



## Fixed Income &amp; FX Research

12 January 2026

**Macro:** Global geopolitical events continue to intensify. US payrolls see large downward revision, while Malaysia IPI and consumer spending softened in November.

**Forex:** Fading global risk sentiment continue to push DXY higher, with JPY underperforming amid some political instability ahead. MYR (-0.3%) also sees pressure on USD strength.

**Fixed Income:** UST curve twist flattened as bond markets looked past the weak US labour data. Overall weakening for ringgit government bonds as global risk appetite faded.

**Macro**

**Global:** Global geopolitical concerns continue to intensify, with demonstrations intensifying in Iran heading to its third week, European countries discussing boosting military presence in Greenland to thwart Trump's argument for acquiring the island, and Japan seeking support amid tightening exports control (including on rare earths) from China. In the US, NFP print for December came in at 50k (consensus: 60k) with the weaker-than-expected numbers accompanied by downward revisions totaling 76k for October and November, though the unemployment rate ticked down to 4.4% in December, following a downwardly revised November reading as well. UOM sentiment edged up to 54.0 in January (consensus: 53.5; December: 52.9), with gains notably concentrated on lower-income consumers. China's cabinet will soon roll out a package of fiscal and financial policies to boost domestic demand and household consumption, coming as headline inflation accelerated to 0.8% y/y in December (consensus: +0.8%; November: +0.7%). However, gains were driven mainly by higher food inflation, masking persistent deflationary risks ahead.

**Malaysia:** The unemployment rate fell to its lowest in more than a decade to 2.9% in November. Ahead of advance 4Q2025 GDP data this Friday, IPI growth decelerated to 4.3% y/y in November (consensus: +5.3%; October: +6.0%), while wholesale and retail trade also saw weaker growth at 6.4% for the month (October: +7.2%). Meanwhile, the Customs Department reported revenue collections totaling MYR76.2 billion in 2025 – exceeding its annual projections by MYR8.9 billion.

**Forex**

**Global:** Troubling times see the USD strengthening against most G10 FX and the DXY up 0.2%. JPY fell 0.7% to approach the 158.0 handle, while PM Takaichi's news of a potential early election soon may see levels testing the 156.0 mark. European FX fell a milder 0.2-0.3%, while AUD (-0.2%) also saw surprising resilience despite choppy risk sentiment, potentially anchored by a firmer CNH (+0.1%) despite overall weaknesses for Asian FX.

**Asia:** USD/MYR continued its grind higher (+0.3%) above the 4.07 level, with upward momentum (ringgit depreciation) further expected today amid overnight USD strength.

**Fixed Income**

**Global Bonds:** Mixed US labour data readings (NFP and unemployment rate) resulted in a lack of support for front-end US Treasuries last Friday, while market concerns likely remain focused on geopolitical events, which has continued to bolster USD strength and bringing UST yields higher; though long-dated UST remain supported by Trump's earlier call for more purchases of mortgage bonds. Meanwhile, the Supreme Court not making a ruling on the US tariffs also held yields in a narrow range, though their next decisions could come as soon as 14 January.

**MYR Bonds:** Ringgit government bonds weakened as risk appetite faded ahead of the US jobs report on Friday. However, two-way flows remained active, supporting bonds as well as IRS late in the trading session. Corporate bonds were better performing with high grade GGs down to AAA and AA1/AA+ led flows, including a couple of Pulau Indah (AA+) 39s and 40s.

**Commodities**

**Oil** prices on an uptrend (+2.2%), as investors worry that escalating protests in Iran may threaten nearly 2 mbpd in supply from OPEC's 4th largest producer, while concerns fade over Venezuela as Bessent floated a potential lifting of more sanctions this week. Meanwhile, **gold** (+0.7%) continued to benefit from rising tensions with a USD4,500/oz on Friday.

