

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were mixed in trading on Friday, after a mixed employment report which saw the number of jobs added for December fall short of expectations, but the unemployment rate fell and hourly earnings were higher than anticipated, leading to a paring back of Fed rate cut expectations. Overall benchmark UST yields closed the day mixed by between -2 to +4bps, with the yield curve flattening. **The benchmark 2-year UST note yield was 4bps higher for the day at 3.53% while the 10-year UST bond yield was little changed at 4.17%.** The coming day sees little in the way of economic data, but there will be speeches from the Fed's Bostic and Barkin to look out for, with CPI set to be released on Tuesday.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.53	4
5-yr UST	3.75	2
10-yr UST	4.17	0
30-yr UST	4.81	-2

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.00	<div><div></div></div>	2	3.09	<div><div></div></div> 1
5-yr	3.26	<div><div></div></div>	1	3.27	<div><div></div></div> 2
7-yr	3.42	<div><div></div></div>	3	3.34	<div><div></div></div> 1
10-yr	3.51	<div><div></div></div>	0	3.51	<div><div></div></div> 0
15-yr	3.76	<div><div></div></div>	1	3.71	<div><div></div></div> 0
20-yr	3.85	<div><div></div></div>	1	3.85	<div><div></div></div> 0
30-yr	3.87	<div><div></div></div>	-11	4.00	<div><div></div></div> 2

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.22	1
3-yr	3.30	1
5-yr	3.41	3
7-yr	3.48	2
10-yr	3.62	2

Source: Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	-378	-200
MTD Change	-692	-200

Figures in RM 'mil (as of 05 Jan 2026)

Upcoming Government Bond Tender

Nil

MGS/GII

- Local govies were softer in trading on Friday, even as industrial production figures for November came in south of expectations. Secondary market volume declined by 19% to RM5.30bn versus the RM6.50bn that changed hands on Thursday. Overall benchmark yields were higher by between 0 to 3bps (prior: -2 to +1bp). **The benchmark 5Y MGS 5/30 yield was 1bp higher for the day at 3.26% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.51%.** Trading interest for the day was led by the off-the-run MGS 11/26, while decent interest was also seen in the off-the-run GII 3/26, MGS 7/26, GII 9/26 and MGS 4/31. The share of GII trading receded to 45% of overall trading versus the 66% seen the previous session. The day ahead should see the announcement of the new issuance of the 15Y MGS, where we expect RM5bn to be put up for sale.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Friday in a slightly lighter session, with secondary market volume for the day falling by 8% to RM1,109m versus the RM1,203m that traded on Thursday. Trading was again led by the GG segment of the market, where the activity was led by PASB 2/26 and PTPTN 3/35, which closed the day at 3.01% (-1bp versus last print) and 3.61% (-5bps) respectively. In the AAA-space, trading was led by SEB 7/33 and TNBPG 3/43, which settled at 3.70% (-1bp) and 3.97% (+3bps) respectively. Over in the AA-rated territory, activity was led by PIPP 11/39 and PIPP 5/40, which closed the day at 4.21% (-10bps) and 4.25% (-3bps) respectively, while in the A-rated universe, trading was led by BIMB 11/31, which settled at 3.58% (-115bps).

