

Global Markets Daily

Trade War Still In Focus

Trump Has No Deal with Canada, China and EU

The revelations from the exclusive interview that Trump granted to Bloomberg at the oval office sank the EUR along with most other currencies against the greenback. The failure to reach a deal with Canada and his threat to leave Canada out of NAFTA did not help sentiments in the least. His words on EU's trade practices were "almost as bad as China" pushed EUR below the 1.16-figure. Another key factor that sank the EUR was risks emanating out of Italy - Italian cabinet undersecretary Giancarlo Giorgetti said Italy may exceed the 3% fiscal deficit limit "if necessary" and this was followed by a rating outlook cut by Fitch.

Caution on Liquidity Thin Moves

We caution that the moves could also be exaggerated by the thin liquidity as the US is out for Labor Day holiday. Still, we eye the AUDUSD which could be at the brink of testing a significant support at around 0.7160. We had noted before that moves towards those levels in 2016 and 2017 have been followed by rather sharp bids. However a break there could bring this pair towards the 0.69-figure. Stretched positioning, thin liquidity and the fact that more bad news are in the price than good news suggest that there is more room for the upside than down.

China Caixin PMI; Inflation Prints; RBA; BNM; BOC; Trade War Saga Continues

There are a number of data this week but none will be as watched as the development on the trade war front between the US and China. More specifically, eyes are on whether Trump will impose tariffs on another US\$200bn right after the deadline for public comments on 6 Sep has passed. Before that, we focus on a few key data due including China Caixin PMI-mfg print due today, inflation prints from ID and TH due today as well, RBA rate decision tomorrow, BNM and BoC rate decision on Wed (both expected to stand pat).

FX: Overnight Closing Prices					
Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.1602	↓ -0.59	USD/SGD	1.3721	↑ 0.33
GBP/USD	1.296	↓ -0.38	EUR/SGD	1.5916	↓ -0.28
AUD/USD	0.7189	↓ -1.02	JPY/SGD	1.2328	↑ 0.05
NZD/USD	0.6622	↓ -0.53	GBP/SGD	1.7777	↓ -0.08
USD/JPY	111.03	↑ 0.05	AUD/SGD	0.9867	↓ -0.66
EUR/JPY	128.84	↓ -0.52	NZD/SGD	0.9084	↓ -0.22
USD/CHF	0.9689	↓ -0.02	CHF/SGD	1.4163	↑ 0.37
USD/CAD	1.304	↑ 0.44	CAD/SGD	1.0521	↓ -0.12
USD/MYR	4.109	→ 0.00	SGD/MYR	3.0019	↓ -0.18
USD/THB	32.768	↓ -0.05	SGD/IDR	10761.25	↓ -0.11
USD/IDR	14710	↑ 0.20	SGD/PHP	39.1535	→ 0.00
USD/PHP	53.562	↑ 0.09	SGD/CNY	4.9803	↓ -0.44

Implied USD/SGD Estimates @ 3 Sep-18, 9.00AM

Upper Band Limit	Mid-Point	Lower Band Limit
1.3558	1.3833	1.4108

Analysts

Saktiandi Supaat
(65) 6320 1379
saktiandi@maybank.com.sg

Fiona Lim
(65) 6320 1374
fionalim@maybank.com.sg

Christopher Wong
(65) 6320 1347
wongkl@maybank.com.sg

Leslie Tang
(65) 6320 1378
leslietang@maybank.com.sg

G7: Events & Market Closure

Date	Ctry	Event
3 Sep	US	Market Closure
4 Sep	AU	RBA Meeting
6 Sep	US	Deadline for Public Comments on next Tariffs on China

