AmBank Group

AmBank Economics

Daily Market Snapshot

Fixed Income & FX Research

03 September 2026

Macro: Another rate hike. The RBNZ delivered a second consecutive interest rate hike, and its new forecasts imply another rate hike to 3.00% although a fast track to that level may not be rushed. In the US, ADP jobs report showed a 38k increase in payrolls in August, down from 46k prior and 47k expected. BOJ member Takata signalled possibility of an outsized rate hike.

Forex: USD slid overnight as jobs market is still showing sign of weakness as we wait this week's NFP release and this month's FOMC meeting.

Fixed Income: Net selling in the MYR bond market continued although there was some buying on dips. There was caution ahead of MPC meeting and players readying for the 10Y GII auction.

Macro

Global: Another rate hike. The RBNZ delivered a second consecutive interest rate hike, and its new forecasts imply another rate hike to 3.00% although a fast track to that level may not be rushed. The central bank executed the hike in the face of elevated inflation prospects. The NZ hike lifted its stock market by 1% yesterday. Australia reported 2Q2026 GDP at 0.4% q/q (consensus: 0.3%; previous: 0.3%) and 2.1% y/y (consensus: 1.8%; previous: 2.5%). Aussie GDP beating estimates raises RBA prospects for rate hikes with firm economic activity feared to feed into inflation expectations. Its bonds slid and AUD was supported near 0.713. In the US, ADP jobs report showed a 38k increase in payrolls in August, down from 46k prior and 47k expected. Hence, USD slid overnight as jobs market is still showing sign of weakness as we wait this week's NFP and this month's FOMC meeting. The Fed's Beige Book indicates US economic activity had increased modestly since July and that inflation was moderate. This week, NY Fed's Williams suggested openness to a rate hike while suggesting the current bond yield rise is due to economic strength and not due to market dysfunction.
Malaysia: Petronas group President/CEO Tengku Muhammad Taufik says the national oil company will sustain Malaysia's oil and gas output at 2 million barrels of oil equivalent through 2028. He said Petronas will find new ways to work with partners so as to maintain production.

Forex

Global: JPY (+0.9%) strengthened and moved away from prior day's jaunt to the 160 level. BOJ member and hawk Takata signalled possibility of an outsized rate hike, as he said the environment has changed to suit his view. DXY (-0.1%) slid overnight after the softer ADP jobs report even as safe haven demand for the greenback was still around as war risks have recently mounted. GBP (-0.2%%)) fell amid the global risk aversion while the market received PM Burnham speech to the House of Commons that the government will maintain fiscal discipline and reduce debt.
Asia: Risk-off mode permeated as Asian currencies remained under pressure after the escalation in the Middle East conflict and continued high oil prices and global bond yield surge. PBOC fixing was at 6.7929 or Reuters indicating was 591 pips weaker than estimate as China exerts a weaker CNY (+0.1%). MYR (-0.2%) weakened to close at 4.047.

Fixed Income

Global Bonds: Global yields consolidated after their recent climb to multi year highs even as geopolitical war risks had mounted. Soft ADP jobs data also held yield back overnight.
MYR Bonds: Net selling in the government bond and PDS market continued yesterday as sentiment was negatively affected by the global bond slump. There was caution ahead of MPC meeting and players readying for upcoming 10Y GII (GII 07/36) auction. However, some buying on dips at lofty yield levels occurred. In the PDS space, various AAA and AA names emerged. Notable trades include long dated GG Danainfra 02/44 which firmed up at 4.38%, down 1 bps. AirAsia said a planned USD1.0 billion international debt market offer, and MYR700 million local offer would be to restructure or refinance existing borrowings, rather than to finance gaps in operational requirements.

Commodities

Consolidation in bond yields, **oil** (Brent up 1% after the near 5% rise the day before) as well as the USD, after their recent surge, caused a rise in **gold** (+1.2%) overnight.