**FX Daily Rates**

Vs. USD	Last Close	Per cent
DXY	99.13	0.2
EUR/USD	1.164	(0.2)
AUD/USD	0.669	(0.2)
GBP/USD	1.340	(0.3)
USD/JPY	157.89	0.7
USD/MYR	4.073	0.3
USD/IDR	16,805	0.1
USD/THB	31.43	(0.3)
USD/SGD	1.287	0.2
USD/CNY	6.976	(0.1)

**Ringgit Outlook for The Week**

	1	2
Resistance	4.121	4.170
Support	4.035	3.998

**Major Sovereign Yields (%)**

Sov. Yield	Last Close	bps
UST 2Y	3.53	4
UST 10Y	4.17	(0)
Germany 10Y	2.86	0
UK 10Y	4.37	(3)
Japan 10Y	2.10	2
Australia 10Y	4.69	2
China 10Y	1.87	(1)

**MGS Bond Yields (%)**

MGS	Last	bps
3-Year	2.99	0
5-Year	3.25	1
7-Year	3.41	2
10-Year	3.52	1
15-Year	3.76	1
20-Year	3.84	0
30-Year	3.98	0

**MYR Swap Rates (%)**

Swap / Rates	Last Close	bps
IRS 1-Year	3.22	1
IRS 3-Year	3.30	2
IRS 5-Year	3.41	4
IRS 7-Year	3.48	2
IRS 10-Year	3.62	2
3M KLIBOR	3.26	0

**Key Commodities**

Commodities	Last Close	Per cent
Brent (USD/bbl)	63.34	2.2
WTI (USD/bbl)	59.12	2.4
Gold (USD/oz)	4,510	0.7
CPO (RM/tonne)	3,950	(0.9)

**Policy Rates**

Central Banks	Current	Next
US Fed Funds	3.75	28-Jan
ECB Deposit Rate	2.00	05-Feb
BOE Base Rate	3.75	05-Feb
RBA Cash Rate	3.60	03-Feb
BOJ Cash Rate	0.75	23-Jan
RBNZ Cash Rate	3.00	18-Feb
PBOC 1Y LPR	3.00	-
BNM OPR	2.75	22-Jan

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.

Currencies

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	9-Jan-26	8-Jan-26	2-Jan-26	10-Dec-25	9-Jan-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
DXY Dollar Index	99.13	98.93	98.42	98.79	109.18	0.2	0.7	0.4	(9.2)	0.8			
EUR/USD	1.164	1.166	1.172	1.170	1.030	(0.2)	(0.7)	(0.5)	13.0	(0.9)			
AUD/USD	0.669	0.670	0.669	0.668	0.620	(0.2)	(0.1)	0.2	7.9	0.2			
GBP/USD	1.340	1.344	1.346	1.338	1.231	(0.3)	(0.4)	0.2	8.9	(0.5)			
USD/JPY	157.89	156.87	156.84	156.02	158.14	0.7	0.7	1.2	(0.2)	0.8			
USD/MYR	4.073	4.062	4.054	4.118	4.503	0.3	0.5	(1.1)	(9.6)	0.3			
USD/IDR	16,805	16,793	16,725	16,685	16,200	0.1	0.5	0.7	3.7	0.7			
USD/THB	31.43	31.52	31.51	31.82	34.63	(0.3)	(0.3)	(1.2)	(9.2)	(0.3)			
USD/SGD	1.287	1.285	1.286	1.293	1.368	0.2	0.1	(0.4)	(5.9)	0.2			
USD/CNY	6.976	6.982	6.970	7.061	7.356	(0.1)	0.1	(1.2)	(5.2)	0.0			
USD/KRW	1,459	1,453	1,445	1,471	1,460	0.5	1.0	(0.8)	(0.0)	1.4			
USD/INR	90.17	90.03	90.20	89.98	85.86	0.2	(0.0)	0.2	5.0	0.3			
USD/PHP	59.26	59.19	58.86	59.23	58.50	0.1	0.7	0.1	1.3	0.7			
USD/TWD	31.61	31.58	31.41	31.19	32.95	0.1	0.6	1.3	(4.1)	0.6			
USD/HKD	7.795	7.792	7.792	7.781	7.783	0.0	0.0	0.2	0.2	0.2			
USD/VND	26,266	26,270	26,288	26,357	25,382	(0.0)	(0.1)	(0.3)	3.5	(0.1)			
NZD/USD	0.573	0.575	0.577	0.582	0.560	(0.3)	(0.6)	(1.4)	2.4	(0.5)			