AXJ: Events & Market Closure

Date	Ctry	Event
3 Sep	IN	Market Closure
5 Sep	MA	BNM Meeting

G7 Currencies

- **DXY Index - *Rebound amid Thin Liquidity Conditions.*** USD extended its rebound amid growing concerns of trade disputes - no deal between US and Canada while US may impose tariffs on \$200bn of Chinese imports this week and that China is likely to retaliate. Better than expected US data - Chicago PMI and sentiment added to USD strength. Meanwhile concerns in EM- Argentinian and Turkey could still keep sentiment cautious today amid razor-thin market liquidity due to US labor day holiday today. DXY was last seen at 95.20 levels. Bearish momentum on daily chart remains intact but shows signs of waning while stochastics is showing signs of turning from oversold conditions. Risk of short term retracement higher remains . Resistance at 95.5 (21 DMA), 96 levels. Support at 94.60 (61.8% fibo retracement of Jun low to Aug high), 94 levels (76.4% fibo). We retain **some degree of caution on risk appetite** as the going mix of geopolitical tension (US and Turkey), lingering concerns of trade war (between US and China), US data outperformance and Fed's hawkish rhetoric are still generally supportive of USD but any fall out of the abovementioned variables could see USD drift lower. We stuck to our bias to fade USD strength.
- **EURUSD - *Italy Weighs.*** EUR remains under pressure amid rising concerns of Italy busting their 2019 deficit to more than 3% of GDP, Italy's outlook cut to negative by Fitch last Fri and Euro-area CPI estimate, core inflation missing estimates. 5 Star Movement (one of the major party in the ruling coalition) was pushing for 2019 budget deficit of 2.9% of GDP while Cabinet Undersecretary Giancarlo Giorgetti (Northern League party - also one of the major party in the ruling coalition) indicated that he won't rule out the more than 3% if deficit to GDP. This is in conflict with EU's threshold of no more 3% to ensure financial stability while Economy Minister Giovanni Tria (an academic with links to the centre-right) was only prepared to go to at least 1.5% deficit of GDP. We had earlier cautioned that **concerns over Italy's budget plans remain and this may affect the EUR's recovery. Possibly as early as last week or this week, there could be further details as Italy coalition government is expected to present economic and financial plans in the lead up to the finalisation of its financial targets by end-Sep before submitting the draft budget to EU for review by 15 Oct. Negative headlines here may weigh on sentiment, bond prices and the EUR.** This is now playing out. EUR was last seen at 1.1590 levels. Mild bullish momentum on daily chart remains intact but shows signs of waning while stochastics appears to turn from overbought conditions. Price pattern showed a rising wedge potentially in the making. This is typically associated with a bearish reversal at some stage. We still caution for the risk of pullback. Support at 1.1540 (21 DMA). Key resistance at 1.1710 (38.2% fibo retracement of 2017 low to 2018 high) remains. Focus for the week on mfg PMI (Mon); PPI (Tue); services PMI, retail sales (Wed); 2Q final GDP (Fri).
- **GBPUSD - *Downside Momentum Takes Over.*** GBP fell on brexit-related headlines. Though EU's Barnier had earlier said that EU is prepared to offer a partnership with Britain such as has never been

with any other third country, he (over the weekend) emphasized that the Chequers deal/White paper from UK calling for plans for a “common rulebook” for goods but not services were NOT in EU’s interest.. and he stressed that Britain cannot pick “raisins out of our rules”... he said that the “British have a choice - to stay in the single market like Norway which is also not a member of the EU but they would then have to take over all the associated rules and contributions to European solidarity”. Meanwhile UK Treasury’s projection that a no-deal Brexit would lead to GBP80bn/year in extra borrowing sparked fury among Brexiters and this added uncertainty to GBP. Pair was last seen at 1.2920 levels. Bullish momentum on daily chart remains intact but shows tentative signs of waning while stochastics is showing signs of turning from overbought conditions. Further downside risks not ruled out. Support at 1.2855 (21 DMA). Resistance at 1.3030 (50 DMA). Focus for the week ahead of Mfg PMI (Mon); services PMI (Tue); house prices (Fri).

- **USDJPY - Consolidation.** USDJPY move to a near one-month high of 111.83 on 29 Aug proved to be short-lived with gains reversing amid increasing demand for safe haven assets on the re-emergence of EM risks (from Argentina and Turkey) as well as on global trade concerns after Trump threatened to pull the US out of the WTO that would undermine the global trading system. Continuing EM risks concerns should weigh on the pair ahead. The BOJ’s plans to change the frequency of bond purchases (cutting purchases of 1-to-10 year tenors by one), while increasing the amount that it would purchase also added downside pressure temporarily on expectations yields could be allowed to fluctuate in a wider range. Still, this by itself does not suggest stealth tapering as the BOJ has said previously that it would purchase enough bonds/ETFs etc. to achieve its policy parameters and also the changes were more to improve in the functioning of JGBs at the longer-end while providing it with more flexibility. So we do not expect the upside pressure on the USDJPY to persist on this bond purchase plan change. Lifting the pair higher towards the end of the week though was the drop in the EURUSD, which dragged the USDJPY along with it. Since then, pair has returned to trade in consolidative mode. Last seen around 110.99-levels. Bullish bias on the daily chart remains intact but waning and stochastics shows tentative signs of turning lower. Bullish bias on the weekly chart is waning, and stochastics falling from overbought conditions. Support is around 110.40-levels (100DMA). A break here on a weekly close could see the pair headed towards the 109.80-levels (38.2% fibo retracement of the 2017 high to 2018 low, 200DMA). Resistance around 111.40-levels (50% fibo) ahead of 112.15-levels. Week ahead has Nikkei PMI services & composite (Aug) on Wed, BOJ Kataoka speaks in Yokohama on Thu; household spending, labor cash earnings (Jul) on Fri.