FX Daily Rates

Vs. USD	Last Close	Per cent
DXY	99.60	(0.1)
EUR/USD	1.159	(0.0)
AUD/USD	0.717	0.3
GBP/USD	1.349	(0.2)
USD/JPY	158.71	(0.9)
USD/MYR	4.047	0.2
USD/IDR	17,760	0.2
USD/THB	33.32	0.2
USD/SGD	1.271	(0.2)
USD/CNY	6.718	(0.1)

Ringgit Outlook for The Week

	1	2
Resistance	4.085	4.128
Support	4.012	3.982

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	4.37	(3)
UST 10Y	4.78	(2)
Germany 10Y	3.38	3
UK 10Y	5.23	1
Japan 10Y	3.03	2
Australia 10Y	5.23	5
China 10Y	1.69	1

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.38	0
5-Year	3.64	1
7-Year	3.86	3
10-Year	3.93	2
15-Year	4.07	2
20-Year	4.22	1
30-Year	4.29	1

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.62	2
IRS 3-Year	3.69	0
IRS 5-Year	3.74	0
IRS 7-Year	3.80	(1)
IRS 10-Year	3.92	(1)
3M KLIBOR	3.47	0

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bl)	95.63	1.0
WTI (USD/bl)	91.01	0.9
Gold (USD/oz)	4,382	1.2
CPO (RM/tonne)	4,648	(0.0)

Policy Rates (%)

Central Banks	Current	Next
US Fed Funds	3.75	17-Sep
ECB Deposit Rate	2.25	10-Sep
BOE Base Rate	3.75	17-Sep
RBA Cash Rate	4.35	19-Sep
BOJ Cash Rate	1.00	18-Sep
RBNZ Cash Rate	2.75	28-Oct
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	03-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

