

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were firmer in trading on Wednesday, with the exception of the longer end of the maturity spectrum, amidst continued concerns about central bank autonomy and lingering worries about the tariff risks. **The benchmark 2-year UST yield was 4bps lower for the day at 3.64% while the 10-year UST yield declined by 3bps to 4.24%.** The day ahead sees the release of the second reading of 2Q GDP, as well as the pending home sales figures for July and the usual weekly jobless claims. Fed Governor Waller, who was one of the two dissenters during the last decision to hold rates by the FOMC on July 30, is also due to speak about monetary policy during the coming day.

MGS/GII

- Local govies were weaker in trading on Wednesday, as activity picked up slightly from the day before in the absence of any economic data releases for the day. Secondary market volume for the day inched up by 3% to RM7.11bn from the RM6.87bn that traded on Tuesday. Overall benchmark yields were mixed by between -1 to +2bps (prior: 0 to 3bps higher). **The benchmark 5Y MGS 5/30 yield was 1bp lower for the day at 3.05% while the yield on the benchmark 10Y MGS 7/35 advanced by 2bps to 3.39%.** Trading interest for the day was again led by the off-the-run MGS 9/25, while decent interest was also seen in the off-the-run GII 10/25 and MGS 7/26, as well as in the benchmark 3Y GII and 30Y GII. The share of GII trading for the day climbed to 46% of overall govies trading versus the 34% seen the day before. The coming day sees the reopening auction of RM3bn of the benchmark 20Y GII 5/45, with an additional RM2bn to be privately placed.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.64	-4
5-yr UST	3.70	-5
10-yr UST	4.24	-3
30-yr UST	4.92	0

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	2.98	1	3.03	2	
5-yr	3.05	-1	3.14	2	
7-yr	3.28	1	3.24	1	
10-yr	3.39	2	3.42	2	
15-yr	3.57	0	3.59	2	
20-yr	3.73	0	3.73	0	
30-yr	3.84	1	3.91	0	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.10	0
3-yr	3.03	1
5-yr	3.10	1
7-yr	3.17	1
10-yr	3.28	0

Source: Bloomberg

Upcoming Government Bond Tender

Reopening auction of RM3bn of the benchmark 20Y GII 5/45 on Thurs, 28 Aug (with an additional RM2bn to be privately placed)

