



Fixed Income & FX Research

17 September 2025

Macro: US retail sales remained solid in August, cementing market expectations of dovish Fed decision today. Malaysia urged goods and public transport vehicles to register for SKPS and apply for fleet card, ahead of potential RON95 subsidy rationalisation at end-September.

Forex: DXY fell well below 97.0, while safe-haven currencies rallied amid risk-off sentiment. USD/MYR seen at 4.1850 this morning – tracking earlier Asian FX gains.

Fixed Income: UST yields remain near five-month lows, ahead of Fed decision today. Front-end MGS tracked the global rally, while tail-end was weighed by tepid 30Y GII auction.

Macro

Global: US retail sales rose a solid 0.6% m/m in August (consensus: 0.2%; July: 0.6%), driven by gains across 9 out of 13 categories. Core retail sales (excluding volatile categories such as food services, auto dealers, building materials stores and gasoline) also beat expectations with a 0.5% m/m increase (consensus: 0.4%), suggesting US GDP growth in 3Q2025 will likely remain at a healthy clip. Meanwhile, China has unveiled more measures to boost services consumption and spur growth, after earlier reporting a slowdown in retail sales and industrial production for August.

Malaysia: The Government has called on goods and public land transport companies to register for the Subsidised Petrol Control System (SKPS) starting this week (15 September), and to subsequently apply for a fleet card from three designated petrol companies. Minister Datuk Armizan Mohd Ali indicated that though about 100,000 vehicles from these categories are eligible for subsidies, only 335 vehicles have registered on Monday itself.

Forex

Global: DXY fell 0.7%, ahead of tonight's Fed FOMC decision. Swap and futures pricing has baked in a 25bps rate cut, while also pricing in a 75% chance of two more rate cuts during the Oct and Dec FOMC meetings. Hence, a hawkish or even neutral-leaning policy statement and/or Fed median dot plot projections is expected to lead to a rebound in dollar strength. G10 majors staged gains of 0.2-1.1% against the USD, with safe-haven currencies CHF (+1.1%) and EUR (+0.9%) leading gains, given the prevailing risk-off sentiment. Commodity-linked currencies AUD (+0.2%), NZD (+0.3%), and CAD (+0.3%) underperformed the pack.

Asia: The MYR closed 0.4% up on Friday, while was seen strengthening another 0.5% this morning to 4.1850 – tracking broad-based Asian FX gains over Monday and Tuesday. However, trading activity is expected to be subdued today, given Fed risks ahead and amid the current holiday season.

Fixed Income

Global Bonds: UST yields remain near five-month lows as players seem set for a Fed rate cut this week. Expectations were supported after recent weak US jobs numbers. Though overnight saw robust US retail sales numbers, bond yields remained pressed lower and US industrial production showed a 0.1% m/m rise in August vs. 0.4% contraction the previous month. JGB yields rose only slightly, ahead of BOJ meeting this week and expectations is for Japan policymakers to hold rates for now.

MYR Bonds: Last Friday before the long weekend, sentiment was largely cautious ahead of the FOMC meeting this week. While front-end gains were supported by expectations of a Fed rate cut, the long end was negatively affected after the 30Y GII reopening auction garnered <2x BTC. As for corporate bonds, though overall sentiment was cautious, we noted trading interest along various high-grade GGs and AA names. There were readjustments along AA1 Press Metal tranches with 03/35 traded 19 bps lower to close at 3.69%.

Commodities

Gold (+0.3%) surged to a fresh record high of USD3,690/oz, after briefly testing the USD3,700/oz level during overnight trading. Recent gains were stimulated by rising conviction of Fed rate cut bets (reducing holding costs) and rising geopolitical and fiscal risks globally, with sustained ETF inflows and central bank demand seen.

FX Daily Rates

Vs. USD	Last Close	Per cent
DXY	96.63	(0.7)
EUR/USD	1.187	0.9
AUD/USD	0.669	0.2
GBP/USD	1.365	0.4
USD/JPY	146.48	(0.6)
USD/MYR	4.203	0.0
USD/IDR	16,440	0.2
USD/THB	31.68	(0.7)
USD/SGD	1.276	(0.3)
USD/CNY	7.114	(0.1)

Ringgit Outlook for The Week

	1	2
Resistance	4.257	4.304
Support	4.185	4.160

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	3.50	(3)
UST 10Y	4.03	(1)
Germany 10Y	2.69	0
UK 10Y	4.64	1
Japan 10Y	1.60	1
Australia 10Y	4.22	(5)
China 10Y	1.79	(1)

