Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	4.74	8
5-yr UST	4.86	8
10-yr UST	5.00	7
30-yr UST	5.33	4

	MGS		GII*	
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.43	-11	3.52	-2
5-yr	3.77	-14	3.68	0
7-yr	3.91	-9	3.83	-23
10-yr	3.92	-21	4.00	-3
15-yr	4.09	-24	4.10	-12
20-yr	4.25	-12	4.37	0
30-yr	4.31	-9	4.51	0

** Market indicative levels*

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.70	1
3-yr	3.76	-3
5-yr	3.82	-3
7-yr	3.90	-2
10-yr	4.00	-3

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	854	-500
MTD Change	-188	691

Figures in RM 'mil (as of 14 Sep 2026)

Upcoming Government Bond Tender

Re-opening of RM5.0bn of the benchmark 7Y MGS 4/33 today, 21 Sep 2026

US Treasuries

- US Treasuries declined in trading on Friday, amidst rising expectations that the Federal Reserve will raise rates further, with the 2-year yields climbing to the highest level since July 2024. Economic data for the day was soft, with industrial production for August unexpectedly stagnating for the month and the leading index for the month registered a decline versus expectations of a gain. Benchmark yields were higher by between 4 to 8bps (prior: 7 to 10bps lower), with the curve bear-flattening for the day. **The benchmark 2-year UST yield rose 8bps for the day to 4.74% while the 10-year UST bond yield advanced by 7bps to 5.00%.** The coming day brings only regional data out of Chicago, but the Fed's Goolsbee will be delivering some comments on monetary policy to take heed of.

MGS/GII

- Local govvies rallied strongly in trading on Friday in a continuation of the price action seen the previous day, amidst a stronger than anticipated performance from the export sector in August, and CPI for the month that unexpectedly rose a notch. Secondary market volume for the day fell by 38% to RM4.96bn versus the RM8.04bn that traded on Thursday. Overall benchmark yields were lower by 0 to 24bps (prior: 1 to 17bps lower), with the belly of the curve outperforming for the day. **The benchmark 5Y MGS 6/31 yield tumbled by 14bp for the day to 3.77% while the yield on the benchmark 10Y MGS 7/35 collapsed by 21bps to 3.92%.** Trading for the day was led by off-the-run MGS 11/26, and good interest was seen in the off-the-run MGS 4/28 and MGS 7/34, as well as in the benchmark 7Y MGS/GII and 10Y MGS/GII. The share of GII trading receded to 33% of overall govvies trading versus the 40% seen on previous session. The day ahead sees the re-opening auction of RM5bn of the benchmark 7Y MGS 4/33.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better offered in trading on Friday, with secondary market volume for the day declining by 6% to RM561m vs the RM598m that changed hands on Thursday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, the solitary bond traded was FELDA 8/41, which closed the day at 4.51% (+10bps versus last print). In the AAA-rated space, INFRACAP 7/36 and WESTPORT 5/39 led the activity, settling at 4.57% (-2bps) and 4.65% (+65bps) respectively. Over in AA-rated territory, trading was led by STSSB 7/28 and SPSETIA 6/30, which closed the day at 4.06% (secondary market debut) and 4.43% (+43bps) respectively.

