



22 July 2025

Macro: Prospects of a US-EU trade deal are fading, with both parties signalling a hardening stance. Malaysia's planned RON95 subsidy rationalisation is delayed.

Forex: DXY (-0.6%) slipped below 98.0, as JPY (+1.0%) pared earlier losses on dissipating election risks. EUR also rose 0.6%, ahead of the ECB policy meeting this week.

Fixed Income: UST rallied modestly on week-start, with ringgit bonds also seeing cautious sentiment. The 10Y GII 04/35 auction fetched a solid BTC of 2.73x.

Macro

Global: US Treasury Secretary Scott Bessent said the administration is more concerned with the quality of trade agreements rather than their timing, while Commerce Minister Howard Lutnick said he remains confident a trade deal with the EU may be reached. This comes as EU diplomats say member countries are considering broad-ranging 'anti-coercion' counter-measures against the US, as prospects for a trade deal fade, given the US's push for a near-universal tariff on EU goods higher than 10% (with limited exemptions), while the EU seeks wider exemptions and aims to protect the bloc from future sectoral tariffs. Separately on China, Bessent said talks will be held 'in the very near future', which will also involve discussions on China's purchases of sanctioned Iranian/Russian oil. Meanwhile, the US Congressional Budget Office (CBO) revised its estimates of the fiscal deficit addition of Trump's 'One Big Beautiful Bill' to USD3.4 trillion over a decade (prior: USD3.3 trillion), reflecting a USD4.5 trillion decline in revenues and a USD1.1 trillion decline in spending through 2034.

Malaysia: Communications Minister Fahmi Fadzil said the planned RON95 subsidy rationalisation is still delayed, increasing the probability that it will not be implemented this year. Meanwhile, PM Anwar's 'extraordinary attribute' announcement to address the people's cost of living issues has been delayed to today or tomorrow (23 July).

Forex

Global: DXY (-0.6%) slipped back below the 98.0 handle, as investor sentiment turned cautious amid the lack of data or event drivers. JPY jumped a solid 1.0% as election risks dissipate for now, given PM Shigeru Ishiba's insistence that he will stay on for now, providing markets with a measure of continuity amid tense US trade negotiations. EUR advanced 0.6% amid their own tense negotiations, coming as the ECB is expected to keep policy rates unchanged during its 24 July meeting.

Malaysia: MYR rose 0.2%, tracking regional peers such as the SGD (+0.4%) and CNH (+0.1%).

Fixed Income

Global Bonds: UST yields fell modestly at the start of the week. There was a lack of economic data to drive sentiment, but continued worries over tariff implementation and concerns over Fed threats from the White House resulted in safe-haven bids into bonds. Bund yields fell amid a cautious sentiment before the ECB meeting and incoming PMI releases. Meanwhile, the focus ahead is on the 40Y JGB auction on 23 July, given PM Ishiba's need for expansionary fiscal policies to onboard support from smaller political parties.

MYR Bonds: There was also a slight cautious tone in ringgit government bond trading yesterday, focusing on CPI data today. The MYR5.0 billion 10Y 04/35 GII auction fetched a firm 2.73x BTC. Corporate bond trading yesterday was seen on various AAA and AA names. We noted AAA Sarawak Petchem 07/31 down 2 bps to 3.72% on MYR30 million volume.

Commodities

CPO prices edged down by 2%, tracking a decline on soybean futures given dissipating drought concerns in some US regions. **Gold** prices (+1.4%) re-tested the USD4,000/oz level alongside the downtick in UST yields.

FX Daily Rates

Vs. USD	Last Close	Per cent
DXY	97.85	(0.6)
EUR/USD	1.169	0.6
AUD/USD	0.653	0.2
GBP/USD	1.349	0.6
USD/JPY	147.38	(1.0)
USD/MYR	4.235	(0.2)
USD/IDR	16,311	0.1
USD/THB	32.36	(0.1)
USD/SGD	1.281	(0.4)
USD/CNY	7.169	(0.1)

Ringgit Outlook for The Week

	1	2
Resistance	4.289	4.339
Support	4.193	4.147

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	3.86	(1)
UST 10Y	4.38	(4)
Germany 10Y	2.61	(8)
UK 10Y	4.60	(7)
Japan 10Y	1.54	0
Australia 10Y	4.32	(1)
China 10Y	1.68	1

