

Global Markets Research















Fixed Income

Fixed Income Daily Market Snapshot

US Treasuries

- US Treasuries were firmer in trading on Thursday, after US CPI for November came in cooler than expected at both the headline and core level, assuaging fears over sticky inflation. The core measure fell to the lowest since early 2021, but there were concerns that the data could have been impacted by the federal shutdown. Overall benchmark UST yields closed the day lower by between 2 to 4bps across the curve. **The benchmark 2-year UST note yield was 2bps lower for the day at 3.46% while the 10-year UST bond yield declined by 3bps to 4.12%.** The day ahead sees the release of existing home sales for November as well as the final December consumer sentiment index from the University of Michigan.

UST		
Tenure	Closing (%)	Chg (bps)
2-yr UST	3.46	-2
5-yr UST	3.66	-4
10-yr UST	4.12	-3
30-yr UST	4.80	-2

MGS			GII*		
Tenure	Closing (%)	Chg (bps)	Closing (%)	Chg (bps)	
3-yr	3.02		0	3.12	
5-yr	3.28		0	3.28	
7-yr	3.45		0	3.35	
10-yr	3.56		0	3.57	
15-yr	3.77		0	3.76	
20-yr	3.86		0	3.89	
30-yr	3.95		1	3.95	

* Market indicative levels

MYR IRS Levels		
IRS	Closing (%)	Chg (bps)
1-yr	3.23	0
3-yr	3.31	1
5-yr	3.39	0
7-yr	3.46	0
10-yr	3.61	0

Source : Bloomberg

	Govt NR Holdings	Corp NR Holdings
Daily Change	60	712
MTD Change	-118	1,283

Figures in RM 'mil (as of 12 Dec 2025)

Upcoming Government Bond Tender

Nil

MGS/GII

- Local govies were little changed in trading on Thursday in a slightly lighter session, with secondary market volume for the day easing by 10% to RM3.46bn compared to the RM3.83bn that changed hands on Wednesday. Overall benchmark yields were mixed by between -1 to +1bp (prior: -3 to +1bp), except for the 30Y GII was skewed by a couple of late odd-lot off-market trades. **The benchmark 5Y MGS 5/30 yield was little changed for the day at 3.28% while the yield on the benchmark 10Y MGS 7/35 was also unchanged at 3.56%.** Trading interest for the day was led by the off-the-run MGS 4/30, while decent interest was also seen in the off-the-run MGS 11/26 and MGS 8/29. The share of GII trading inched lower to 35% of overall trading versus the 36% seen the day before. The coming day sees the release of the trade and export figures for November.

Corp Bonds/Sukuk

- Corporate bonds/sukuk were mixed in trading on Thursday in a quieter session, with secondary market volume for the day falling by 48% to RM587m versus the RM1,125m that traded on Wednesday. Trading for the day was again led by the AAA-rated segment of the market. In the GG universe, the solitary bond traded for the day was DANA 11/33, which closed the day at 3.63% (-2bps versus last print). In the AAA-space, trading was led by PLUS 1/38, which settled at 3.90% (+5bps), while decent interest was also seen in PLUS 1/37 (VS220514) which closed at 3.86% (+1bp). Over in the AA-rated territory, activity was led by UEMS 3/26, which settled the day at 3.60% (+10bps), while in the A-rated sector, interest was seen in IJML 5.65% Perps, which closed at 3.50% (-147bps).