Ringgit Cross Rates

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	9-Jan-26	8-Jan-26	2-Jan-26	10-Dec-25	9-Jan-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
EUR/MYR	4.742	4.742	4.752	4.791	4.641	0.0	(0.2)	(1.0)	2.2	(0.5)			
GBP/MYR	5.462	5.459	5.455	5.482	5.530	0.0	0.1	(0.4)	(1.2)	0.1			
AUD/MYR	2.721	2.719	2.716	2.738	2.788	0.1	0.2	(0.6)	(2.4)	0.3			
JPY/MYR	2.579	2.589	2.585	2.639	2.847	(0.4)	(0.2)	(2.3)	(9.4)	(0.5)			
SGD/MYR	3.166	3.163	3.152	3.177	3.289	0.1	0.4	(0.4)	(3.7)	0.3			
10 CNY/MYR	5.837	5.815	5.800	5.829	6.141	0.4	0.6	0.1	(5.0)	0.5			
1 million IDR/MYR	2.421	2.418	2.424	2.467	2.777	0.1	(0.1)	(1.9)	(12.8)	(0.5)			
THB/MYR	12.953	12.902	12.916	12.930	13.017	0.4	0.3	0.2	(0.5)	0.9			
10 HKD/MYR	5.225	5.213	5.202	5.292	5.786	0.2	0.4	(1.3)	(9.7)	0.2			

Commodities

	Latest	1-day	1 week	1-Month	1-Year	Percentage Change					Trend Line		
	9-Jan-26	8-Jan-26	2-Jan-26	10-Dec-25	9-Jan-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
Brent (USD/barrel)	63.34	61.99	60.75	62.21	76.92	2.2	4.3	1.8	(17.7)	4.1			
WTI (USD/barrel)	59.12	57.76	57.32	58.46	73.92	2.4	3.1	1.1	(20.0)	3.0			
Gold (USD/oz)	4,510	4,478	4,332	4,229	2,667	0.7	4.1	6.6	69.1	4.4			
Malaysia CPO (RM/tonne)	3,950	3,985	3,954	4,000	4,635	(0.9)	(0.1)	(1.3)	(14.8)	(1.2)			

Malaysia Government Securities

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	9-Jan-26	8-Jan-26	2-Jan-26	10-Dec-25	9-Jan-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	2.99	2.99	2.99	3.05	3.45	0	0	(6)	(45)	(0)			
5-Year	3.25	3.25	3.24	3.30	3.61	1	1	(5)	(35)	(0)			
7-Year	3.41	3.39	3.37	3.49	3.77	2	4	(8)	(36)	3			
10-Year	3.52	3.51	3.50	3.55	3.82	1	3	(3)	(30)	2			
15-Year	3.76	3.75	3.75	3.77	3.94	1	1	(1)	(19)	(1)			
20-Year	3.84	3.83	3.84	3.88	4.04	0	(0)	(4)	(21)	(1)			
30-Year	3.98	3.98	3.98	3.99	4.18	0	1	(0)	(19)	0			