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.08	0
5-Year	3.16	0
7-Year	3.36	0
10-Year	3.43	0
15-Year	3.66	0
20-Year	3.76	0
30-Year	3.92	(0)

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.15	(0)
IRS 3-Year	3.09	1
IRS 5-Year	3.16	(1)
IRS 7-Year	3.23	(2)
IRS 10-Year	3.37	(7)
3M KLIBOR	3.23	0

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bbl)	69.21	(0.1)
WTI (USD/bbl)	67.20	(0.2)
Gold (USD/oz)	3,397	1.4
CPO (RM/tonne)	4,174	(2.1)

Policy Rates

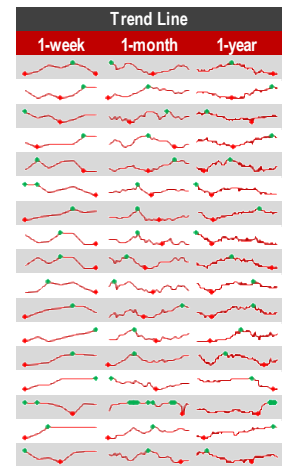
Central Banks	Current	Next
US Fed Funds	4.50	30-Jul
ECB Deposit Rate	2.00	24-Jul
BOE Base Rate	4.25	07-Aug
RBA Cash Rate	3.85	12-Aug
BOJ Cash Rate	0.50	31-Jul
PBOC 1Y LPR	3.00	n.a.
BOK Base Rate	3.00	-
BNM OPR	2.75	05-Sep

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 vs USD

	Latest	1-day	1 week	1-Month	1-Year
	21-Jul-25	18-Jul-25	14-Jul-25	21-Jun-25	21-Jul-24
DXY Dollar Index	97.85	98.48	98.08	98.71	104.40
EUR/USD	1.169	1.163	1.166	1.152	1.088
AUD/USD	0.653	0.651	0.655	0.645	0.669
GBP/USD	1.349	1.342	1.343	1.345	1.291
USD/JPY	147.38	148.81	147.72	146.09	157.48
USD/MYR	4.235	4.244	4.254	4.254	4.686
USD/IDR	16,311	16,290	16,245	16,385	16,190
USD/THB	32.36	32.38	32.39	32.75	36.28
USD/SGD	1.281	1.285	1.282	1.287	1.345
USD/CNY	7.169	7.175	7.172	7.182	7.270
USD/KRW	1,383	1,391	1,383	1,371	1,391
USD/INR	86.30	86.16	85.99	86.59	83.66
USD/PHP	57.16	57.17	56.66	57.17	58.35
USD/TWD	29.41	29.39	29.29	29.52	32.74
USD/HKD	7.850	7.848	7.850	7.850	7.811
USD/VND	26,154	26,155	26,121	26,131	25,333
NZD/USD	0.597	0.596	0.597	0.597	0.601

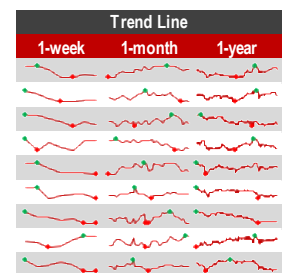
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.6)	(0.2)	(0.9)	(6.3)	(9.8)
0.6	0.3	1.5	7.5	12.9
0.2	(0.3)	1.1	(2.4)	5.4
0.6	0.5	0.3	4.5	7.8
(1.0)	(0.2)	0.9	(6.4)	(6.2)
(0.2)	(0.4)	(0.4)	(9.6)	(5.3)
0.1	0.4	(0.5)	0.7	1.3
(0.1)	(0.1)	(1.2)	(10.8)	(5.1)
(0.4)	(0.1)	(0.5)	(4.8)	(6.2)
(0.07)	(0.0)	(0.2)	(1.4)	(1.8)
(0.6)	(0.0)	0.9	(0.6)	(6.1)
0.2	0.4	(0.3)	3.2	0.8
(0.0)	0.9	(0.0)	(2.0)	(1.2)
0.1	0.4	(0.4)	(10.2)	(10.3)
0.0	(0.0)	(0.0)	0.5	1.0
(0.0)	0.1	0.1	3.2	2.6
0.1	(0.1)	0.0	(0.7)	6.7



Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year
	21-Jul-25	18-Jul-25	14-Jul-25	21-Jun-25	21-Jul-24
EUR/MYR	4.931	4.936	4.973	4.903	5.098
GBP/MYR	5.699	5.704	5.736	5.739	6.048
AUD/MYR	2.758	2.767	2.794	2.762	3.135
JPY/MYR	2.873	2.851	2.879	2.912	2.976
SGD/MYR	3.301	3.305	3.321	3.311	3.485
10CNY/MYR	5.904	5.914	5.931	5.924	6.446
100IDR/MYR	2.594	2.604	2.617	2.595	2.894
THB/MYR	13.142	13.109	13.098	12.986	12.924
10HKD/MYR	5.394	5.407	5.418	5.418	5.999

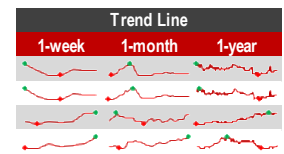
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.1)	(0.8)	0.6	(3.3)	5.8
(0.1)	(0.6)	(0.7)	(5.8)	1.5
(0.3)	(1.3)	(0.2)	(12.0)	(0.8)
0.8	(0.2)	(1.3)	(3.4)	1.0
(0.1)	(0.6)	(0.3)	(5.3)	0.5
(0.2)	(0.5)	(0.3)	(8.4)	(3.6)
(0.4)	(0.9)	(0.0)	(10.4)	(6.4)
0.2	0.3	1.2	1.7	0.9
(0.2)	(0.4)	(0.4)	(10.1)	(6.3)



Commodities

	Latest	1-day	1 week	1-Month	1-Year
	21-Jul-25	18-Jul-25	14-Jul-25	21-Jun-25	21-Jul-24
Brent (USD/barrel)	69.21	69.28	69.21	77.01	82.63
WTI (USD/barrel)	67.2	67.34	66.98	74.93	80.13
Gold (USD/oz)	3,397	3,350	3,344	3,368	2,401
Malaysia CPO (RM/tonne)	4,174	4,262	4,109	4,071	4,013

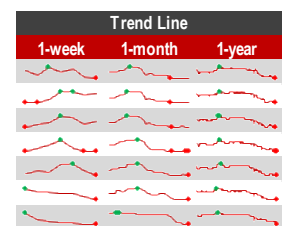
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.1)	0.0	(10.1)	(16.2)	(7.3)
(0.2)	0.3	(10.3)	(16.1)	(6.3)
1.4	1.6	0.9	41.5	29.4
(2.1)	1.6	2.5	4.0	(14.1)



Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year
	21-Jul-25	18-Jul-25	14-Jul-25	21-Jun-25	21-Jul-24
3-Year	3.08	3.08	3.08	3.20	3.47
5-Year	3.16	3.16	3.15	3.26	3.60
7-Year	3.36	3.35	3.36	3.48	3.76
10-Year	3.43	3.43	3.43	3.58	3.82
15-Year	3.66	3.66	3.66	3.73	3.96
20-Year	3.76	3.75	3.76	3.81	4.07
30-Year	3.92	3.92	3.96	4.01	4.19

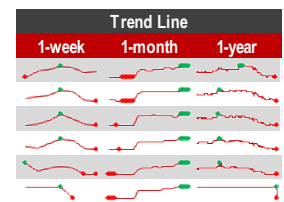
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	(12)	(39)	(40)
0	1	(10)	(44)	(46)
0	(0)	(13)	(40)	(41)
0	(1)	(16)	(39)	(39)
0	0	(7)	(30)	(31)
0	(0)	(6)	(32)	(31)
(0)	(5)	(9)	(27)	(27)



Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year
	21-Jul-25	18-Jul-25	14-Jul-25	21-Jun-25	21-Jul-24
3-Year	3.13	3.13	3.13	3.21	3.42
5-Year	3.21	3.21	3.22	3.34	3.58
7-Year	3.36	3.36	3.36	3.44	3.75
10-Year	3.48	3.48	3.48	3.57	3.81
15-Year	3.67	3.67	3.67	3.71	3.97
20-Year	3.74	3.74	3.74	3.78	4.10

