

MARKET COMMENTARY

Money market review and outlook

July 2024



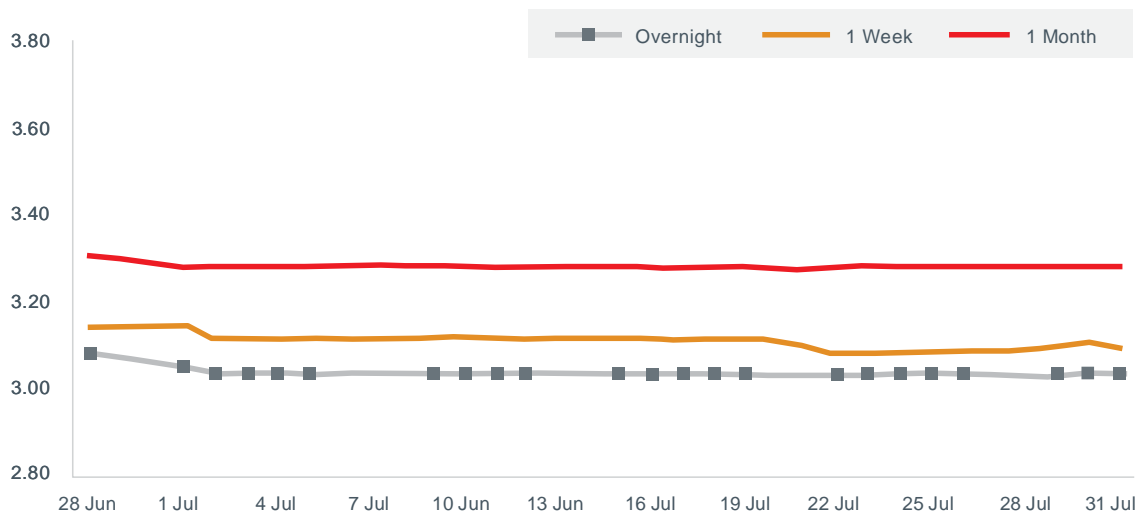
Review

- BNM maintained the OPR at 3% in July 2024. Reflecting the unchanged OPR, short-term interbank rates were capped within a steady range with overnight and 1-week rates traded at 3.03% to 3.14%, while the 1-month rates were dealt at 3.27% to 3.30%.
- In the short-term Bills market, yields across all tenures shifted marginally lower by 2-4bps. Both 1-month and 12-month Bills closed the month at 3.15% and 3.23% respectively.

Outlook

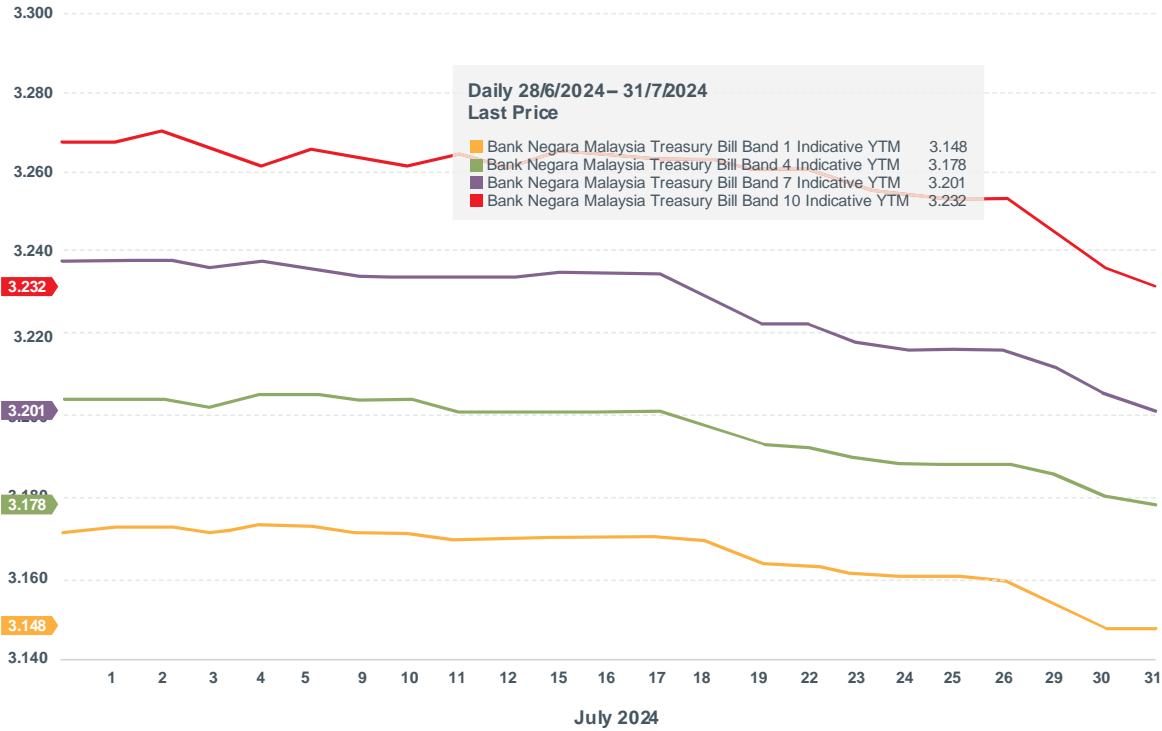
- Short-term rates are expected to be well supported as BNM continues to absorb excess liquidity from the system.

Interbank rates (%)



Source: Bloomberg Interbank Rates

Bank Negara Malaysia Treasury Bill Band 1 Indicative YTM



Source: Bloomberg

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