HongLeong Bank

Daily Trades: Government Bond

		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	11/26	2.947	660	2.960	09/17/2026	-1
MGS	05/27	3.016	203	3.070	09/17/2026	-5
MGS	11/27	3.155	101	3.173	09/17/2026	-2
MGS	04/28	3.400	394	3.465	09/17/2026	-6
MGS	06/28	3.413	4	3.488	09/15/2026	-8
MGS	03/29	3.428	10	3.542	09/17/2026	-11
MGS	08/29	3.536	89	3.671	09/17/2026	-14
MGS	05/30	3.660	62	3.763	09/17/2026	-10
MGS	04/31	3.873	100	3.919	09/17/2026	-5
MGS	06/31	3.769	160	3.907	09/17/2026	-14
MGS	04/32	3.885	40	3.840	09/07/2026	4
MGS	07/32	3.872	45	4.051	09/17/2026	-18
MGS	04/33	3.905	350	3.999	09/17/2026	-9
MGS	11/33	3.849	70	4.178	09/17/2026	-33
MGS	07/34	3.933	476	4.031	09/17/2026	-10
MGS	07/35	3.917	371	4.126	09/17/2026	-21
MGS	04/39	4.086	60	4.261	09/17/2026	-18
MGS	01/41	4.091	70	4.333	09/17/2026	-24
MGS	10/42	4.288	30	4.347	09/17/2026	-6
MGS	05/44	4.294	2	4.397	09/17/2026	-10
MGS	04/46	4.252	25	4.369	09/17/2026	-12
MGS	06/50	4.483	18	4.499	09/17/2026	-2
MGS	03/53	4.386	1	4.522	09/14/2026	-14
MGS	07/55	4.313	2	4.400	09/17/2026	-9
GII	09/26	3.543	144	2.995	09/17/2026	55
GII	09/27	3.081	20	3.095	09/17/2026	-1
GII	07/28	3.357	200	3.429	09/17/2026	-7
GII	10/28	3.400	20	3.502	09/15/2026	-10
GII	07/29	3.448	10	3.499	09/15/2026	-5
GII	10/29	3.522	103	3.539	09/17/2026	-2
GII	09/30	3.748	10	3.716	09/17/2026	3
GII	10/30	3.670	3	3.806	09/17/2026	-14
GII	10/31	3.694	110	3.850	09/17/2026	-16
GII	10/32	3.837	20	3.986	09/17/2026	-15
GII	03/33	3.825	354	4.055	09/17/2026	-23
GII	06/33	3.938	6	3.926	09/07/2026	1
GII	08/33	3.918	57	4.061	09/17/2026	-14
GII	04/35	3.999	50	4.027	09/17/2026	-3
GII	07/36	3.961	362	4.121	09/17/2026	-16
GII	03/38	4.123	1	4.220	09/17/2026	-10
GII	09/39	4.136	40	4.230	09/17/2026	-9
GII	07/40	4.098	30	4.214	09/17/2026	-12
GII	05/45	4.366	11	4.370	09/17/2026	0
GII	05/47	4.332	40	4.192	09/02/2026	14
GII	03/54	4.374	22	4.520	09/17/2026	-15
			4955			

