

Global Markets Research

Fixed Income

Fixed Income Daily Market Snapshot















US Treasuries

- US Treasuries were mixed in trading on Friday before the Labor Day extended weekend, with shorter dated bonds gaining ground on continued Fed rate cut expectations, while longer dated maturities declined. Economic data for the day showed personal income and spending for July and core PCE for the month both coming in line with expectations. **The benchmark 2-year UST yield was 1bp lower for the day at 3.62% while the 10-year UST yield advanced by 3bps to 4.23%,** resulting in a steepening of the UST curve. The day ahead sees the release of the ISM manufacturing index for August, which will give a better picture of how the factory sector is holding up in 3Q thus far.

MGS/GII

- Local govies were mixed in trading in a lighter session before on Friday before the long Merdeka weekend. Secondary market volume for the day declined by 25% to RM5.89bn from the RM7.86bn that traded on Thursday. Overall benchmark yields were mixed by between -2 to +1bp (prior: 0 to 3bps higher). **The benchmark 5Y MGS 5/30 yield was 1bp higher for the day at 3.08% while the yield on the benchmark 10Y MGS 7/35 was little changed at 3.39%.** Trading interest for the day was led by the off-the-run GII 3/26, while decent interest was also seen in the off-the-run MGS 9/25 and MGS 7/26, as well as in the benchmark 3Y GII and 5Y MGS. The share of GII trading for the day receded to 45% of overall govies trading versus the 56% seen the day before. The coming day witnesses the release of the S&P Global Malaysia manufacturing PMI for August.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.62	-1
5-yr UST	3.70	1
10-yr UST	4.23	3
30-yr UST	4.93	5

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.00	 1	3.02	 -1	
5-yr	3.08	 1	3.13	 0	
7-yr	3.30	 1	3.25	 0	
10-yr	3.39	 0	3.42	 -1	
15-yr	3.59	 0	3.59	 -1	
20-yr	3.74	 -1	3.76	 0	
30-yr	3.80	 -2	3.90	 -1	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.10	1
3-yr	3.03	1
5-yr	3.10	1
7-yr	3.16	0
10-yr	3.27	0

Source : Bloomberg

Note: Closings as of Friday 29 Aug for both MYR and USD markets due to Merdeka and Labour Day holidays respectively

Upcoming Government Bond Tender

Nil

Corp Bonds/Sukuk

- Corporate bonds/sukuk were better bid in trading on Friday in a lighter trading session, with secondary market volume falling by 47% to RM463m versus the RM868m that changed hands on Thursday. Trading for the day was again led by the AA-rated segment of the market. In the GG universe, interest was led by DANA 8/55, which closed the day at 3.94% in a secondary market debut for the bond. In the AAA space, trading was led by HARTANAH 4/28, which settled at 3.57%, 1bp lower versus where it last traded. In AA-rated territory, activity was led by UEMS 7/37, which closed at 3.78%, 2bps lower versus where the bond last changed hands. Over in the A-rated arena, interest was seen in EWPCB 4.50% Perps, which settled the day at 4.33%, 8bps above its last print.