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	2-Sep-26	1-Sep-26	26-Aug-26	3-Aug-26	2-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	99.60	99.68	99.17	99.90	98.40	(0.1)	0.4	(0.3)	1.2	1.3			
EUR/USD	1.159	1.159	1.165	1.151	1.164	(0.0)	(0.5)	0.7	(0.4)	(1.3)			
AUD/USD	0.717	0.715	0.717	0.700	0.652	0.3	(0.0)	2.4	10.0	7.4			
GBP/USD	1.349	1.352	1.360	1.343	1.339	(0.2)	(0.8)	0.4	0.7	0.1			
USD/JPY	158.71	160.18	159.31	157.18	148.36	(0.9)	(0.4)	1.0	7.0	1.3			
USD/MYR	4.047	4.040	4.027	4.096	4.230	0.2	0.5	(1.2)	(4.3)	(0.3)			
USD/IDR	17,760	17,726	17,712	17,990	16,400	0.2	0.3	(1.3)	8.3	6.4			
USD/THB	33.32	33.27	32.76	33.35	32.39	0.2	1.7	(0.1)	2.9	5.7			
USD/SGD	1.271	1.273	1.272	1.282	1.288	(0.2)	(0.1)	(0.9)	(1.3)	(1.1)			
USD/CNY	6.718	6.722	6.723	6.758	7.139	(0.1)	(0.1)	(0.6)	(5.9)	(3.7)			
USD/KRW	1,359	1,373	1,385	1,432	1,396	(1.0)	(1.9)	(5.1)	(2.7)	(5.6)			
USD/INR	94.98	94.95	95.42	95.34	88.16	0.0	(0.5)	(0.4)	7.7	5.7			
USD/PHP	62.57	62.40	61.63	60.94	57.53	0.3	1.5	2.7	8.8	6.4			
USD/TWD	31.75	31.65	31.82	32.47	30.67	0.3	(0.2)	(2.2)	3.5	1.1			
USD/HKD	7.842	7.841	7.839	7.842	7.807	0.0	0.0	(0.0)	0.4	0.8			
USD/VND	26,073	26,074	26,099	26,282	26,341	(0.0)	(0.1)	(0.8)	(1.0)	(0.9)			
NZD/USD	0.585	0.589	0.594	0.587	0.587	(0.7)	(1.5)	(0.3)	(0.3)	1.6			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	2-Sep-26	1-Sep-26	26-Aug-26	3-Aug-26	2-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.681	4.683	4.697	4.719	4.924	(0.0)	(0.3)	(0.8)	(4.9)	(1.7)			
GBP/MYR	5.457	5.469	5.487	5.509	5.668	(0.2)	(0.5)	(0.9)	(3.7)	0.0			
AUD/MYR	2.883	2.885	2.892	2.869	2.754	(0.1)	(0.3)	0.5	4.7	6.2			
JPY/MYR	2.549	2.522	2.527	2.606	2.852	1.1	0.9	(2.2)	(10.6)	(1.6)			
SGD/MYR	3.176	3.172	3.170	3.193	3.284	0.1	0.2	(0.5)	(3.3)	0.6			
10 CNY/MYR	6.018	6.008	5.990	6.064	5.926	0.2	0.5	(0.8)	1.5	3.6			
1 million IDR/MYR	2.277	2.276	2.272	2.276	2.578	0.0	0.2	0.0	(11.7)	(6.5)			
THB/MYR	12.149	12.148	12.291	12.281	13.058	0.0	(1.2)	(1.1)	(7.0)	(5.3)			
10 HKD/MYR	5.159	5.152	5.137	5.222	5.420	0.1	0.4	(1.2)	(4.8)	(1.1)			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	2-Sep-26	1-Sep-26	26-Aug-26	3-Aug-26	2-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	95.63	94.65	87.84	83.77	69.14	1.0	8.9	14.2	38.3	57.2			
WTI (USD/barrel)	91.01	90.22	82.23	80.34	65.59	0.9	10.7	13.3	38.8	58.5			
Gold (USD/oz)	4,382	4,329	4,591	4,054	3,533	1.2	(4.6)	8.1	24.0	1.4			
Malaysia CPO (RM/tonne)	4,648	4,649	4,630	4,488	4,383	(0.0)	0.4	3.6	6.0	16.3			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	2-Sep-26	1-Sep-26	26-Aug-26	3-Aug-26	2-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.38	3.38	3.34	3.31	3.01	0	4	7	37	38			
5-Year	3.64	3.63	3.58	3.52	3.09	1	6	12	54	38			
7-Year	3.86	3.82	3.75	3.65	3.31	3	11	20	55	48			
10-Year	3.93	3.90	3.82	3.71	3.40	2	10	21	53	42			
15-Year	4.07	4.05	4.02	3.96	3.59	2	5	11	48	31			
20-Year	4.22	4.21	4.19	3.99	3.74	1	3	23	48	37			
30-Year	4.29	4.28	4.25	4.12	3.88	1	4	17	41	31			

Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	2-Sep-26	1-Sep-26	26-Aug-26	3-Aug-26	2-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.40	3.40	3.37	3.36	3.04	0	3	4	36	30			
5-Year	3.63	3.63	3.57	3.50	3.13	0	5	12	50	37			
7-Year	3.83	3.83	3.74	3.64	3.25	0	9	20	58	49			
10-Year	3.90	3.90	3.81	3.71	3.42	0	9	19	47	37			
15-Year	4.06	4.06	4.02	3.96	3.59	0	4	11	47	31			
20-Year	4.18	4.18	4.15	4.00	3.74	0	3	19	44	32			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	2-Sep-26	1-Sep-26	26-Aug-26	3-Aug-26	2-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
S&P500 Index	7,667	7,631	7,676	7,601	6,416	0.5	(0.1)	0.9	19.5	99.7			
Dow Jones	53,062	52,767	53,464	53,178	45,296	0.6	(0.8)	(0.2)	17.1	60.1			
Nasdaq	26,218	26,100	26,130	25,914	21,280	0.5	0.3	1.2	23.2	150.5			
London FTSE	10,756	10,789	10,878	10,858	9,117	(0.3)	(1.1)	(0.9)	18.0	44.3			
German DAX	25,839	25,970	26,286	26,001	23,487	(0.5)	(1.7)	(0.6)	10.0	85.6			
Nikkei 225	64,326	66,215	66,262	63,755	42,310	(2.9)	(2.9)	0.9	52.0	146.5			
Japan TOPIX	4,082	4,182	4,111	3,960	3,082	(2.4)	(0.7)	3.1	32.4	115.8			
FBM KLCI	1,709	1,701	1,749	1,726	1,577	0.5	(2.3)	(1.0)	8.4	14.3			

Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	2-Sep-26	1-Sep-26	26-Aug-26	3-Aug-26	2-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
UST 2Y	4.37	4.40	4.21	4.24	3.64	(3)	16	13	73	90			
UST 10Y	4.78	4.80	4.65	4.68	4.26	(2)	13	10	52	61			
Germany 2Y	3.00	2.96	2.84	2.78	1.97	4	16	22	102	88			
Germany 10Y	3.38	3.34	3.23	3.15	2.79	3	14	22	59	52			
UK 2Y	4.62	4.61	4.35	4.31	3.98	1	26	31	63	88			
UK 10Y	5.23	5.22	5.03	4.95	4.80	1	20	28	43	75			
Japan 2Y	1.87	1.79	1.70	1.57	0.87	7	17	30	99	69			
Japan 10Y	3.03	3.01	2.90	2.84	1.62	2	12	19	141	96			
Australia 2Y	4.84	4.74	4.63	4.53	3.38	9	21	31	146	78			
Australia 10Y	5.23	5.18	5.03	4.93	4.36	5	20	30	87	49			
China 2Y	1.25	1.25	1.26	1.27	1.41	0	(1)	(2)	(16)	(13)			
China 10Y	1.69	1.68	1.70	1.71	1.77	1	(0)	(2)	(8)	(16)			
Indonesia 2Y	6.83	6.72	6.66	7.04	5.35	11	17	(21)	148	183			
Indonesia 10Y	7.05	7.06	7.05	7.33	6.37	(1)	(0)	(28)	68	98			
Thailand 2Y	1.17	1.16	1.12	1.12	1.11	2	5	5	6	5			
Thailand 10Y	2.22	2.17	2.09	2.05	1.26	5	12	16	96	58			

Key swap rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	2-Sep-26	1-Sep-26	26-Aug-26	3-Aug-26	2-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
IRS 1-Year	3.62	3.61	3.55	3.53	3.11	2	7	10	51	42			
IRS 3-Year	3.69	3.68	3.61	3.59	3.04	0	8	10	65	42			
IRS 5-Year	3.74	3.74	3.66	3.64	3.11	0	8	10	63	39			
IRS 7-Year	3.80	3.81	3.74	3.70	3.19	(1)	6	10	61	39			
IRS 10-Year	3.92	3.93	3.85	3.81	3.30	(1)	6	11	61	36			
IRS 20-Year	4.09	4.10	4.10	3.97	3.56	(1)	(1)	12	54	21			

Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	2-Sep-26	1-Sep-26	26-Aug-26	3-Aug-26	2-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
1-Month Klibor	3.01	3.01	3.01	3.01	3.00	0	0	0	1	1			
3-Month Klibor	3.47	3.47	3.46	3.46	3.21	0	1	1	26	19			
6-Month Klibor	3.50	3.50	3.50	3.49	3.26	0	0	1	24	20			

Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	2-Sep-26	1-Sep-26	26-Aug-26	3-Aug-26	2-Sep-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year AAA	3.65	3.65	3.63	3.61	3.52	0	3	4	13	15			
3-Year AA	3.79	3.79	3.76	3.74	3.68	0	4	5	11	13			
3-Year A	4.42	4.42	4.42	4.40	4.51	0	(0)	2	(10)	(13)			
5-Year AAA	3.77	3.76	3.72	3.70	3.60	0	5	7	16	18			
5-Year AA	3.90	3.89	3.85	3.83	3.77	1	5	7	13	15			
5-Year A	4.58	4.58	4.57	4.55	4.65	0	1	3	(7)	(12)			
10-Year AAA	3.98	3.97	3.91	3.88	3.76	1	7	10	22	21			
10-Year AA	4.10	4.09	4.03	4.01	3.92	1	7	9	18	18			
10-Year A	4.98	4.98	4.96	4.94	5.01	0	2	4	(3)	(13)			

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

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