- **NZDUSD - Downside Pressure.** NZD extended its decline this morning on growing concerns of trade disputes (Canada-US and US-China) amid cautious risk sentiment. Softness in both consumer and business confidence also added to the risks of RBNZ rate cut. NZ OIS implied probability shows a shift for a cut (26.4% probability) in Feb

2019 RBNZ meeting. Pair was last seen at 0.6595 levels. Mild bullish momentum on daily chart is showing signs of waning while stochastics shows signs of turning lower from overbought conditions. Further downside pressure possible. Support at 0.6590 levels (23.6% fibo retracement of Aug high to low) before 0.6545 (2018 low). Resistance at 0.6630 (38.2% fibo), 0.6650 (21 DMA).

- **AUDUSD - *Sluggish***. AUDUSD tumbled towards the key support level at 0.7160, last printed around 0.7185. Momentum indicator is bearish on the daily chart. This pair is dragged by a number of factors, including EM risks including Turkish Lira, the EUR slide that buoys the USD and also the trade war between the US and China that continues to simmer in the backburner. As much as we would like to be at the brink of testing a significant support at around 0.7160. We had noted before that moves towards those levels in 2016 and 2017 have been followed by rather sharp bids. However a break there could bring this pair towards the 0.69-figure. Stretched positioning, thin liquidity and the fact that more bad news are in the price than good news suggest that there is more room for the upside than down. **Much of the moves ahead relies on the chess play by Trump and Xi in the trade war. We hold our view for a potential delay in the next tranche of tariffs.** Rebounds to meet resistance around 0.7268. RBA meets tomorrow and no action is expected. 2Q GDP is due on Wed before Jul trade data on Thu and home loans for Jul on Fri.
- **USDCAD - *Eyes the 1.31-figure***. USDCAD extended its upside as US Trump accuses Canada of “decades of abuse” and proclaimed (on Twitter) that “there is no political necessity to keep Canada in the new NAFTA deal”. He even warned Congress not to interfere or he will terminate NAFTA entirely. The long CAD positions unwound at his words this morning and we look for this pair to test the upper bound of the upward sloping trend channel. We are a little wary as we see a bullish divergence formed between the price action and the MACD forecast as well as the Stochs in the past three months (Jun-Aug) and would not rule out a violation of this trend channel. Negotiations would continue on Wed. The compression of the moving averages suggests that there could be a breakout of current ranges. Week ahead has no tier 1 data.

