

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries fell for a fourth consecutive session on Thursday, amidst elevated energy prices and as investors fretted over the mounting costs of a long drawn-out war on US government finances. Overall benchmark UST yields closed the day higher by between 2 to 5bps in the worst 4-day run for USTs since last summer. **The benchmark 2-year UST note yield was 3bps higher for the day at 3.58% while the 10-year UST bond yield also advanced by 4bps to 4.14%.** The day ahead brings the release of the February employment report, which is expected to show a moderate pace of job growth versus the month before, as well as the retail sales report for January.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.58	3
5-yr UST	3.73	5
10-yr UST	4.14	4
30-yr UST	4.75	2

MGS		GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)
3-yr	3.09	1	3.12	1
5-yr	3.34	1	3.29	0
7-yr	3.42	-1	3.36	1
10-yr	3.54	0	3.53	0
15-yr	3.79	2	3.83	2
20-yr	3.93	0	3.94	-1
30-yr	4.03	12	4.03	0

* Market indicative levels

MGS/GII

- Local govies were softer in trading on Thursday, amidst BNM leaving rates unchanged for a fourth straight MPC and continuing to sound neutral in the accompanying statement, and the announcement of the re-opening of the benchmark 15Y GII. Secondary market volume for the day fell by 42% to RM4.43bn versus the RM7.58bn that traded on Wednesday. Overall benchmark yields were mixed by between -1 to +2bps (prior: -2 to +3bps), except for the 30Y MGS which was correcting from previous off-market trades. **The benchmark 5Y MGS 6/31 yield was 1bp higher for the day at 3.34% while the yield on the benchmark 10Y MGS 7/35 advanced was little changed at 3.54%.** Trading interest for the day was led by the off-the-run GII 3/26, while decent interest was also seen in the benchmark 3Y GII and 7Y GII, as well as in the off-the-run MGS 7/26 and GII 9/26. The share of GII trading rose to 58% of overall trading versus the 56% seen the day before.

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.27	0
3-yr	3.36	2
5-yr	3.43	1
7-yr	3.53	1
10-yr	3.69	1

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-323	-101
MTD Change	-796	-1,703

Figures in RM 'mil (as of 27 Feb 2026)

Upcoming Government Bond Tender

Re-opening of RM3.5bn of the benchmark 15Y GII 7/40 on Monday, 09 Mar (with an additional RM1.5bn to be privately placed)