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*
Federal Land Development Authority	08/41	GG	4.510	2	4.410	10/9/2026	10	36
Projek Lebuhraya Usahasama Berhad	01/29	AAA	4.064	15	3.675	2/9/2026	39	69
CelcomDigi Telecommunications Sdn Berhad (fka [	06/29	AAA	4.053	5	3.632	30/6/2026	42	60
Projek Lebuhraya Usahasama Berhad	01/30	AAA	4.104	5	3.650	26/5/2026	45	65
Danga Capital Berhad	01/30	AAA	4.082	5	3.609	23/6/2026	47	63
Projek Lebuhraya Usahasama Berhad	01/31	AAA	4.252	5	3.878	3/9/2026	37	62
Pengerang LNG (Two) Sdn Berhad	03/32	AAA	4.209	10	n/a	n/a	421	35
Infracap Resources Sdn Berhad	07/36	AAA	4.572	15	4.595	15/9/2026	-2	60
Sarawak Energy Berhad	09/36	AAA	4.489	10	n/a	n/a	449	51
Westports Malaysia Sdn Berhad	05/39	AAA	4.648	30	3.998	12/3/2026	65	50
Infracap Resources Sdn Berhad	07/39	AAA	4.620	10	n/a	n/a	462	47
Pengerang LNG (Two) Sdn Berhad	03/40	AAA	4.560	5	4.035	7/7/2026	52	41
Sarawak Energy Berhad	09/41	AAA	4.639	10	n/a	n/a	464	49
Encorp Systembilt Sdn Berhad	05/28	AA1	3.947	10	4.182	12/4/2023	-24	58
Northern Gateway Infrastructure Sdn Berhad	08/28	AA1	4.188	10	3.845	6/8/2026	34	82
Sabah Credit Corporation	09/28	AA1	4.085	10	3.556	10/11/2025	53	71
Perbadanan Kemajuan Negeri Selangor	10/28	AA1	4.128	16	3.656	28/5/2026	47	76
RHB Bank Berhad	11/28	AA1	4.152	5	4.191	17/9/2026	-4	78
Malayan Banking Berhad	01/34	AA1	4.096	1	4.060	17/9/2026	4	17
GENM Capital Berhad	05/34	AA1	4.831	1	4.757	8/9/2026	7	88
Pulau Indah Power Plant Sdn Berhad	05/29	AA+	4.152	8	3.686	2/7/2026	47	70
Imtiaz Sukuk II Berhad	10/28	AA2	3.916	20	3.712	7/9/2026	20	55
CIMB Bank Berhad	09/36	AA2	4.438	10	n/a	n/a	444	46
CIMB Group Holdings Berhad	12/37	AA2	4.478	10	4.008	27/8/2026	47	50
Sunway Treasury Sukuk Sdn Berhad	07/28	AA	4.056	60	n/a	n/a	406	69
SP Setia Berhad	06/30	AA	4.427	70	3.999	14/9/2026	43	80
OSK Rated Bond Sdn Berhad	04/31	AA	4.323	5	3.797	29/6/2026	53	57
SP Setia Berhad	04/32	AA	4.598	10	4.598	15/9/2026	0	74
Leader Energy Sdn Berhad	07/38	AA	4.698	10	5.300	14/7/2020	-60	72
Gamuda Berhad	06/28	AA3	4.221	10	4.173	11/9/2026	5	85
Tanjung Bin Energy Sdn Berhad	09/28	AA3	5.093	2	3.973	1/9/2026	112	172
IJM Corporation Berhad	04/29	AA3	4.133	5	3.637	30/6/2026	50	68
Gamuda Berhad	03/31	AA3	4.435	10	4.005	4/9/2026	43	68
AmBank Islamic Berhad	03/32	AA3	4.008	10	3.727	4/9/2026	28	25
AEON Credit Service (M) Berhad	05/32	AA3	4.471	10	3.938	25/5/2026	53	61
Gamuda Berhad	08/32	AA3	4.468	10	n/a	n/a	447	61
AmBank (M) Berhad	10/32	AA3	4.403	1	4.131	17/9/2026	27	54
AmBank (M) Berhad	03/33	AA3	4.580	1	3.999	12/8/2026	58	66
Gamuda Berhad	06/33	AA3	4.508	10	4.167	4/9/2026	34	59
Edra Energy Sdn Berhad	07/33	AA3	4.447	20	3.965	27/7/2026	48	53
Gamuda Berhad	08/33	AA3	4.547	20	n/a	n/a	455	63
Zetrix AI Berhad (fka MY E.G. Services Berhad)	03/27	AA-	5.781	1	5.357	14/9/2026	42	266
WM Senibong Capital Berhad	12/27	AA-	4.796	5	4.469	7/9/2026	33	168
Eco World Capital Berhad	03/30	AA-	4.304	20	3.998	2/9/2026	31	68
Johor Port Berhad	10/32	AA-	4.408	20	3.818	18/6/2026	59	55
Southern Power Generation Sdn Berhad	04/33	AA-	4.377	20	3.878	22/6/2026	50	46
Hong Leong Bank Berhad	11/17	A1	4.256	3	4.106	4/9/2026	15	-5
Qualitas Sukuk Berhad	03/25	A2	6.541	1	6.500	17/9/2026	4	224
Tropicana Corporation Berhad	09/19	A-	11.904	1	100.000	10/9/2026	-8810	760
Naza TTDI Capital Berhad	05/28	NR(LT)	5.800	1	7.482	16/1/2026	-168	243
Kenanga Investment Bank Berhad	08/25	NR(LT)	5.634	2	n/a	n/a	563	133
				561				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
State of Selangor	Sub-sovereign credit rating	AAA/Stable	Affirmed
Zetrix AI Berhad	Islamic Medium-Term Notes (IMTN) Programme of up to RM2bn	AA-/Developing	Placed on MARCWatch Developing
TIME dotCom Berhad	RM1bn Islamic Medium-Term Notes Programme (2017/2037)	AA1/Stable	Affirmed
Heliosel Sdn Bhd	RM145m Guaranteed IMTN under its RM2bn Sukuk Murabahah Programme	AA3(bg)/Stable	Affirmed

Source: RAM, MARC

Hong Leong Bank Berhad
Fixed Income & Economic Research, Global Markets
Level 8, Hong Leong Tower
6, Jalan Damanlela
Bukit Damansara
50490 Kuala Lumpur
Tel: 603-2081 1221
Fax: 603-2081 8936
Email: HLMarkets@hlbb.hongleong.com.my