Daily Trades: Government Bond

Securities		Closing	Vol	Previous	Previous	Chg
		YTM	(RM mil)	YTM	Trade Date (dd/mm/yyyy)	(bp)
MGS	07/26	2.770	214	2.770	12/17/2025	0
MGS	11/26	2.856	359	2.843	12/17/2025	1
MGS	04/28	3.018	16	3.020	12/17/2025	0
MGS	06/28	3.062	1	3.065	12/17/2025	0
MGS	04/29	3.150	140	3.140	12/17/2025	1
MGS	08/29	3.203	309	3.198	12/17/2025	0
MGS	04/30	3.287	630	3.269	12/17/2025	2
MGS	05/30	3.276	92	3.279	12/17/2025	0
MGS	04/31	3.368	4	3.368	12/17/2025	0
MGS	07/32	3.448	193	3.448	12/17/2025	0
MGS	04/33	3.509	5	3.524	12/15/2025	-2
MGS	11/33	3.522	4	3.526	12/17/2025	0
MGS	07/34	3.557	2	3.557	12/17/2025	0
MGS	05/35	3.550	75	3.554	12/17/2025	0
MGS	07/35	3.563	81	3.564	12/17/2025	0
MGS	04/37	3.704	64	3.704	12/16/2025	0
MGS	06/38	3.740	10	3.741	12/17/2025	0
MGS	04/39	3.772	32	3.771	12/17/2025	0
MGS	05/40	3.803	2	3.810	12/15/2025	-1
MGS	10/42	3.850	6	3.846	12/17/2025	0
MGS	07/48	3.935	1	3.945	12/16/2025	-1
MGS	06/50	3.962	2	3.948	12/17/2025	1
MGS	03/53	4.004	5	4.005	12/17/2025	0
MGS	07/55	3.953	5	3.945	12/17/2025	1
GII	03/26	2.776	29	2.804	12/17/2025	-3
GII	09/26	2.852	201	2.858	12/17/2025	-1
GII	09/27	3.021	8	3.023	12/17/2025	0
GII	07/28	3.118	194	3.119	12/17/2025	0
GII	10/28	3.125	80	3.130	12/17/2025	0
GII	07/29	3.181	40	3.216	12/15/2025	-4
GII	09/30	3.273	2	3.277	12/16/2025	0
GII	10/30	3.294	13	3.305	12/16/2025	-1
GII	10/31	3.354	115	3.355	12/17/2025	0
GII	10/32	3.457	150	3.457	12/17/2025	0
GII	08/33	3.516	20	3.513	12/17/2025	0
GII	04/35	3.567	36	3.565	12/17/2025	0
GII	09/39	3.771	140	3.781	12/15/2025	-1
GII	07/40	3.758	11	3.763	12/17/2025	0
GII	08/43	3.885	5	3.870	12/17/2025	1
GII	05/45	3.893	140	3.900	12/16/2025	-1
GII	05/52	4.001	3	3.910	12/12/2025	9
GII	03/54	3.952	21	4.011	12/17/2025	-6
			3457			

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	11/33	GG	3.628	40	3.648	3/11/2025	-2	12
Toyota Capital Malaysia Sdn Berhad	12/28	AAA	3.597	20	3.927	18/6/2024	-33	57
CIMB Islamic Bank Berhad	03/29	AAA	3.529	10	3.484	19/9/2025	4	50
Tenaga Nasional Berhad	06/29	AAA	3.532	30	4.277	11/12/2025	-75	35
Infracap Resources Sdn Berhad	04/31	AAA	3.580	30	3.557	26/11/2025	2	30
Rantau Abang Capital Berhad	05/31	AAA	3.674	20	3.642	20/11/2025	3	39
Malaysia Airport Holdings Berhad	11/31	AAA	3.703	20	3.698	3/12/2025	0	33
Malaysia Airport Holdings Berhad	12/31	AAA	3.701	5	3.698	27/11/2025	0	33
PNB Merdeka Ventures Sdn Berhad	11/32	AAA	3.756	10	3.753	15/12/2025	0	30
Petroleum Sarawak Exploration & Production Sdn E	11/32	AAA	3.701	10	3.702	2/12/2025	0	24
Danga Capital Berhad	09/33	AAA	3.741	5	3.708	21/11/2025	3	23
CIMB Islamic Bank Berhad	03/34	AAA	3.787	20	3.789	17/12/2025	0	28
Projek Lebuhraya Usahasama Berhad	01/35	AAA	3.758	10	3.799	3/11/2025	-4	22
Danum Capital Berhad	02/35	AAA	3.783	20	3.758	27/11/2025	2	24
Projek Lebuhraya Usahasama Berhad	01/37	AAA	3.861	50	3.852	26/11/2025	1	30
Projek Lebuhraya Usahasama Berhad	01/37	AAA	3.860	10	3.851	26/11/2025	1	30
Projek Lebuhraya Usahasama Berhad	01/38	AAA	3.898	100	3.850	13/10/2025	5	34
Malayan Cement Berhad (fka Lafarge Malaysia Be	12/29	AA1	3.826	1	3.828	28/10/2025	0	64
Malayan Cement Berhad (fka Lafarge Malaysia Be	05/32	AA1	3.928	2	3.908	16/7/2025	2	55
Perbadanan Kemajuan Negeri Selangor	07/35	AA1	3.926	10	3.898	13/10/2025	3	37
Pulau Indah Power Plant Sdn Berhad	05/36	AA+	4.176	20	4.270	25/11/2025	-9	62
OSK Rated Bond Sdn Berhad	09/30	AA	3.703	10	3.702	16/12/2025	0	42
Great Eastern Life Assurance (M) Berhad	12/37	AA3	3.718	10	3.735	11/11/2025	-2	16
Bank Islam Malaysia Berhad	07/32	AA3	3.792	10	3.798	12/12/2025	-1	33
UEM Sunrise Berhad	03/26	AA-	3.600	40	3.499	31/7/2025	10	75
Malaysian Resources Corporation Berhad	08/27	AA-	3.785	20	3.695	30/10/2025	9	86
Malaysian Resources Corporation Berhad	10/28	AA-	3.858	20	3.866	12/12/2025	-1	83
TG Treasury Berhad	02/30	AA-	4.076	10	4.083	8/12/2025	-1	89
Southern Power Generation Sdn Berhad	10/35	AA-	4.009	10	4.028	17/7/2025	-2	45
Lebuhraya DUKE Fasa 3 Sdn Berhad	08/39	AA-	4.712	4	4.718	26/11/2025	-1	94
IJM Land Berhad	03/19	A2	3.495	10	4.960	3/10/2025	-147	-38
				587				