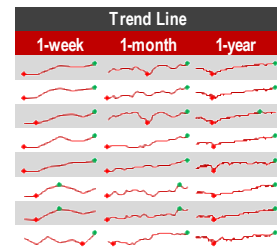
Malaysia Government Investment Issues

	Latest	1-day	1 week	1-Month	1-Year	Basis Points Change					Trend Line		
	9-Jan-26	8-Jan-26	2-Jan-26	10-Dec-25	9-Jan-25	1-day	1-week	1-month	1-year	YTD	1-week	1-month	1-year
3-Year	3.09	3.09	3.09	3.15	3.39	0	0	(6)	(30)	(1)			
5-Year	3.26	3.26	3.25	3.29	3.62	0	1	(3)	(36)	1			
7-Year	3.34	3.34	3.34	3.38	3.76	0	0	(4)	(42)	0			
10-Year	3.52	3.51	3.52	3.57	3.83	0	0	(5)	(32)	(1)			
15-Year	3.74	3.74	3.74	3.76	3.95	0	(0)	(2)	(21)	(1)			
20-Year	3.86	3.85	3.85	3.90	4.08	0	0	(4)	(22)	(1)			

Major Equity Indices

	Latest	1-day	1 week	1-Month	1-Year
	9-Jan-26	8-Jan-26	2-Jan-26	10-Dec-25	9-Jan-25
S&P500 Index	6,966	6,921	6,858	6,887	5,918
Dow Jones	49,504	49,266	48,382	48,058	42,635
Nasdaq	23,671	23,480	23,236	23,654	19,479
London FTSE	10,125	10,045	9,951	9,666	8,320
German DAX	25,262	25,127	24,539	24,130	20,317
Nikkei 225	51,940	51,117	50,339	50,603	39,605
Japan TOPIX	3,514	3,484	3,409	3,389	2,736
FBM KLCI	1,687	1,670	1,670	1,611	1,601

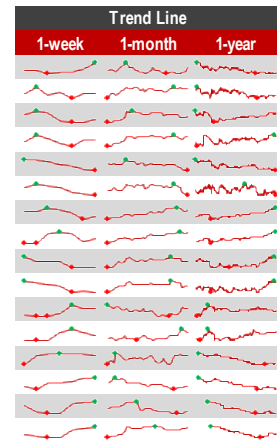
Percentage Change				
1-day	1-week	1-month	1-year	YTD
0.6	1.6	1.2	17.7	81.4
0.5	2.3	3.0	16.1	49.3
0.8	1.9	0.1	21.5	126.2
0.8	1.7	4.9	21.7	35.9
0.5	2.9	4.7	24.3	81.4
1.6	3.2	2.6	31.1	99.0
0.9	3.1	3.7	28.4	85.8
1.0	1.0	4.7	5.4	12.8



Major Sovereign Yields (%)

	Latest	1-day	1 week	1-Month	1-Year
	9-Jan-26	8-Jan-26	2-Jan-26	10-Dec-25	9-Jan-25
UST 2Y	3.53	3.49	3.47	3.54	4.26
UST 10Y	4.17	4.17	4.19	4.15	4.69
Germany 2Y	2.11	2.10	2.14	2.18	2.23
Germany 10Y	2.86	2.86	2.90	2.85	2.57
UK 2Y	3.64	3.66	3.74	3.79	4.52
UK 10Y	4.37	4.40	4.54	4.51	4.81
Japan 2Y	1.15	1.13	1.18	1.07	0.65
Japan 10Y	2.10	2.08	2.07	1.96	1.18
Australia 2Y	4.01	4.00	4.14	4.12	3.88
Australia 10Y	4.69	4.67	4.84	4.81	4.49
China 2Y	1.42	1.42	1.37	1.41	1.16
China 10Y	1.87	1.89	1.86	1.84	1.64
Indonesia 2Y	5.13	5.14	5.13	5.10	7.05
Indonesia 10Y	6.13	6.13	6.05	6.19	7.21
Thailand 2Y	1.15	1.14	1.12	1.19	1.99
Thailand 10Y	1.71	1.69	1.64	1.74	2.33