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.05	0
5-Year	3.13	0
7-Year	3.34	0
10-Year	3.41	0
15-Year	3.60	0
20-Year	3.75	0
30-Year	3.87	0

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.15	0
IRS 3-Year	3.08	0
IRS 5-Year	3.16	0
IRS 7-Year	3.23	0
IRS 10-Year	3.35	0
3M KLIBOR	3.22	0

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bl)	68.47	1.5
WTI (USD/bl)	64.52	1.9
Gold (USD/oz)	3,690	0.3
CPO (RM/tonne)	4,383	0.0

Policy Rates

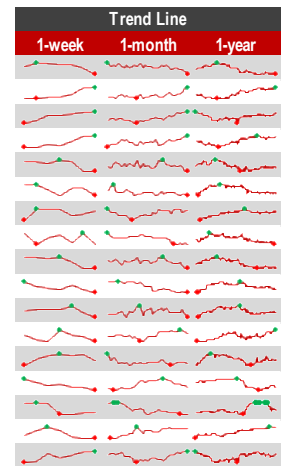
Central Banks	Current	Next
US Fed Funds	4.50	17-Sep
ECB Deposit Rate	2.00	30-Oct
BOE Base Rate	4.00	18-Sep
RBA Cash Rate	3.60	30-Sep
BOJ Cash Rate	0.50	19-Sep
RBNZ Cash Rate	3.00	08-Oct
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	06-Nov

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
	16-Sep-25	15-Sep-25	9-Sep-25	17-Aug-25	16-Sep-24
DXY Dollar Index	96.63	97.30	97.79	97.85	100.76
EUR/USD	1.187	1.176	1.171	1.170	1.113
AUD/USD	0.669	0.667	0.659	0.651	0.675
GBP/USD	1.365	1.360	1.353	1.355	1.322
USD/JPY	146.48	147.4	147.41	147.19	140.62
USD/MYR	4.203	4.203	4.205	4.213	4.301
USD/IDR	16,440	16,410	16,475	16,160	15,400
USD/THB	31.68	31.89	31.67	32.43	33.23
USD/SGD	1.276	1.281	1.283	1.283	1.295
USD/CNY	7.114	7.119	7.124	7.185	7.097
USD/KRW	1,380	1,386	1,388	1,390	1,334
USD/INR	88.06	88.22	88.11	87.57	83.89
USD/PHP	56.93	57.19	56.99	57.08	55.88
USD/TWD	30.08	30.21	30.37	30.00	31.90
USD/HKD	7.781	7.780	7.789	7.824	7.793
USD/VND	26,382	26,384	26,385	26,272	24,543
NZD/USD	0.599	0.597	0.593	0.592	0.620

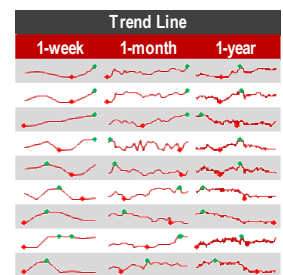
Percentage Change				
1-day	1-week	1-month	1-year	YTD
(0.7)	(1.2)	(1.2)	(4.1)	(10.9)
0.9	1.4	1.4	6.6	14.6
0.2	1.5	2.7	(1.0)	8.0
0.4	0.9	0.7	3.3	9.0
(0.6)	(0.6)	(0.5)	4.2	(6.8)
0.0	(0.0)	(0.2)	(2.3)	(6.0)
0.2	(0.2)	1.7	6.8	2.1
(0.7)	0.0	(2.3)	(4.7)	(7.1)
(0.3)	(0.5)	(0.5)	(1.5)	(6.6)
(0.1)	(0.1)	(1.0)	0.2	(2.5)
(0.5)	(0.6)	(0.8)	3.4	(6.3)
(0.2)	(0.1)	0.6	5.0	2.9
(0.5)	(0.1)	(0.3)	1.9	(1.6)
(0.4)	(0.9)	0.3	(5.7)	(8.3)
0.0	(0.1)	(0.6)	(0.2)	0.2
(0.0)	(0.0)	0.4	7.5	3.5
0.3	1.0	1.1	(3.5)	7.0



Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year
	16-Sep-25	15-Sep-25	9-Sep-25	17-Aug-25	16-Sep-24
EUR/MYR	4.965	4.937	4.949	4.923	4.774
GBP/MYR	5.734	5.712	5.714	5.712	5.659
AUD/MYR	2.802	2.797	2.783	2.741	2.898
JPY/MYR	2.870	2.851	2.853	2.862	3.059
SGD/MYR	3.290	3.279	3.285	3.285	3.320
10 CNY/MYR	5.906	5.902	5.903	5.867	6.060
1 million IDR/MYR	2.557	2.560	2.552	2.605	2.792
THB/MYR	13.259	13.259	13.280	12.991	12.888
10 HKD/MYR	5.401	5.403	5.400	5.384	5.517