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Thursday in a busier session, with secondary market volume for the day surging by 174% to RM1,711m versus the RM624m that changed hands on Wednesday. Activity was led by the AAA-rated segment of the market. In the GG universe, trading was led by MRL 7/36 and DANA 7/39, which closed at 3.68% (unchanged versus last print) and 3.81% (-5bps) respectively. In the AAA space, trading was led by CIMBI 3/34 and CIMBI 7/35, which settled at 3.71% (-4bps) and 3.77% (-4bps) respectively. Over in the AA-rated arena, activity was led by STSSB 8/31 and STSSB 4/32, which closed the day at 3.59% (unchanged) and 3.78% (+1bp) respectively.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	04/26	3.022	5	2.865	03/03/2026	16
MGS	07/26	2.904	341	2.885	03/04/2026	2
MGS	11/26	2.903	194	2.886	03/04/2026	2
MGS	03/27	2.994	1	2.989	03/04/2026	1
MGS	05/27	2.981	239	3.001	03/04/2026	-2
MGS	04/28	3.091	81	3.080	03/04/2026	1
MGS	06/28	3.097	253	3.136	03/04/2026	-4
MGS	04/29	3.176	9	3.173	03/04/2026	0
MGS	08/29	3.205	51	3.205	03/04/2026	0
MGS	05/30	3.304	30	3.297	03/04/2026	1
MGS	04/31	3.343	125	3.361	03/04/2026	-2
MGS	06/31	3.339	230	3.332	03/04/2026	1
MGS	07/32	3.419	12	3.432	03/04/2026	-1
MGS	11/33	3.516	4	3.525	03/04/2026	-1
MGS	07/34	3.533	99	3.527	03/04/2026	1
MGS	07/35	3.539	42	3.541	03/04/2026	0
MGS	06/38	3.759	18	3.748	03/04/2026	1
MGS	04/39	3.785	23	3.776	03/04/2026	1
MGS	05/40	3.813	2	3.827	03/04/2026	-1
MGS	01/41	3.788	14	3.768	03/02/2026	2
MGS	09/43	3.890	2	3.895	03/04/2026	0
MGS	05/44	3.933	1	3.932	03/04/2026	0
MGS	06/50	3.901	8	4.000	03/04/2026	-10
MGS	03/53	4.009	1	4.029	03/04/2026	-2
MGS	07/55	4.034	83	3.917	03/04/2026	12
GII	03/26	2.963	602	2.935	03/04/2026	3
GII	09/26	2.908	328	2.901	03/04/2026	1
GII	09/27	3.005	14	3.027	03/04/2026	-2
GII	07/28	3.123	371	3.114	03/04/2026	1
GII	07/29	3.196	70	3.211	03/04/2026	-1
GII	09/30	3.308	20	3.304	03/04/2026	0
GII	10/30	3.299	40	3.288	03/04/2026	1
GII	10/31	3.360	550	3.353	03/04/2026	1
GII	10/32	3.438	21	3.442	03/04/2026	0
GII	08/33	3.509	90	3.526	03/04/2026	-2
GII	11/34	3.522	75	3.512	03/04/2026	1
GII	04/35	3.529	96	3.529	03/04/2026	0
GII	07/36	3.581	20	3.586	03/04/2026	0
GII	09/39	3.805	141	3.787	03/04/2026	2
GII	07/40	3.831	90	3.816	03/04/2026	2
GII	08/43	3.916	1	3.909	03/04/2026	1
GII	05/45	3.943	10	3.950	03/04/2026	-1
GII	11/49	3.995	20	4.000	03/04/2026	0
GII	03/54	4.032	1	4.040	03/04/2026	-1
			4426			