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	0	(8)	(29)	(30)
(0)	(1)	(13)	(37)	(41)
(1)	(1)	(8)	(40)	(39)
(0)	(0)	(10)	(33)	(35)
0	(0)	(4)	(30)	(31)
0	(0)	(3)	(36)	(34)



Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	21-Jul-25	18-Jul-25	14-Jul-25	21-Jun-25	21-Jul-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
UST 2Y	3.86	3.87	3.90	3.91	4.51	(1)	(4)	(5)	(65)	(38)			
UST 10Y	4.38	4.42	4.43	4.38	4.24	(4)	(6)	0	14	(19)			
Germany 2Y	1.82	1.87	1.88	1.85	2.78	(5)	(5)	(3)	(96)	(26)			
Germany 10Y	2.61	2.70	2.73	2.52	2.47	(8)	(12)	10	15	25			
UK 2Y	3.87	3.90	3.81	3.92	4.00	(3)	6	(5)	(13)	(53)			
UK 10Y	4.60	4.67	4.60	4.54	4.12	(7)	0	7	48	4			
Japan 2Y	0.77	0.77	0.78	0.73	0.35	0	(1)	5	43	17			
Japan 10Y	1.54	1.54	1.58	1.40	1.04	0	(4)	14	50	44			
Australia 2Y	3.33	3.33	3.42	3.27	4.12	(0)	(9)	6	(79)	(53)			
Australia 10Y	4.32	4.34	4.37	4.18	4.28	(1)	(5)	14	4	(4)			
China 2Y	1.39	1.38	1.41	1.37	1.61	1	(2)	2	(22)	29			
China 10Y	1.68	1.67	1.67	1.64	2.26	1	1	4	(58)	0			
Indonesia 2Y	5.87	5.89	5.97	6.17	6.78	(2)	(10)	(30)	(91)	(117)			
Indonesia 10Y	6.52	6.54	6.59	6.76	6.95	(2)	(7)	(24)	(43)	(47)			
Thailand 2Y	1.34	1.35	1.37	1.46	2.34	(1)	(3)	(13)	(100)	(66)			
Thailand 10Y	1.52	1.52	1.55	1.68	2.62	0	(3)	(16)	(110)	(74)			

Key swap rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	21-Jul-25	18-Jul-25	14-Jul-25	21-Jun-25	21-Jul-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
IRS 1-Year	3.15	3.15	3.19	3.28	3.52	(0)	(4)	(14)	(38)	(43)			
IRS 3-Year	3.09	3.08	3.13	3.19	3.48	1	(4)	(11)	(40)	(42)			
IRS 5-Year	3.16	3.17	3.22	3.28	3.55	(1)	(7)	(12)	(40)	(39)			
IRS 7-Year	3.23	3.25	3.31	3.38	3.66	(2)	(8)	(15)	(43)	(40)			
IRS 10-Year	3.37	3.44	3.43	3.50	3.77	(7)	(7)	(13)	(40)	(36)			
IRS 20-Year	3.65	3.65	3.67	3.78	4.12	0	(2)	(13)	(47)	(30)			

Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	21-Jul-25	18-Jul-25	14-Jul-25	21-Jun-25	21-Jul-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
1-Month Klibor	3.01	3.01	3.01	3.26	3.29	0	0	(25)	(28)	(28)			
3-Month Klibor	3.23	3.23	3.23	3.50	3.58	0	0	(27)	(35)	(50)			
6-Month Klibor	3.30	3.30	3.30	3.54	3.64	0	0	(24)	(34)	(47)			

Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	21-Jul-25	18-Jul-25	14-Jul-25	21-Jun-25	21-Jul-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year AAA	3.56	3.56	3.58	3.62	3.80	0	(2)	(6)	(23)	(27)			
3-Year AA	3.73	3.73	3.74	3.77	3.94	(0)	(1)	(5)	(21)	(29)			
3-Year A	4.57	4.54	4.57	4.58	4.90	3	0	(0)	(33)	(28)			
5-Year AAA	3.64	3.64	3.65	3.69	3.90	(0)	(2)	(5)	(26)	(29)			
5-Year AA	3.80	3.81	3.82	3.85	4.03	(0)	(2)	(5)	(23)	(30)			
5-Year A	4.72	4.67	4.71	4.72	5.15	4	0	0	(44)	(37)			
10-Year AAA	3.79	3.79	3.80	3.84	4.06	(0)	(1)	(6)	(27)	(28)			
10-Year AA	3.95	3.96	3.96	4.01	4.23	(0)	(1)	(5)	(28)	(29)			
10-Year A	5.09	5.03	5.08	5.08	5.65	6	1	1	(56)	(47)			

Sources: Bloomberg, AmBank Economics

Note: All values are end-period

AmBank Economics	
Firdaos Rosli	firdaos.rosli@ambankgroup.com
Nik Ahmad Mukharriz Nik Muhammad	nik-ahmad-mukharriz.n@ambankgroup.com
Lee Si Xin	lee.si-xin@ambankgroup.com
Raja Adibah Raja Hasnan	raja-adibah.r@ambankgroup.com
Aman Nazmi Abd Karim	aman-nazmi.abd-karim@ambankgroup.com
Michael Yim	yim.soon-kah@ambankgroup.com
Group Treasury & Markets	
Corporate Client Group (CCG)	+603-2059 8700/8600
Institutional Client Group (ICG)	+603-2059 8690
Azli Bin Abdul Jamil	azli-abd-jamil@ambankgroup.com
Jacqueline E. Rodrigues	jacqueline-r@ambankgroup.com
Ho Su Farn	ho-su-farn@ambankgroup.com
Melisa Lim Giok Ling	melisa-lim@ambankgroup.com
Roger Yee Chan Chung	roger-yee@ambankgroup.com
Nadia Binti Hazmi	nadia.hazmi@ambankgroup.com

DISCLOSURE AND DISCLAIMER

This report is prepared for information purposes only, and it is issued by AmBank (M) Berhad ("AmBank") without regard to your individual financial circumstances and objectives. Nothing in this report shall constitute an offer to sell, warranty, representation, recommendation, legal, accounting or tax advice, solicitation, or expression of views to influence anyone to buy or sell any real estate, securities, stocks, foreign exchange, futures, investment, or other products. AmBank recommends that you evaluate a particular investment or strategy based on your individual circumstances and objectives and/or seek financial, legal, or other advice on the appropriateness of the particular investment or strategy.

The information in this report was obtained or derived from sources that AmBank believes are reliable and correct at the time of issue. While all reasonable care has been taken to ensure that the stated facts are accurate and views are fair and reasonable, AmBank has not independently verified the information and does not warrant or represent that they are accurate, adequate, complete, or up-to-date, and they should not be relied upon as such. All information included in this report constitute AmBank's views as of this date and are subject to change without notice. Notwithstanding that, AmBank has no obligation to update its opinion or information in this report. Facts and views presented in this report may not reflect the views of or information known to other business units of AmBank's affiliates and/or related corporations (collectively, "AmBank Group").

This report is prepared for the clients of AmBank Group, and it cannot be altered, copied, reproduced, distributed or republished for any purpose without AmBank's prior written consent. AmBank, AmBank Group and its respective directors, officers, employees, and agents ("Relevant Person") accept no liability whatsoever for any direct, indirect, or consequential losses, loss of profits and/or damages arising from the use or reliance of this report and/or further communications given about this report. Any such responsibility is hereby expressly disclaimed.

AmBank is not acting as your advisor and does not owe you any fiduciary duties related to this report. The Relevant Person may provide services to any company and affiliates of such companies in or related to the securities or products and may trade or otherwise effect transactions for their own account or the accounts of their customers, which may give rise to real or potential conflicts of interest.

This report is not directed to or intended for distribution or publication outside Malaysia. If you are outside Malaysia, you should have regard to the laws of the jurisdiction in which you are located.

If any provision of this disclosure and disclaimer is held invalid in whole or part, such provision will be deemed not to form part of this disclosure and disclaimer. The validity and enforceability of the remainder of this disclosure and disclaimer will not be affected.