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Wednesday as activity eased from the year high session on Tuesday, with secondary market volume easing by 34% to RM1,534m versus the RM2,322m that changed hands the day before. Trading for the day was again led by the GG segment of the market, where the interest was led by LPPSA 7/43, which closed the day at 3.76%, little changed versus where it last traded. Also seeing strong demand were PTPTN 1/33 and DANA 4/42, which settled at 3.44% (-29bps versus last print) and 3.74% (-3bps) respectively, as well as LPPSA 2/42, which closed at 3.74% in a secondary market debut for the bond. In the AAA space, trading was led by CAGA 12/27 (UG240399) and CAGA 12/27 (UI220349), with bond bonds settling at 3.33%, 26bps and 3bps lower from where they last swapped hands respectively. In AA-rated territory, activity was led by UMWH 11/25 and STSSB 7/35, which closed at 3.33% (-28bps) and 3.80% (secondary market debut) respectively.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.885	693	2.920	08/26/2025	-4
MGS	07/26	2.754	389	2.746	08/26/2025	1
MGS	09/26	2.773	1	2.760	08/26/2025	1
MGS	11/26	2.843	210	2.841	08/26/2025	0
MGS	05/27	2.914	353	2.889	08/26/2025	3
MGS	11/27	2.972	99	2.947	08/26/2025	2
MGS	04/28	2.983	10	2.971	08/26/2025	1
MGS	06/28	3.016	283	3.011	08/26/2025	0
MGS	08/29	3.066	53	3.081	08/26/2025	-2
MGS	04/30	3.100	150	3.074	08/26/2025	3
MGS	05/30	3.053	191	3.065	08/26/2025	-1
MGS	04/31	3.220	145	3.204	08/26/2025	2
MGS	06/31	3.246	153	3.239	08/26/2025	1
MGS	04/32	3.281	20	3.301	08/26/2025	-2
MGS	07/32	3.284	194	3.276	08/26/2025	1
MGS	04/33	3.345	1	3.343	08/22/2025	0
MGS	11/33	3.361	175	3.361	08/26/2025	0
MGS	07/34	3.392	45	3.380	08/26/2025	1
MGS	07/35	3.391	41	3.374	08/26/2025	2
MGS	04/37	3.530	35	3.540	08/26/2025	-1
MGS	06/38	3.574	2	3.577	08/26/2025	0
MGS	04/39	3.573	130	3.574	08/26/2025	0
MGS	10/42	3.693	45	3.683	08/26/2025	1
MGS	05/44	3.733	174	3.731	08/26/2025	0
MGS	03/46	3.824	1	3.817	08/26/2025	1
MGS	07/48	3.831	58	3.839	08/26/2025	-1
MGS	06/50	3.861	84	3.829	08/26/2025	3
MGS	03/53	3.906	86	3.907	08/26/2025	0
MGS	07/55	3.843	27	3.832	08/26/2025	1
GII	10/25	2.800	495	2.801	08/26/2025	0
GII	03/26	2.815	282	2.862	08/26/2025	-5
GII	09/26	2.820	22	2.848	08/26/2025	-3
GII	07/27	2.996	10	2.929	08/26/2025	7
GII	09/27	2.973	27	2.963	08/26/2025	1
GII	07/28	3.026	360	3.007	08/26/2025	2
GII	10/28	3.043	55	3.043	08/26/2025	0
GII	07/29	3.084	1	3.081	08/26/2025	0
GII	08/30	3.344	114	3.113	08/26/2025	23
GII	09/30	3.131	90	3.109	08/26/2025	2
GII	10/30	3.114	10	3.124	08/26/2025	-1
GII	10/31	3.244	298	3.230	08/26/2025	1
GII	06/33	3.353	40	3.358	08/26/2025	0
GII	08/33	3.365	70	3.359	08/26/2025	1
GII	11/34	3.365	120	3.383	08/26/2025	-2
GII	04/35	3.422	166	3.402	08/25/2025	2
GII	07/36	3.502	130	3.502	08/26/2025	0
GII	09/39	3.603	137	3.599	08/26/2025	0
GII	07/40	3.585	28	3.568	08/26/2025	2
GII	09/41	3.624	2	3.677	08/26/2025	-5
GII	08/43	3.706	80	3.697	08/26/2025	1
GII	11/49	3.900	301	3.898	08/26/2025	0
GII	05/52	3.885	63	3.882	08/26/2025	0
GII	03/54	3.909	363	3.909	08/26/2025	0
			7108			