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*
PR1MA Corporation Malaysia	09/26	GG	3.084	20	3.075	8/8/2025	1	19
DanaInfra Nasional Berhad	07/27	GG	3.187	60	3.167	6/2/2026	2	30
Lembaga Pembiayaan Perumahan Sektor Awam	08/29	GG	3.380	10	3.341	23/1/2026	4	27
DanaInfra Nasional Berhad	01/30	GG	3.372	20	3.360	4/3/2026	1	12
Lembaga Pembiayaan Perumahan Sektor Awam	08/32	GG	3.517	20	3.515	27/2/2026	0	12
DanaInfra Nasional Berhad	10/32	GG	3.509	30	3.611	5/12/2025	-10	6
DanaInfra Nasional Berhad	04/33	GG	3.548	50	3.549	3/3/2026	0	10
DanaInfra Nasional Berhad	02/36	GG	3.658	40	3.659	24/2/2026	0	12
DanaInfra Nasional Berhad	05/36	GG	3.658	25	3.711	21/11/2025	-5	12
DanaInfra Nasional Berhad	05/36	GG	3.659	25	3.649	13/1/2026	1	12
Malaysia Rail Link Sdn Berhad	07/36	GG	3.678	100	3.679	24/2/2026	0	14
Perbadanan Tabung Pendidikan Tinggi Nasional	01/38	GG	3.760	10	3.780	26/1/2026	-2	22
Prasarana Malaysia Berhad	01/38	GG	3.777	20	3.769	13/2/2026	1	23
Lembaga Pembiayaan Perumahan Sektor Awam	04/39	GG	3.799	20	3.784	3/3/2026	2	0
DanaInfra Nasional Berhad	07/39	GG	3.809	100	3.858	19/11/2025	-5	2
DanaInfra Nasional Berhad	01/46	GG	4.020	3	n/a	n/a	402	8
Small Medium Enterprise Development Bank Malay	07/26	AAA	3.315	10	3.397	5/1/2026	-8	42
Projek Lebuhraya Usahasama Berhad	01/28	AAA	3.510	20	3.476	15/1/2026	3	54
Danga Capital Berhad	01/28	AAA	3.429	10	3.507	13/1/2026	-8	46
Sarawak Energy Berhad	07/30	AAA	3.560	15	3.548	27/2/2026	1	31
CIMB Islamic Bank Berhad	03/31	AAA	3.589	9	3.619	22/12/2025	-3	25
Sarawak Energy Berhad	12/32	AAA	3.671	15	3.692	6/2/2026	-2	22
Projek Lebuhraya Usahasama Berhad	01/33	AAA	3.713	5	3.708	26/1/2026	0	26
CIMB Islamic Bank Berhad	03/34	AAA	3.705	345	3.744	9/1/2026	-4	21
Projek Lebuhraya Usahasama Berhad	01/35	AAA	3.772	5	3.744	10/2/2026	3	25
Suria KLCC Sdn Berhad	06/35	AAA	3.821	40	3.799	22/1/2026	2	30
CIMB Islamic Bank Berhad	07/35	AAA	3.770	260	3.807	10/2/2026	-4	25
Pengurusan Air SPV Berhad	02/37	AAA	3.849	20	3.859	2/3/2026	-1	31
TNB Power Generation Sdn Berhad	03/43	AAA	4.045	10	4.039	4/3/2026	1	25
Press Metal Aluminium Holdings Berhad	03/35	AA1	3.779	10	3.778	26/1/2026	0	26
United Overseas Bank (Malaysia) Berhad	07/37	AA1	3.803	10	3.798	23/2/2026	0	26
Sime Darby Property Berhad	08/30	AA+	3.540	10	3.608	26/11/2025	-7	29
Sime Darby Property Berhad	12/30	AA+	3.560	10	3.598	19/2/2026	-4	22
Pulau Indah Power Plant Sdn Berhad	11/31	AA+	3.739	10	3.778	26/2/2026	-4	34
Dialog Group Berhad	01/32	AA2	3.696	20	3.698	18/11/2025	0	30
Axis REIT Sukuk Two Berhad	08/35	AA2	3.823	25	3.808	3/3/2026	2	30
CIMB Group Holdings Berhad	09/36	AA2	3.776	20	3.960	13/1/2026	-18	23
Bank Islam Malaysia Berhad	07/32	AA3	3.743	40	3.748	3/3/2026	-1	34
AEON Credit Service (M) Berhad	09/32	AA3	3.800	10	3.818	10/2/2026	-2	35
DRB-Hicom Berhad	12/26	AA-	3.431	5	3.418	4/3/2026	1	54
MMC Port Holdings Sdn Berhad	04/27	AA-	3.562	10	3.570	27/1/2026	-1	67
Zetrix AI Berhad (fka MY E.G. Services Berhad)	01/28	AA-	5.351	1	5.352	3/3/2026	0	238
SIBS Sdn Berhad	03/30	AA-	5.040	1	5.179	3/3/2026	-14	179
Sunway Treasury Sukuk Sdn Berhad	08/31	AA-	3.772	60	3.775	4/3/2026	0	43
Sunway Treasury Sukuk Sdn Berhad	04/32	AA-	3.798	50	3.795	19/1/2026	0	40
Sunway Treasury Sukuk Sdn Berhad	04/32	AA-	3.799	80	3.791	19/1/2026	1	40
Alliance Bank Malaysia Berhad	10/35	A1	3.748	20	3.758	5/1/2026	-1	21
HCK Cap Access Berhad	11/28	A	6.188	1	6.188	4/3/2026	0	308
MCIS Insurance Berhad	12/31	A3	3.415	1	5.101	4/3/2026	-169	2
Tropicana Corporation Berhad	09/19	A-	12.730	1	12.707	21/1/2026	2	879
				1711				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
TNB Kuala Muda Solar Sdn Bhd	Proposed ASEAN Green Sustainable and Responsible Investment (SRI) Sukuk Wakalah of up to RM1.05bn	AA+/Stable	Assigned preliminary rating

Source: RAM, MARC

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