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	09/25	2.949	724	2.910	08/28/2025	4
MGS	04/26	2.711	9	2.760	08/21/2025	-5
MGS	07/26	2.763	527	2.750	08/28/2025	1
MGS	09/26	3.434	3	2.773	08/27/2025	66
MGS	11/26	2.833	83	2.842	08/28/2025	-1
MGS	05/27	2.946	35	2.937	08/28/2025	1
MGS	11/27	2.977	30	2.972	08/28/2025	0
MGS	04/28	2.996	210	2.989	08/28/2025	1
MGS	06/28	3.025	40	3.030	08/28/2025	0
MGS	08/29	3.098	12	3.081	08/28/2025	2
MGS	04/30	3.123	65	3.116	08/28/2025	1
MGS	05/30	3.082	336	3.076	08/28/2025	1
MGS	04/31	3.223	150	3.231	08/28/2025	-1
MGS	06/31	3.254	77	3.263	08/28/2025	-1
MGS	07/32	3.296	142	3.288	08/28/2025	1
MGS	04/33	3.333	93	3.345	08/27/2025	-1
MGS	11/33	3.353	73	3.364	08/28/2025	-1
MGS	07/34	3.392	56	3.392	08/27/2025	0
MGS	05/35	3.389	31	3.386	08/28/2025	0
MGS	07/35	3.390	188	3.391	08/28/2025	0
MGS	04/37	3.529	5	3.529	08/28/2025	0
MGS	06/38	3.558	15	3.571	08/28/2025	-1
MGS	04/39	3.588	55	3.587	08/28/2025	0
MGS	05/40	3.607	13	3.611	08/26/2025	0
MGS	10/42	3.687	5	3.670	08/28/2025	2
MGS	05/44	3.736	108	3.742	08/28/2025	-1
MGS	03/46	3.825	22	3.822	08/28/2025	0
MGS	07/48	3.843	52	3.827	08/28/2025	2
MGS	06/50	3.832	12	3.854	08/28/2025	-2
MGS	03/53	3.895	25	3.898	08/28/2025	0
MGS	07/55	3.798	34	3.818	08/28/2025	-2
GII	10/25	2.810	295	2.769	08/28/2025	4
GII	03/26	2.838	749	2.799	08/28/2025	4
GII	09/26	2.862	141	2.841	08/28/2025	2
GII	09/27	2.971	139	2.976	08/28/2025	0
GII	07/28	3.019	421	3.031	08/28/2025	-1
GII	08/28	3.044	30	3.095	08/01/2025	-5
GII	10/28	3.041	14	3.043	08/27/2025	0
GII	07/29	3.104	40	3.103	08/28/2025	0
GII	08/30	3.133	29	3.132	08/28/2025	0
GII	09/30	3.135	50	3.139	08/28/2025	0
GII	10/30	3.143	30	3.136	08/28/2025	1
GII	10/31	3.250	137	3.248	08/28/2025	0
GII	10/32	3.306	8	3.314	08/28/2025	-1
GII	11/34	3.389	10	3.396	08/28/2025	-1
GII	04/35	3.416	82	3.422	08/28/2025	-1
GII	07/36	3.491	50	3.497	08/28/2025	-1
GII	09/39	3.603	81	3.604	08/28/2025	0
GII	07/40	3.589	46	3.600	08/28/2025	-1
GII	09/41	3.652	1	3.629	08/28/2025	2
GII	08/43	3.707	32	3.722	08/28/2025	-2
GII	05/45	3.757	13	3.762	08/28/2025	0
GII	11/49	3.905	115	3.905	08/28/2025	0
GII	05/52	3.886	2	3.876	08/28/2025	1
GII	03/54	3.895	152	3.904	08/28/2025	-1
			5891			

