AmBank Group | AmBank Economics

Daily Market Snapshot

Fixed Income & FX Research

16 July 2026

Macro: US producer inflation affirms earlier soft CPI data. China's growth slowed below forecasts in 2Q2026. Malaysia to study need for national petroleum reserve stock.

Forex: DXY fell another 0.4%, while GBP (+1.1%) outperforms on expected conservative FM pick. PBOC signals to keep yuan steady after year-to-date stellar run.

Fixed Income: UST rally continued amid supportive PPI data. MGS tracked earlier UST rally, though gains were limited by cautious market sentiment.

Macro

Global: The June US PPI showed lower numbers against expectations. The m/m pace was -0.3% (consensus: 0.0%; May: 0.6%) while core PPI at +0.2% m/m was lower than consensus of +0.4% (previous: 0.1%). Declines were broadly driven by deflation/disinflation for goods prices, while services inflation was relatively tame. On Fed commentaries, New York Fed President Williams said inflation may have reached a high already; Governor Cook said she is prepared to act if inflation doesn't slow; while Chairman Warsh told lawmakers on Wednesday that the Fed has not met its price policy mandate. In China, growth has slowed to 4.3% y/y in 2Q2026 (consensus: 4.5%; 1Q2026: 5.0%) – below the 4.5-5.0% official forecasts, as consumption remains soft while investments also softened. This comes ahead of a Politburo meeting in end-July, with the data potentially leading to an acceleration in spending and disbursement in infrastructure projects.

Malaysia: The MOF stated the federal government's statutory debt levels stood at 61.9% as of end-1Q2026 – below the 65% statutory limit. PM Anwar Ibrahim also said the government will study the need and strategies of keeping a national petroleum reserve stock.

Forex

Global: USD weaknesses continue as the DXY slipped another 0.4%, catalysed by another soft US inflation report. Most majors closed 0.4% firmer against the USD, including the CHF, AUD, and EUR; while JPY gains remain limited by investors' bearish posturing. Meanwhile, the GBP (+1.1%) saw sharp gains to its strongest level vs. the EUR in a year, amid reports that Shabana Mahmood is now the lead candidate to head the UK Treasury – an appointee viewed as more fiscally conservative than the earlier anticipated Ed Milliband.

Malaysia: USD/MYR closed the session flat, with an opening dip due to earlier US inflation-driven dollar weaknesses subsequently erased in the afternoon session. Nevertheless, MYR is expected to open firmer again today, given another overnight weaker closing for the greenback. Meanwhile, PBOC Deputy Governor Zou Lan said with USD/CNY hovering around 6.80, factors exist that could catalyse either a firmer or weaker yuan, suggesting authorities' preference to now keep the yuan steady, after earlier engineering a sharp appreciation year-to-date.

Fixed Income

Global Bonds: Another day of sharp strength for UST was seen, this time on the back of the US PPI release. Gilts rallied alongside, supported by news that the next Treasury head could be a more conservative appointee than previously expected. German bund yields remain near May highs amid risk-rotations and a rise in oil prices.

MYR Bonds: Previous day's gain in the UST market post US CPI report aided sentiment in the local government bond trading. However, continued geopolitical risks and post Johor state election capped gains while our traders noted tight onshore liquidity played a part to limit market sentiment. Meanwhile, PDS closed mixed again. Trading was again led by higher grade papers especially GGs. The primary market was pretty active, especially finance names including short dated securities such as 12M Cagamas (MYOR+65 bps). Separately in the Dewan Rakyat, a motion to transfer the remaining MYR14.5 billion in proceeds from GII issuances (issued in 5M2026) from various accounts into the Development Fund has been approved.

