80	3.90	(0)	2	4	(6)	7			
20-Year	3.95	3.96	3.94	3.94	3.99	(1)	2	1	(4)	10			
30-Year	4.06	4.05	4.04	4.03	4.13	0	2	2	(8)	7			

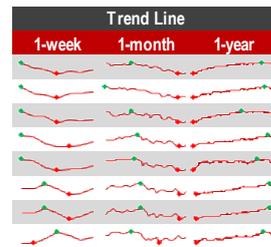
Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	25-Mar-26	24-Mar-26	18-Mar-26	23-Feb-26	25-Mar-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.21	3.20	3.19	3.10	3.50	0	2	11	(30)	11			
5-Year	3.35	3.35	3.33	3.27	3.58	0	2	8	(22)	10			
7-Year	3.42	3.42	3.39	3.37	3.70	0	3	5	(28)	8			
10-Year	3.56	3.56	3.54	3.53	3.76	0	2	3	(20)	4			
15-Year	3.88	3.88	3.87	3.83	3.90	0	1	5	(2)	13			
20-Year	3.96	3.96	3.95	3.97	4.01	0	1	(0)	(4)	10			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year
	25-Mar-26	24-Mar-26	18-Mar-26	23-Feb-26	25-Mar-25
S&P500 Index	6,592	6,556	6,625	6,838	5,777
Dow Jones	46,429	46,124	46,225	48,804	42,588
Nasdaq	21,930	21,762	22,152	22,627	18,272
London FTSE	10,107	9,965	10,305	10,685	8,664
German DAX	22,957	22,637	23,502	24,992	23,110
Nikkei 225	53,750	52,252	55,239	56,826	37,781
Japan TOPIX	3,651	3,560	3,717	3,808	2,798
FBM KLCI	1,717	1,709	1,730	1,758	1,514

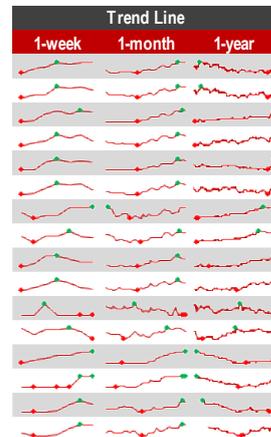
Percentage Change				
1-day	1-week	1-month	1-year	YTD
0.5	(0.5)	(3.6)	14.1	71.7
0.7	0.4	(4.9)	9.0	40.1
0.8	(1.0)	(3.1)	20.0	109.5
1.4	(1.9)	(5.4)	16.7	35.6
1.4	(2.3)	(8.1)	(0.7)	64.9
2.9	(2.7)	(5.4)	42.3	106.0
2.6	(1.8)	(4.1)	30.5	93.0
0.5	(0.8)	(2.3)	13.4	14.8



Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year
	25-Mar-26	24-Mar-26	18-Mar-26	23-Feb-26	25-Mar-25
UST 2Y	3.89	3.89	3.77	3.44	4.01
UST 10Y	4.33	4.36	4.27	4.03	4.31
Germany 2Y	2.60	2.67	2.44	2.04	2.14
Germany 10Y	2.96	3.03	2.94	2.71	2.80
UK 2Y	4.41	4.47	4.10	3.56	4.30
UK 10Y	4.84	4.96	4.74	4.31	4.75
Japan 2Y	1.31	1.30	1.26	1.26	0.88
Japan 10Y	2.26	2.27	2.22	2.12	1.58
Australia 2Y	4.63	4.73	4.51	4.22	3.73
Australia 10Y	4.96	5.04	4.90	4.72	4.42
China 2Y	1.31	1.31	1.31	1.38	1.54
China 10Y	1.83	1.84	1.83	1.79	1.82
Indonesia 2Y	6.33	6.25	6.18	5.10	6.79
Indonesia 10Y	6.93	6.87	6.87	6.45	7.21
Thailand 2Y	1.34	1.40	1.20	1.21	1.77
Thailand 10Y	2.21	2.22	2.05	1.89	2.09

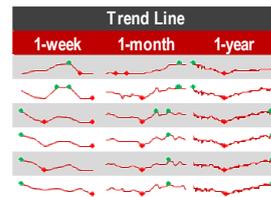
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(0)	11	45	(13)	41
(3)	7	30	2	17
(7)	16	57	47	48
(7)	2	25	16	10
(6)	31	85	11	68
(12)	10	53	9	36
1	5	5	42	13
(0)	4	14	68	20
(10)	12	41	90	57
(9)	6	24	53	22
(0)	(0)	(7)	(23)	(7)
(1)	(1)	4	0	(3)
8	15	123	(46)	134
7	6	48	(28)	86
(6)	15	13	(43)	22
(1)	16	32	12	57



Key swap rates

	Latest	1-day	1 week	1-Month	1-Year
	25-Mar-26	24-Mar-26	18-Mar-26	23-Feb-26	25-Mar-25
IRS 1-Year	3.34	3.36	3.35	3.26	3.53
IRS 3-Year	3.40	3.42	3.40	3.32	3.42
IRS 5-Year	3.46	3.48	3.46	3.43	3.46
IRS 7-Year	3.57	3.59	3.56	3.54	3.52
IRS 10-Year	3.72	3.75	3.71	3.70	3.62
IRS 20-Year	4.03	4.07	4.07	4.01	3.97

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(2)	(1)	8	(19)	13
(2)	0	8	(2)	13
(2)	0	3	1	11
(2)	0	3	4	16
(3)	1	2	10	16
(4)	(4)	2	7	15



Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year
	25-Mar-26	24-Mar-26	18-Mar-26	23-Feb-26	25-Mar-25
1-Month Klibor	3.00	3.00	3.00	2.98	3.28
3-Month Klibor	3.33	3.33	3.31	3.23	3.66
6-Month Klibor	3.36	3.36	3.33	3.27	3.73

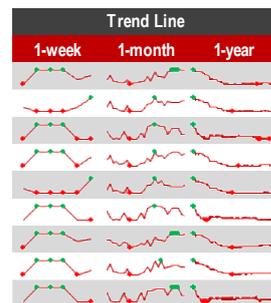
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	2	(28)	0
0	2	10	(33)	5
0	3	9	(37)	6



Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year
	25-Mar-26	24-Mar-26	18-Mar-26	23-Feb-26	25-Mar-25
3-Year AAA	3.55	3.54	3.54	3.54	3.80
3-Year AA	3.69	3.69	3.69	3.69	3.96
3-Year A	4.47	4.47	4.47	4.47	4.79
5-Year AAA	3.62	3.62	3.62	3.62	3.88
5-Year AA	3.77	3.77	3.77	3.77	4.04
5-Year A	4.62	4.62	4.62	4.61	4.98
10-Year AAA	3.80	3.80	3.79	3.79	4.00
10-Year AA	3.94	3.94	3.94	3.94	4.18
10-Year A	5.01	5.01	5.01	4.99	5.37

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	1	(26)	4
0	0	0	(27)	2
0	0	1	(32)	(7)
0	0	0	(25)	3
0	0	(0)	(27)	2
(0)	(0)	1	(36)	(8)
0	0	1	(21)	3
0	0	(0)	(25)	1
(0)	(0)	2	(36)	(10)



Sources: Bloomberg, AmBank Economics
 Note: All values are end-period

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