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

Rating Action			
Issuer	PDS Description	Rating/Outlook	Action
APM Automotive Holdings Berhad	RM1.5bn Islamic Medium-Term Notes Programme (2016/2036)	AA2/Stable	Affirmed

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**

This report is for information purposes only and does not take into account the investment objectives, financial situation or particular needs of any particular recipient. The information contained herein does not constitute the provision of investment advice and is not intended as an offer or solicitation with respect to the purchase or sale of any of the financial instruments mentioned in this report and will not form the basis or a part of any contract or commitment whatsoever.

The information contained in this publication is derived from data obtained from sources believed by Hong Leong Bank Berhad ("HLBB") to be reliable and in good faith, but no warranties or guarantees, representations are made by HLBB with regard to the accuracy, completeness or suitability of the data. Any opinions expressed reflect the current judgment of the authors of the report and do not necessarily represent the opinion of HLBB or any of the companies within the Hong Leong Bank Group ("HLB Group"). The opinions reflected herein may change without notice and the opinions do not necessarily correspond to the opinions of HLBB. HLBB does not have an obligation to amend, modify or update this report or to otherwise notify a reader or recipient thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate.

HLB Group, their directors, employees and representatives do not have any responsibility or liability to any person or recipient (whether by reason of negligence, negligent misstatement or otherwise) arising from any statement, opinion or information, expressed or implied, arising out of, contained in or derived from or omission from the reports or matter.

Potential and actual conflict of interest may arise from the activities of HLB Group. HLB Group constitute a diversified financial services group. These entities engage in a wide range of commercial and investment banking, brokerage, funds management, hedging transactions and other activities for their own account or the account of others. In the ordinary course of their business, HLB Group may effect transactions for their own account or for the account of their customers and hold long or short positions in the financial instruments. HLB Group, in connection with its business activities, may possess or acquire material information about the financial instruments. Such activities and information may involve or have an effect on the financial instruments. HLB Group have no obligation to disclose such information about the financial instruments or their activities.

The past performance of financial instruments is not indicative of future results. Whilst every effort is made to ensure that statements of facts made in this report are accurate, all estimates, projections, forecasts, expressions of opinion and other subjective judgments contained in this report are based on assumptions considered to be reasonable as of the date of the document in which they are contained and must not be construed as a representation that the matters referred to therein will occur. Any projections or forecasts mentioned in this report may not be achieved due to multiple risk factors including without limitation market volatility, sector volatility, corporate actions, the unavailability of complete and accurate information. No assurance can be given that any opinion described herein would yield favorable investment results. Recipients who are not market professional or institutional investor customer of HLBB should seek the advice of their independent financial advisor prior to taking any investment decision based on the recommendations in this report.

HLBB may provide hyperlinks to websites of entities mentioned in this report, however the inclusion of a link does not imply that HLBB endorses, recommends or approves any material on the linked page or accessible from it. Such linked websites are accessed entirely at your own risk. HLBB does not accept responsibility whatsoever for any such material, nor for consequences of its use.

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. This report is for the use of the addressees only and may not be redistributed, reproduced or passed on to any other person or published, in part or in whole, for any purpose, without the prior, written consent of HLBB. The manner of distributing this report may be restricted by law or regulation in certain countries. Persons into whose possession this report may come are required to inform themselves about and to observe such restrictions. By accepting this report, a recipient hereof agrees to be bound by the foregoing limitations.