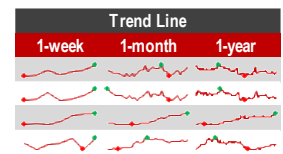
Percentage Change				
1-day	1-week	1-month	1-year	YTD
0.6	0.3	0.9	4.0	6.6
0.4	0.3	0.4	1.3	2.1
0.2	0.7	2.2	(3.3)	0.8
0.6	0.6	0.3	(6.2)	0.8
0.3	0.1	0.1	(0.9)	0.1
0.1	0.1	0.7	(2.5)	(3.6)
(0.1)	0.2	(1.8)	(8.4)	(7.8)
0.0	(0.2)	2.1	2.9	1.8
(0.0)	0.0	0.3	(2.1)	(6.2)



Commodities

	Latest	1-day	1 week	1-Month	1-Year
	16-Sep-25	15-Sep-25	9-Sep-25	17-Aug-25	16-Sep-24
Brent (USD/barrel)	68.47	67.44	66.39	65.85	72.75
WTI (USD/barrel)	64.52	63.3	62.63	62.8	70.09
Gold (USD/oz)	3,690	3,679	3,627	3,336	2,582
Malaysia CPO (RM/tonne)	4,383	4,383	4,388	4,338	3,930

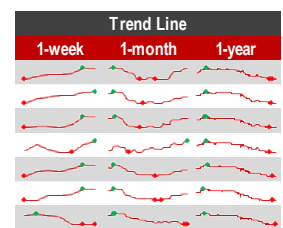
Percentage Change				
1-day	1-week	1-month	1-year	YTD
1.5	3.1	4.0	(5.9)	(8.3)
1.9	3.0	2.7	(7.9)	(10.0)
0.3	1.7	10.6	42.9	40.6
0.0	(0.1)	1.0	11.5	(9.8)



Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year
	16-Sep-25	15-Sep-25	9-Sep-25	17-Aug-25	16-Sep-24
3-Year	3.05	3.05	3.04	2.96	3.32
5-Year	3.13	3.13	3.12	3.04	3.48
7-Year	3.34	3.34	3.33	3.26	3.68
10-Year	3.41	3.41	3.39	3.37	3.72
15-Year	3.60	3.60	3.61	3.58	3.87
20-Year	3.75	3.75	3.74	3.73	4.03
30-Year	3.87	3.87	3.87	3.89	4.17

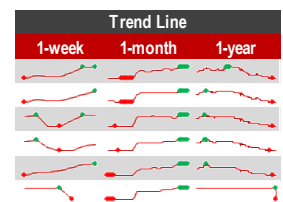
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	1	9	(27)	(43)
0	0	8	(35)	(50)
0	1	8	(34)	(43)
0	2	5	(31)	(40)
0	(1)	2	(26)	(37)
0	1	2	(28)	(31)
0	0	(2)	(30)	(31)



Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year
	16-Sep-25	15-Sep-25	9-Sep-25	17-Aug-25	16-Sep-24
3-Year	3.07	3.07	3.06	3.02	3.32
5-Year	3.16	3.16	3.14	3.13	3.51
7-Year	3.28	3.28	3.27	3.24	3.69
10-Year	3.43	3.43	3.42	3.38	3.77
15-Year	3.62	3.62	3.61	3.59	3.92
20-Year	3.77	3.77	3.76	3.73	4.07

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
0	2	5	(25)	(35)
0	1	2	(35)	(47)
0	1	4	(41)	(46)
0	1	4	(34)	(40)
0	1	4	(30)	(35)
0	1	4	(30)	(31)



Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	16-Sep-25	15-Sep-25	9-Sep-25	17-Aug-25	16-Sep-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
S&P500 Index	6,607	6,615	6,513	6,450	5,633	(0.1)	1.4	2.4	17.3	72.1			
Dow Jones	45,758	45,883	45,711	44,946	41,622	(0.3)	0.1	1.8	9.9	38.0			
Nasdaq	22,334	22,349	21,879	21,623	17,592	(0.1)	2.1	3.3	27.0	113.4			
London FTSE	9,196	9,277	9,243	9,139	8,278	(0.9)	(0.5)	0.6	11.1	23.4			
German DAX	23,329	23,749	23,718	24,359	18,633	(1.8)	(1.6)	(4.2)	25.2	67.6			
Nikkei 225	44,902	44,768	43,459	43,378	36,582	0.3	3.3	3.5	22.7	72.1			
Japan TOPIX	3,168	3,160	3,122	3,108	2,571	0.2	1.5	2.0	23.2	67.5			
FBM KLCI	1,600	1,600	1,587	1,576	1,652	0.0	0.8	1.5	(3.1)	7.0			

Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	16-Sep-25	15-Sep-25	9-Sep-25	17-Aug-25	16-Sep-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
UST 2Y	3.50	3.54	3.56	3.75	3.55	(3)	(6)	(25)	(5)	(74)			
UST 10Y	4.03	4.04	4.09	4.32	3.62	(1)	(6)	(29)	41	(54)			
Germany 2Y	2.00	2.02	1.94	1.97	2.18	(2)	6	3	(18)	(8)			
Germany 10Y	2.69	2.69	2.66	2.79	2.12	0	3	(9)	57	33			
UK 2Y	3.96	3.95	3.91	3.93	3.79	1	5	3	18	(43)			
UK 10Y	4.64	4.63	4.62	4.70	3.76	1	2	(6)	88	7			
Japan 2Y	0.88	0.87	0.84	0.83	0.39	1	4	5	49	27			
Japan 10Y	1.60	1.59	1.57	1.57	0.85	1	3	3	75	50			
Australia 2Y	3.37	3.40	3.37	3.30	3.53	(4)	(0)	7	(17)	(49)			
Australia 10Y	4.22	4.27	4.26	4.23	3.81	(5)	(5)	(1)	41	(14)			
China 2Y	1.43	1.45	1.42	1.41	1.37	(1)	1	2	6	34			
China 10Y	1.79	1.80	1.80	1.75	2.07	(1)	(1)	4	(29)	11			
Indonesia 2Y	5.20	5.21	5.47	5.61	6.57	(2)	(28)	(42)	(137)	(184)			
Indonesia 10Y	6.34	6.34	6.44	6.39	6.58	0	(10)	(6)	(24)	(66)			
Thailand 2Y	1.16	1.15	1.08	1.15	2.15	1	8	1	(100)	(84)			
Thailand 10Y	1.51	1.26	1.22	1.35	2.53	24	28	16	(103)	(75)			

Key swap rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	16-Sep-25	15-Sep-25	9-Sep-25	17-Aug-25	16-Sep-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
IRS 1-Year	3.15	3.15	3.13	3.07	3.41	0	2	8	(26)	(42)			
IRS 3-Year	3.08	3.08	3.06	2.98	3.30	0	2	10	(22)	(42)			
IRS 5-Year	3.16	3.16	3.14	3.06	3.34	0	2	11	(18)	(38)			
IRS 7-Year	3.23	3.23	3.21	3.12	3.43	0	2	11	(20)	(41)			
IRS 10-Year	3.35	3.35	3.35	3.25	3.54	0	0	11	(19)	(38)			
IRS 20-Year	3.60	3.60	3.58	3.56	3.68	0	2	4	(7)	(35)			

Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	16-Sep-25	15-Sep-25	9-Sep-25	17-Aug-25	16-Sep-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
1-Month Klibor	3.00	3.00	3.00	3.00	3.28	0	0	0	(28)	(29)			
3-Month Klibor	3.22	3.22	3.21	3.21	3.53	0	1	1	(31)	(51)			
6-Month Klibor	3.26	3.26	3.26	3.26	3.61	0	0	0	(35)	(51)			

Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	16-Sep-25	15-Sep-25	9-Sep-25	17-Aug-25	16-Sep-24	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year AAA	3.51	3.51	3.52	3.53	3.75	0	(1)	(2)	(24)	(32)			
3-Year AA	3.67	3.67	3.69	3.70	3.89	0	(1)	(2)	(22)	(34)			
3-Year A	4.53	4.53	4.51	4.52	4.87	0	2	2	(33)	(32)			
5-Year AAA	3.59	3.59	3.60	3.62	3.84	0	(1)	(2)	(24)	(33)			
5-Year AA	3.76	3.76	3.77	3.78	3.98	0	(1)	(3)	(23)	(34)			
5-Year A	4.69	4.69	4.65	4.65	5.11	0	4	4	(42)	(40)			
10-Year AAA	3.74	3.74	3.76	3.77	3.99	0	(1)	(3)	(25)	(32)			
10-Year AA	3.91	3.91	3.93	3.93	4.17	0	(2)	(3)	(26)	(33)			
10-Year A	5.06	5.06	5.00	5.01	5.62	0	6	6	(56)	(50)			

Sources: Bloomberg, AmBank Economics

Note: All values are end-period

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