Commodities

FX Daily Rates

Vs. USD	Last Close	Per cent
DXY	100.49	(0.4)
EUR/USD	1.146	0.4
AUD/USD	0.700	0.4
GBP/USD	1.354	1.1
USD/JPY	162.19	(0.0)
USD/MYR	4.080	0.0
USD/IDR	18,067	(0.1)
USD/THB	33.61	0.3
USD/SGD	1.289	(0.2)
USD/CNY	6.769	(0.1)

Ringgit Outlook for The Week

	1	2
Resistance	4.137	4.201
Support	4.019	3.966

Major Sovereign Yields (%)

Sov. Yield	Last Close	bps
UST 2Y	4.13	(6)
UST 10Y	4.55	(4)
Germany 10Y	3.12	1
UK 10Y	4.94	(4)
Japan 10Y	2.70	(2)
Australia 10Y	4.90	(1)
China 10Y	1.74	0

MGS Bond Yields (%)

MGS	Last	bps
3-Year	3.26	(1)
5-Year	3.39	(1)
7-Year	3.54	(0)
10-Year	3.63	(0)
15-Year	3.83	(0)
20-Year	3.94	(0)
30-Year	4.08	(0)

MYR Swap Rates (%)

Swap / Rates	Last Close	bps
IRS 1-Year	3.50	2
IRS 3-Year	3.53	2
IRS 5-Year	3.57	1
IRS 7-Year	3.65	2
IRS 10-Year	3.75	2
3M KLIBOR	3.45	0

Key Commodities

Commodities	Last Close	Per cent
Brent (USD/bl)	84.95	0.3
WTI (USD/bl)	79.60	0.3
Gold (USD/oz)	4,061	0.2
CPO (RM/tonne)	4,520	0.1

Policy Rates

Central Banks	Current	Next
US Fed Funds	3.75	30-Jul
ECB Deposit Rate	2.25	23-Jul
BOE Base Rate	3.75	30-Jul
RBA Cash Rate	4.35	11-Aug
BOJ Cash Rate	1.00	31-Jul
RBNZ Cash Rate	2.50	02-Sep
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.

Oil prices closed relatively unchanged, as markets continue to assess the rising frequency of US strikes on Iran. This is despite Iran releasing a US citizen in a 'gesture of Goodwill'.