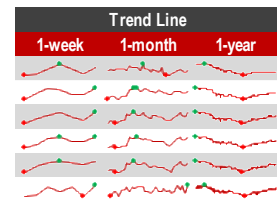
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
4	6	(1)	(73)	6
(0)	(3)	2	(52)	(0)
1	(3)	(7)	(12)	(1)
0	(4)	1	30	1
(1)	(9)	(15)	(88)	(9)
(3)	(16)	(13)	(44)	(11)
2	(2)	8	50	(2)
2	3	14	91	3
1	(13)	(11)	13	(4)
2	(15)	(12)	20	(5)
(0)	4	1	26	4
(1)	2	3	23	2
(2)	0	3	(192)	13
1	9	(6)	(107)	6
0	3	(4)	(84)	3
2	7	(3)	(62)	7



Key swap rates

	Latest	1-day	1 week	1-Month	1-Year
	9-Jan-26	8-Jan-26	2-Jan-26	10-Dec-25	9-Jan-25
IRS 1-Year	3.22	3.21	3.21	3.24	3.58
IRS 3-Year	3.30	3.28	3.29	3.30	3.52
IRS 5-Year	3.41	3.37	3.38	3.39	3.57
IRS 7-Year	3.48	3.46	3.44	3.47	3.64
IRS 10-Year	3.62	3.60	3.59	3.61	3.74
IRS 20-Year	3.95	3.84	3.85	3.87	3.92

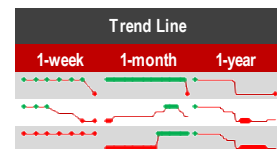
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
1	1	(1)	(36)	2
2	1	(0)	(22)	3
4	4	2	(16)	6
2	4	0	(17)	6
2	3	1	(12)	6
12	10	9	4	7



Key KLIBOR rates

	Latest	1-day	1 week	1-Month	1-Year
	9-Jan-26	8-Jan-26	2-Jan-26	10-Dec-25	9-Jan-25
1-Month Klibor	2.99	3.00	3.00	3.00	3.29
3-Month Klibor	3.26	3.26	3.28	3.26	3.70
6-Month Klibor	3.30	3.30	3.30	3.29	3.75

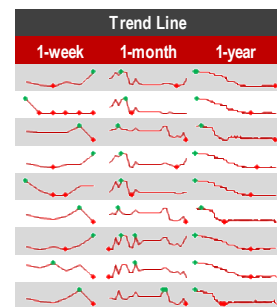
Basis Points Change				
1-day	1-week	1-month	1-year	YTD
(1)	(1)	(1)	(30)	(1)
0	(2)	0	(44)	(2)
0	0	1	(45)	0



Indicative PDS yields

	Latest	1-day	1 week	1-Month	1-Year
	9-Jan-26	8-Jan-26	2-Jan-26	10-Dec-25	9-Jan-25
3-Year AAA	3.52	3.50	3.51	3.52	3.83
3-Year AA	3.67	3.67	3.67	3.68	4.01
3-Year A	4.46	4.51	4.49	4.53	4.82
5-Year AAA	3.60	3.59	3.59	3.60	3.92
5-Year AA	3.75	3.75	3.75	3.76	4.09
5-Year A	4.60	4.65	4.62	4.66	5.03
10-Year AAA	3.77	3.76	3.76	3.76	4.06
10-Year AA	3.91	3.92	3.92	3.91	4.23
10-Year A	4.98	5.04	5.00	5.04	5.47

Basis Points Change				
1-day	1-week	1-month	1-year	YTD
2	1	(0)	(31)	1
0	(0)	(1)	(35)	(0)
(5)	(4)	(7)	(37)	(9)
2	1	0	(32)	1
0	(0)	(1)	(33)	(0)
(5)	(3)	(7)	(44)	(10)
1	1	2	(29)	0
(1)	(1)	0	(31)	(1)
(6)	(3)	(6)	(49)	(13)



Sources: Bloomberg, AmBank Economics

Note: All values are end-period

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