Daily Trades: Government Bond

Securities		Closing YTM	Vol (RM mil)	Previous YTM	Previous Trade Date (dd/mm/yyyy)	Chg (bp)
MGS	07/26	2.832	358	2.822	01/08/2026	1
MGS	09/26	2.871	30	2.877	01/07/2026	-1
MGS	11/26	2.876	616	2.868	01/08/2026	1
MGS	03/27	2.899	3	2.900	01/06/2026	0
MGS	05/27	2.876	55	2.893	01/07/2026	-2
MGS	04/28	3.003	8	2.987	01/08/2026	2
MGS	06/28	3.050	36	3.025	01/08/2026	2
MGS	04/29	3.135	55	3.132	01/08/2026	0
MGS	04/30	3.254	100	3.238	01/08/2026	2
MGS	05/30	3.256	2	3.248	01/08/2026	1
MGS	04/31	3.336	450	3.334	01/08/2026	0
MGS	06/31	3.324	85	3.317	01/07/2026	1
MGS	07/32	3.418	314	3.392	01/08/2026	3
MGS	04/33	3.458	167	3.452	01/08/2026	1
MGS	11/33	3.492	260	3.479	01/08/2026	1
MGS	07/34	3.525	107	3.512	01/08/2026	1
MGS	05/35	3.512	1	3.506	01/07/2026	1
MGS	07/35	3.507	60	3.508	01/08/2026	0
MGS	04/37	3.662	11	3.657	01/08/2026	0
MGS	06/38	3.717	20	3.698	01/08/2026	2
MGS	04/39	3.755	50	3.747	01/08/2026	1
MGS	05/40	3.779	64	3.779	01/08/2026	0
MGS	10/42	3.840	2	3.832	01/08/2026	1
MGS	05/44	3.847	12	3.836	01/08/2026	1
MGS	06/50	3.975	36	3.965	01/08/2026	1
MGS	03/53	3.988	23	3.980	01/08/2026	1
MGS	07/55	3.871	2	3.977	01/08/2026	-11
GII	03/26	2.816	405	2.804	01/08/2026	1
GII	09/26	2.851	480	2.853	01/08/2026	0
GII	06/27	3.145	1	3.006	11/12/2025	14
GII	09/27	2.998	60	3.000	01/08/2026	0
GII	07/28	3.093	140	3.085	01/08/2026	1
GII	07/29	3.157	51	3.155	01/08/2026	0
GII	08/30	3.271	240	3.251	01/08/2026	2
GII	10/31	3.340	250	3.329	01/08/2026	1
GII	10/32	3.421	280	3.413	01/08/2026	1
GII	06/33	3.467	9	3.470	01/08/2026	0
GII	08/33	3.483	41	3.453	01/06/2026	3
GII	11/34	3.498	130	3.496	01/08/2026	0
GII	07/36	3.564	2	3.562	01/08/2026	0
GII	08/37	3.654	3	3.645	01/08/2026	1
GII	03/38	3.698	9	3.684	01/08/2026	1
GII	08/43	3.825	5	3.817	01/08/2026	1
GII	05/52	4.001	65	3.996	01/07/2026	1
GII	03/54	3.998	202	3.980	01/08/2026	2
			5295			