Currencies

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	15-Jul-26	14-Jul-26	8-Jul-26	15-Jun-26	15-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	100.49	100.92	100.99	99.63	98.62	(0.4)	(0.5)	0.9	1.9	2.2			
EUR/USD	1.146	1.142	1.142	1.159	1.160	0.4	0.4	(1.1)	(1.2)	(2.4)			
AUD/USD	0.700	0.698	0.693	0.707	0.651	0.4	1.1	(1.0)	7.5	5.0			
GBP/USD	1.354	1.339	1.339	1.341	1.338	1.1	1.1	0.9	1.2	0.5			
USD/JPY	162.19	162.25	162.59	160.34	148.88	(0.0)	(0.2)	1.2	8.9	3.5			
USD/MYR	4.080	4.078	4.077	4.051	4.242	0.0	0.1	0.7	(3.8)	0.5			
USD/IDR	18,067	18,092	17,999	17,703	16,260	(0.1)	0.4	2.1	11.1	8.3			
USD/THB	33.61	33.52	33.48	32.57	32.41	0.3	0.4	3.2	3.7	6.7			
USD/SGD	1.289	1.291	1.294	1.283	1.285	(0.2)	(0.4)	0.5	0.3	0.3			
USD/CNY	6.769	6.774	6.806	6.759	7.185	(0.1)	(0.6)	0.1	(5.8)	(3.0)			
USD/KRW	1,491	1,490	1,505	1,515	1,388	0.1	(0.9)	(1.6)	7.4	3.5			
USD/INR	96.26	96.20	95.56	94.72	85.82	0.1	0.7	1.6	12.2	7.1			
USD/PHP	61.68	61.72	61.51	60.49	56.72	(0.1)	0.3	2.0	8.8	4.9			
USD/TWD	32.21	32.19	32.04	31.55	29.28	0.1	0.5	2.1	10.0	2.5			
USD/HKD	7.839	7.838	7.839	7.835	7.850	0.0	(0.0)	0.1	(0.1)	0.7			
USD/VND	26,256	26,261	26,295	26,290	26,135	(0.0)	(0.1)	(0.1)	0.5	(0.2)			
NZD/USD	0.585	0.582	0.570	0.582	0.595	0.6	2.6	0.5	(1.6)	1.6			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	15-Jul-26	14-Jul-26	8-Jul-26	15-Jun-26	15-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.656	4.649	4.650	4.701	4.957	0.1	0.1	(1.0)	(6.1)	(2.3)			
GBP/MYR	5.463	5.456	5.440	5.439	5.707	0.1	0.4	0.4	(4.3)	0.1			
AUD/MYR	2.850	2.835	2.820	2.864	2.785	0.5	1.0	(0.5)	2.3	5.0			
JPY/MYR	2.514	2.513	2.508	2.526	2.849	0.1	0.3	(0.5)	(11.8)	(3.0)			
SGD/MYR	3.157	3.155	3.151	3.160	3.312	0.0	0.2	(0.1)	(4.7)	(0.0)			
10 CNY/MYR	6.019	6.022	5.997	5.994	5.906	(0.1)	0.4	0.4	1.9	3.6			
1 million IDR/MYR	2.257	2.255	2.263	2.287	2.608	0.1	(0.3)	(1.3)	(13.5)	(7.3)			
THB/MYR	12.130	12.160	12.179	12.450	13.087	(0.2)	(0.4)	(2.6)	(7.3)	(5.5)			
10 HKD/MYR	5.203	5.203	5.202	5.171	5.403	0.0	0.0	0.6	(3.7)	(0.2)			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	15-Jul-26	14-Jul-26	8-Jul-26	15-Jun-26	15-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	84.95	84.73	78.02	83.17	68.71	0.3	8.9	2.1	23.6	39.6			
WTI (USD/barrel)	79.6	79.34	73.52	80.75	66.52	0.3	8.3	(1.4)	19.7	38.6			
Gold (USD/oz)	4,061	4,053	4,077	4,312	3,325	0.2	(0.4)	(5.8)	22.1	(6.0)			
Malaysia CPO (RM/tonne)	4,520	4,515	4,503	4,406	4,109	0.1	0.4	2.6	10.0	13.1			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	15-Jul-26	14-Jul-26	8-Jul-26	15-Jun-26	15-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.26	3.26	3.25	3.23	3.08	(1)	0	2	17	26			
5-Year	3.39	3.40	3.39	3.42	3.17	(1)	(1)	(3)	22	13			
7-Year	3.54	3.54	3.54	3.54	3.37	(0)	0	(0)	17	16			
10-Year	3.63	3.63	3.62	3.58	3.44	(0)	0	5	19	12			
15-Year	3.83	3.84	3.83	3.83	3.67	(0)	0	(0)	17	7			
20-Year	3.94	3.94	3.95	3.96	3.75	(0)	(1)	(2)	19	9			
30-Year	4.08	4.08	4.08	4.08	3.92	(0)	(0)	0	16	10			

Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	15-Jul-26	14-Jul-26	8-Jul-26	15-Jun-26	15-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.28	3.28	3.26	3.23	3.13	(0)	2	5	15	18			
5-Year	3.39	3.39	3.38	3.36	3.22	(0)	1	2	17	13			
7-Year	3.55	3.54	3.55	3.54	3.37	0	0	0	18	20			
10-Year	3.63	3.63	3.62	3.60	3.48	(0)	0	3	14	10			
15-Year	3.90	3.89	3.89	3.88	3.68	0	0	1	22	14			
20-Year	3.97	3.97	3.97	3.97	3.75	0	(0)	0	23	11			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	15-Jul-26	14-Jul-26	8-Jul-26	15-Jun-26	15-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
S&P500 Index	7,572	7,544	7,483	7,554	6,244	0.4	1.2	0.2	21.3	97.2			
Dow Jones	52,659	52,508	52,348	51,671	44,023	0.3	0.6	1.9	19.6	58.9			
Nasdaq	26,269	26,107	25,871	26,684	20,678	0.6	1.5	(1.6)	27.0	151.0			
London FTSE	10,516	10,529	10,489	10,431	8,938	(0.1)	0.3	0.8	17.6	41.1			
German DAX	25,000	25,147	24,897	24,894	24,060	(0.6)	0.4	0.4	3.9	79.5			
Nikkei 225	68,752	67,744	66,819	69,318	39,678	1.5	2.9	(0.8)	73.3	163.5			
Japan TOPIX	4,088	4,039	4,006	4,000	2,825	1.2	2.0	2.2	44.7	116.1			
FBM KLCI	1,714	1,720	1,684	1,691	1,525	(0.4)	1.8	1.3	12.3	14.6			

Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	15-Jul-26	14-Jul-26	8-Jul-26	15-Jun-26	15-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
UST 2Y	4.13	4.19	4.22	4.07	3.94	(6)	(8)	7	19	66			
UST 10Y	4.55	4.59	4.58	4.47	4.48	(4)	(3)	7	7	38			
Germany 2Y	2.75	2.76	2.71	2.57	1.89	(1)	4	18	86	63			
Germany 10Y	3.12	3.11	3.09	2.95	2.71	1	3	17	41	27			
UK 2Y	4.32	4.35	4.33	4.17	3.84	(3)	(2)	14	48	58			
UK 10Y	4.94	4.98	4.97	4.81	4.63	(4)	(4)	13	31	46			
Japan 2Y	1.44	1.44	1.44	1.40	0.78	(0)	0	3	65	26			
Japan 10Y	2.70	2.72	2.87	2.58	1.58	(2)	(18)	11	111	63			
Australia 2Y	4.51	4.52	4.50	4.48	3.44	(1)	1	2	107	45			
Australia 10Y	4.90	4.91	4.88	4.81	4.38	(1)	2	9	52	16			
China 2Y	1.28	1.25	1.24	1.29	1.39	3	4	(1)	(12)	(10)			
China 10Y	1.74	1.73	1.73	1.74	1.66	0	0	(1)	8	(12)			
Indonesia 2Y	7.19	7.26	7.29	7.07	5.93	(8)	(11)	12	125	219			
Indonesia 10Y	7.24	7.26	7.29	7.42	6.57	(2)	(5)	(18)	67	117			
Thailand 2Y	1.11	1.12	1.10	1.13	1.36	(1)	1	(2)	(25)	(1)			
Thailand 10Y	2.01	2.03	1.97	2.07	1.52	(2)	4	(6)	49	37			

Key swap rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	15-Jul-26	14-Jul-26	8-Jul-26	15-Jun-26	15-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
IRS 1-Year	3.50	3.48	3.47	3.39	3.16	2	3	11	34	29			
IRS 3-Year	3.53	3.51	3.50	3.43	3.13	2	3	11	40	27			
IRS 5-Year	3.57	3.56	3.55	3.48	3.21	1	1	8	36	22			
IRS 7-Year	3.65	3.63	3.62	3.56	3.29	2	2	9	36	24			
IRS 10-Year	3.75	3.73	3.73	3.70	3.41	2	2	6	34	20			
IRS 20-Year	4.07	4.06	4.06	4.02	3.70	2	1	5	37	19			

Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	15-Jul-26	14-Jul-26	8-Jul-26	15-Jun-26	15-Jul-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	3.00	3.01	0	0	1	0	1			
3-Month Klibor	3.45	3.45	3.45	3.36	3.23	0	0	9	22	17			
6-Month Klibor	3.48	3.48	3.48	3.39	3.30	0	0	9	18	18			

Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	15-Jul-26	14-Jul-26	8-Jul-26	15-Jun-26	15-Jul-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year AAA	3.58	3.59	3.58	3.57	3.57	(0)	0	1	1	7			
3-Year AA	3.72	3.72	3.71	3.71	3.73	0	1	1	(1)	6			
3-Year A	4.44	4.47	4.46	4.45	4.55	(2)	(1)	(1)	(11)	(10)			
5-Year AAA	3.67	3.67	3.66	3.66	3.65	(1)	0	1	2	8			
5-Year AA	3.80	3.80	3.80	3.80	3.82	0	1	1	(1)	5			
5-Year A	4.61	4.65	4.62	4.62	4.68	(3)	(0)	(1)	(6)	(9)			
10-Year AAA	3.84	3.85	3.84	3.83	3.80	(1)	(0)	1	4	7			
10-Year AA	3.98	3.98	3.97	3.97	3.96	1	2	1	2	6			
10-Year A	5.01	5.06	5.02	5.02	5.03	(5)	(0)	(1)	(2)	(10)			

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

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