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*
DanaInfra Nasional Berhad	11/25	GG	2.905	10	2.980	29/7/2025	-8	8
DanaInfra Nasional Berhad	08/55	GG	3.939	30	n/a	n/a	394	20
Pengurusan Air SPV Berhad	11/25	AAA	3.258	10	3.207	19/8/2025	5	43
Small Medium Enterprise Development Bank Malay	07/26	AAA	3.550	20	3.547	26/8/2025	0	72
Pelaburan Hartanah Berhad	04/28	AAA	3.565	30	3.571	25/8/2025	-1	58
Bank Simpanan Nasional Berhad	11/29	AAA	3.453	10	3.501	21/8/2025	-5	39
Bakun Hydro Power Generation Sdn Berhad (fka S	08/30	AAA	3.523	5	3.584	21/7/2025	-6	44
Amanat Lebuhraya Rakyat Berhad	10/32	AAA	3.609	10	3.595	22/8/2025	1	32
Infracap Resources Sdn Berhad	04/33	AAA	3.572	5	3.618	7/8/2025	-5	24
Danum Capital Berhad	02/34	AAA	3.561	10	3.628	17/7/2025	-7	22
Petroleum Sarawak Exploration & Production Sdn E	08/35	AAA	3.649	2	3.649	28/8/2025	0	26
Pengurusan Air Selangor Sdn Berhad	10/38	AAA	3.688	20	3.738	11/7/2025	-5	10
TNB Power Generation Sdn Berhad	03/43	AAA	3.718	20	3.759	18/7/2025	-4	-2
Pengurusan Air Selangor Sdn Berhad	08/49	AAA	3.939	20	4.039	24/6/2025	-10	20
Hong Leong Assurance Berhad	12/25	AA1	3.525	20	3.807	14/2/2025	-28	70
YTL Corporation Berhad	04/31	AA1	3.642	5	3.858	7/4/2025	-22	43
YTL Power International Berhad	08/31	AA1	3.617	5	3.732	8/7/2025	-12	41
YTL Power International Berhad	08/39	AA1	3.779	20	3.778	26/8/2025	0	19
YTL Power International Berhad	10/39	AA1	3.780	5	3.799	7/8/2025	-2	19
YTL Power International Berhad	03/40	AA1	3.795	15	3.848	19/6/2025	-5	21
AEON Co. (M) Berhad	08/32	AA2	3.659	10	n/a	n/a	366	37
Pelabuhan Tanjung Pelepas Sdn Berhad	04/26	AA	3.476	10	3.493	28/8/2025	-2	65
Sunway Healthcare Treasury Sdn Berhad	04/29	AA	3.533	5	3.566	19/8/2025	-3	47
Pelabuhan Tanjung Pelepas Sdn Berhad	08/30	AA	3.621	5	3.758	18/6/2025	-14	54
OSK Rated Bond Sdn Berhad	04/31	AA	3.588	5	3.629	7/8/2025	-4	38
OSK Rated Bond Sdn Berhad	03/32	AA	3.618	10	3.858	28/4/2025	-24	33
Sunway Healthcare Treasury Sdn Berhad	03/32	AA	3.601	20	3.588	28/8/2025	1	31
Affin Islamic Bank Berhad	12/26	AA3	3.546	10	3.549	26/8/2025	0	72
AEON Credit Service (M) Berhad	02/28	AA3	3.516	1	3.526	19/8/2025	-1	58
AEON Credit Service (M) Berhad	11/30	AA3	3.607	10	3.614	21/8/2025	-1	53
Bank Islam Malaysia Berhad	07/32	AA3	3.697	10	3.696	27/8/2025	0	41
Gamuda Berhad	06/33	AA3	3.649	10	3.748	17/7/2025	-10	31
UEM Sunrise Berhad	06/27	AA-	3.564	20	3.583	24/7/2025	-2	63
TG Treasury Berhad	02/30	AA-	4.061	10	4.017	28/8/2025	4	100
DRB-Hicom Berhad	08/30	AA-	3.693	5	3.889	5/6/2025	-20	61
DRB-Hicom Berhad	07/32	AA-	3.698	5	3.728	27/8/2025	-3	41
UEM Sunrise Berhad	07/37	AA-	3.778	40	3.798	18/8/2025	-2	39
Eco World Perpetual Capital Berhad	08/25	A	4.332	6	4.249	28/8/2025	8	60
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* The spread against nearest indicative tenured MGS (Source: BPAM)

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
SAJ Capital Sdn Bhd	Sukuk Murabahah of up to RM650m	AA-/Stable	Affirmed
Putrajaya Holdings Sdn Bhd	Sukuk Programmes	AAA/Stable	Affirmed
Putrajaya Bina Sdn Bhd	RM1.58bn Islamic Medium-Term Notes Programme	AAA/Stable	Affirmed
EDOTCO Malaysia Sdn Bhd	RM3bn Islamic Medium-Term Notes Programme	AA+/Stable	Affirmed
State of Terengganu	Sub-sovereign credit rating	AA-/Stable	Affirmed
CIMB Thai Bank Public Company Limited	Financial institution ratings	AA2/Stable/P1	Affirmed
	RM2bn Tier-2 Subordinated Debt Programme (2014/2044)	AA3/Stable	Affirmed
Malaysia Airports Capital Berhad	RM3.1bn Islamic Medium-Term Notes Programme (2010/2025)	AAA/Stable	Withdrawn

Source: RAM, MARC

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