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*
Pengurusan Air SPV Berhad	02/26	GG	3.006	60	3.011	11/11/2025	-1	15
Prasarana Malaysia Berhad	03/35	GG	3.614	40	3.629	6/1/2026	-2	12
Perbadanan Tabung Pendidikan Tinggi Nasional	03/35	GG	3.608	110	3.658	5/1/2026	-5	12
DanaInfra Nasional Berhad	10/35	GG	3.627	40	3.671	6/11/2025	-4	11
DanaInfra Nasional Berhad	11/35	GG	3.628	40	3.659	5/1/2026	-3	11
Perbadanan Tabung Pendidikan Tinggi Nasional	03/36	GG	3.659	10	3.670	7/1/2026	-1	14
DanaInfra Nasional Berhad	10/36	GG	3.689	15	3.684	8/1/2026	0	17
DanaInfra Nasional Berhad	10/36	GG	3.689	10	3.683	8/1/2026	1	17
Projek Lebuhraya Usahasama Berhad	12/38	GG	3.829	50	3.848	31/12/2025	-2	8
Tenaga Nasional Berhad	06/29	AAA	3.522	20	3.526	8/1/2026	0	52
Cagamas Berhad	03/30	AAA	3.476	40	3.503	10/10/2025	-3	32
Cagamas Berhad	05/31	AAA	3.539	10	3.569	28/10/2025	-3	29
Pengerang LNG (Two) Sdn Berhad	10/31	AAA	3.647	10	3.589	8/8/2025	6	32
Trusmadi Capital Sdn Berhad	03/32	AAA	4.189	5	n/a	n/a	419	86
PNB Merdeka Ventures Sdn Berhad	11/32	AAA	3.711	30	3.722	7/1/2026	-1	31
Sarawak Energy Berhad	07/33	AAA	3.703	90	3.713	8/1/2026	-1	30
CIMB Islamic Bank Berhad	03/34	AAA	3.744	40	3.789	30/12/2025	-4	29
Cagamas Berhad	06/34	AAA	3.678	20	3.652	24/7/2025	3	22
Suria KLCC Sdn Berhad	06/35	AAA	3.769	25	3.789	8/12/2025	-2	28
Tenaga Nasional Berhad	11/36	AAA	3.804	20	3.809	7/1/2026	-1	29
TNB Power Generation Sdn Berhad	03/43	AAA	3.969	50	3.939	5/1/2026	3	22
RHB Bank Berhad	05/26	AA1	3.439	50	3.468	23/10/2025	-3	58
GENM Capital Berhad	03/27	AA1	3.960	10	3.967	16/12/2025	-1	110
Genting Capital Berhad	06/27	AA1	3.990	10	3.985	8/1/2026	1	113
Pulau Indah Power Plant Sdn Berhad	11/34	AA+	3.977	10	4.020	7/1/2026	-4	48
Pulau Indah Power Plant Sdn Berhad	11/39	AA+	4.211	90	4.309	5/1/2026	-10	46
Pulau Indah Power Plant Sdn Berhad	05/40	AA+	4.251	50	4.278	7/1/2026	-3	50
Pulau Indah Power Plant Sdn Berhad	11/40	AA+	4.281	10	4.490	25/11/2025	-21	53
AmBank Islamic Berhad	09/27	AA2	3.538	10	3.555	16/12/2025	-2	61
RHB Bank Berhad	04/31	AA2	3.561	15	3.556	23/12/2025	0	31
AEON Credit Service (M) Berhad	02/28	AA3	3.669	20	3.648	16/12/2025	2	75
AEON Credit Service (M) Berhad	08/29	AA3	3.724	20	3.727	7/1/2026	0	57
AEON Credit Service (M) Berhad	05/32	AA3	3.770	20	3.838	9/12/2025	-7	44
AEON Credit Service (M) Berhad	09/32	AA3	3.780	20	3.788	8/1/2026	-1	38
OCK Group Berhad	11/28	AA-	4.643	1	4.335	24/9/2025	31	164
Konsortium Lebuhraya Utara-Timur (KL) Sdn Berh.	12/31	AA-	4.193	5	4.451	21/2/2025	-26	86
Penang Port Sdn Berhad	12/31	AA-	3.839	10	3.838	16/12/2025	0	51
Bank Islam Malaysia Berhad	11/31	A1	3.579	10	4.733	19/8/2025	-115	25
Yinson Holdings Berhad	12/30	A+	4.500	1	4.487	30/12/2025	1	125
Tan Chong Motor Holdings Berhad	09/29	A	5.745	1	5.717	22/5/2025	3	259
Alliance Bank Malaysia Berhad	11/17	A3	3.856	1	4.174	22/12/2025	-32	0
Yinson Holdings Berhad	11/22	A-	5.401	1	5.384	7/1/2026	2	155
Hunza Properties (Penang) Sdn Berhad	08/29	NR(LT)	5.238	6	n/a	n/a	524	208
Maxis Broadband Sdn Berhad	08/32	NR(LT)	4.213	5	4.213	25/9/2025	0	81
				1109				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
UDA Holdings Berhad	Islamic Commercial Papers/ Islamic Medium-Term Notes Programmes	AA-/Stable/MARC-1	Affirmed

Source: RAM, MARC

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