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*
Lembaga Pembiayaan Perumahan Sektor Awam	09/26	GG	3.024	10	3.125	16/7/2025	-10	18
Perbadanan Tabung Pendidikan Tinggi Nasional	03/27	GG	3.053	20	3.556	8/1/2025	-50	12
DanaInfra Nasional Berhad	02/28	GG	3.164	5	3.224	18/7/2025	-6	23
DanaInfra Nasional Berhad	10/32	GG	3.370	5	3.369	26/8/2025	0	10
Perbadanan Tabung Pendidikan Tinggi Nasional	01/33	GG	3.435	100	3.728	15/4/2025	-29	16
Prasarana Malaysia Berhad	02/35	GG	3.480	15	3.488	14/8/2025	-1	13
DanaInfra Nasional Berhad	09/35	GG	3.480	5	3.636	26/5/2025	-16	10
Perbadanan Tabung Pendidikan Tinggi Nasional	03/36	GG	3.549	20	3.638	16/7/2025	-9	17
DanaInfra Nasional Berhad	06/38	GG	3.636	30	3.624	25/8/2025	1	5
DanaInfra Nasional Berhad	07/39	GG	3.644	20	3.646	22/8/2025	0	6
DanaInfra Nasional Berhad	11/40	GG	3.701	20	3.715	15/8/2025	-1	12
Lembaga Pembiayaan Perumahan Sektor Awam	02/42	GG	3.740	100	n/a	n/a	374	16
DanaInfra Nasional Berhad	04/42	GG	3.737	100	3.768	12/8/2025	-3	15
Lembaga Pembiayaan Perumahan Sektor Awam	07/43	GG	3.763	200	3.764	26/8/2025	0	4
Malaysia Rail Link Sdn Berhad	07/45	GG	3.836	40	3.900	27/5/2025	-6	11
Malaysia Rail Link Sdn Berhad	09/45	GG	3.825	10	n/a	n/a	383	10
Petroleum Sarawak Exploration & Production Sdn E	05/27	AAA	3.356	10	3.535	26/5/2025	-18	43
Cagamas Berhad	07/27	AAA	3.328	20	3.439	17/6/2025	-11	40
Cagamas Berhad	12/27	AAA	3.328	140	3.588	28/4/2025	-26	40
Cagamas Berhad	12/27	AAA	3.327	140	3.353	11/8/2025	-3	40
Pengurusan Air SPV Berhad	02/28	AAA	3.398	20	3.506	29/7/2025	-11	47
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.526	40	3.579	7/8/2025	-5	45
Projek Lebuhraya Usahasama Berhad	01/31	AAA	3.499	20	3.558	20/8/2025	-6	42
TNB Northern Energy Berhad	05/31	AAA	3.579	10	3.629	28/7/2025	-5	38
Amanat Lebuhraya Rakyat Berhad	10/31	AAA	3.579	2	3.575	14/8/2025	0	38
Gas Malaysia Distribution Sdn Berhad	07/32	AAA	3.599	10	n/a	n/a	360	33
Pengurusan Air Selangor Sdn Berhad	09/32	AAA	3.539	20	3.601	16/7/2025	-6	27
Sarawak Energy Berhad	12/32	AAA	3.567	10	3.632	6/8/2025	-6	30
Sarawak Petchem Sdn Berhad	07/33	AAA	3.688	10	3.714	25/8/2025	-3	36
Suria KLCC Sdn Berhad	06/35	AAA	3.618	20	3.641	18/8/2025	-2	24
Paradigm Capital Berhad	12/37	AAA	4.077	6	4.144	29/7/2025	-7	70
Tenaga Nasional Berhad	08/40	AAA	3.993	1	3.728	26/8/2025	27	41
UMW Holdings Berhad	11/25	AA+	3.329	100	3.605	25/2/2025	-28	48
Axis REIT Sukuk Two Berhad	08/35	AA2	3.739	5	3.759	20/8/2025	-2	36
Point Zone (M) Sdn Berhad	03/28	AA	3.494	10	3.657	28/5/2025	-16	52
Northport (Malaysia) Berhad	08/32	AA	3.619	5	3.750	13/8/2025	-13	35
Northport (Malaysia) Berhad	08/35	AA	3.699	5	3.850	13/8/2025	-15	32
Tanjung Bin Energy Sdn Berhad	09/30	AA3	3.870	20	3.898	22/8/2025	-3	79
BGSM Management Sdn Berhad	06/31	AA3	3.648	10	3.685	14/8/2025	-4	45
IJM Treasury Management Sdn Berhad	03/32	AA3	3.597	20	3.597	26/8/2025	0	33
Bank Islam Malaysia Berhad	07/32	AA3	3.696	40	3.668	26/8/2025	3	43
CIMB Thai Bank Public Company Limited	03/33	AA3	4.000	1	4.158	12/8/2025	-16	67
AmBank (M) Berhad	06/33	AA3	3.732	20	3.735	21/8/2025	0	40
Farm Fresh Berhad (fka The Holstein Milk Company)	05/26	AA-	3.514	15	3.655	20/6/2025	-14	67
SIBS Sdn Berhad	08/29	AA-	5.556	2	5.276	20/8/2025	28	249
UDA Holdings Berhad	05/31	AA-	4.198	10	4.318	8/8/2025	-12	100
DRB-Hicom Berhad	07/32	AA-	3.728	5	3.755	26/8/2025	-3	46
Sunway Treasury Sukuk Sdn Berhad	07/35	AA-	3.800	80	n/a	n/a	380	42
DRB-Hicom Berhad	07/35	AA-	3.768	5	n/a	n/a	377	39
CIMB Group Holdings Berhad	05/16	A1	4.262	1	4.144	29/7/2025	12	54
Dialog Group Berhad	11/20	A1	4.904	1	4.359	12/8/2025	55	118
Eco World Perpetual Capital Berhad	08/25	A	4.167	1	4.249	25/8/2025	-8	44
Kenanga Investment Bank Berhad	08/25	NR(LT)	5.738	1	5.740	21/8/2025	0	201
1534								

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
Nil			

Source: RAM, MARC

Hong Leong Bank Berhad

Fixed Income & Economic Research, Global Markets

Level 8, Hong Leong Tower

6, Jalan Damanlela

Bukit Damansara

50490 Kuala Lumpur

Tel: 603-2081 1221

Fax: 603-2081 8936

Email: HLMarkets@hlbb.hongleong.com.my**DISCLAIMER**

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