Asia ex Japan Currencies

- **SGD trades around 0.76% above the implied mid-point of 1.3833.** The top is estimated at 1.3558 and the floor at 1.4108.
- **USDSGD - *Tilting Higher.*** USDSGD traded higher last week, bouncing off a near one-month low of 1.3607 (on 28 Aug), tracking moves in the EUR (on US rejection of EU auto concessions) as well as on concerns over US threats to withdraw from the WTO that could undermine the global trading system. Last seen around 1.3721-levels, pair has lost most of its bearish momentum, and stochastics continues to climb higher. With several of resistance levels taken out, next resistance is around 1.3745-levels ahead of 1.3780-levels (50% fibo retracement of the 2017 high to 2018 low). A break at this level could see the pair re-test the 2018 high of 1.3819. Support nearby is around 1.3700 (21DMA), 1.3660 (50DMA) before 1.3600-levels (38.2% fibo). Focus head is on PMI, PMI mfg (Aug) on Mon; Nikkei PMI (Aug) on Wed; foreign reserves (Aug) on Fri.
- **AUDSGD - *Testing 0.9840.*** AUDSGD was on precipitous slide in the last few sessions, last seen around 0.9850, testing the support around 0.9840. Some speculation that MAS could tighten in Oct is supporting the SGD and with RBA unlikely to move in the foreseeable horizon, downside pressure on the cross could persist. Break there could expose the next support around 0.9790.
- **SGDMYR - *Supported.*** SGDMYR was last seen at 3.0040 levels levels. A golden cross appears to have been formed - 50DMA cuts 200DMA to the upside. This is typically associated with a bullish signal. Bullish momentum on daily chart remains intact but shows tentative signs of waning while stochastics is rising into overbought conditions. Bias is bullish but we do not rule out retracement (lower) risks in the near term. Broadly speaking, cross remains supported on dips. Support at 3.00 (61.8% fibo), 2.9880 (50% fibo, 21 DMA). Resistance at 3.0150 levels (upper bound of the bullish trend channel), 3.02 (76.4% fibo retracement of 2018 high to 2018 low).
- **USDMYR - *Upside Risk.*** USDMYR gapped higher in the open this morning amid broad USD strength and cautious risk sentiment (trade war and EM stresses). Pair was last seen at 4.1220 levels. Risks skewed to the upside. Resistance at 4.14, 4.15 levels. Support at 4.11, 4.10. BNM is expected to keep policy rate unchanged at 3.25% this Wed.
- **1m USDKRW NDF - *Rebound Risk.*** 1m USDKRW NDF traded higher amid cautious risk sentiment (owing to growing trade disputes and ongoing stresses in EM FX including Argentinian Peso, TRY). Focus remains on US-China trade dispute whereby decision on tariffs on another \$200bn is expected to be announced this week with follow-up retaliation from China looking certain. Pair was last seen at 1115 levels. Bearish momentum shows tentative signs of waning while stochastics is showing signs of rebound from oversold conditions. Rebound risks not ruled out. Resistance at 1120 (21, 50 DMAs).

Support at 1112 (38.2% fibo), 1102 (50% fibo retracement of Jun low to Jul high).

- **USDCNH - Swivels Around 6.85.** USDCNH stabilizes around 6.85. Momentum indicators do not show much directional bias though risks are still tilted to the upside as this pair continue to lose bearish momentum. As we had noted before, the CCAF may have brought the USDCNH sharply lower and crimp on USDCNH bulls future moves, future moves of this pair still depends on US and whether the next tranche of tariff will be imposed. Upticks had been resisted by the 6.8830 as we have indicated last Fri and this level remains a resistance level. Any signs of a delay on the tariff for China could invigorated RMB bulls and a firm break of the 6.7880-support could bring the pair towards the 6.75-figure before 6.68 (38.2% Fibonacci retracement of the Mar-Jul rally). Next resistance is seen around 6.90 before the 6.95-figure. **USDCNY reference rate at 6.8246, 133 pips higher than the previous 6.8113.** Caixin PMI-mfg was a tad softer at 50.6 vs. the previous 50.8. That did not serve to improve risk appetite this morning although the improvement in the NBS version released last Fri probably provided some relief. When it comes to the trade war, the ball is in Trump's court but China has indicated that it will not give in to his demands. Eyes on 6-7th Sep when the public comments period end and if Trump acts to impose the tariff. This morning, PBoC Deputy Governor told China Business News that China will support foreign rating agencies to provide rating services in the onshore bond market as well as encourage cooperation between domestic bond infrastructure and international platforms to "further open China bond market". Week ahead has forex reserves due on Fri before trade data on Sat.
- **1M USDINR NDF - Brought Lower By Strong Growth Print.** Onshore markets closed today. The 1M NDF slipped last Fri and was last seen around 71.20 this morning. This pair was brought lower by the strong growth print last Fri at 8.2%/y vs. the 7.7% previously. The print was well above the expected 7.6% for 2Q. The breakdown reveals strong growth momentum across sectors including agriculture, manufacturing and financial services. The only detractors were trade and public administration which saw some softening from the previous quarter. This pair is likely to remain supported on dips as long as Brent prices continue to stay supported. This pair is in uncharted waters now and next resistance is seen around 72.00. Firm USD will also act to further buoy this pair. Foreign investors bought around U\$113.0mn of equities on Thu and sold U\$154.8mn of local debt. Week ahead has little tier 1 data. BOP current account balance is due for 2Q anytime from 5 Sep.
- **1m USDIDR NDF - Upside Risks Intact.** 1m USDIDR NDF climbed to a new 2018 and multi-year higher at 15114 on 31 Aug amid the re-emergence of emerging market risks and escalation of trade war concerns overnight as investors sold off EM currencies deemed vulnerable especially those with twin deficits like Indonesia. Month-end USD demand could have added upside pressure on the 1m NDF. Spot IDR rose to 14750-levels - a level not seen since the Asian Financial Crisis. Since then, pair has eased off from those highs,

helped in part by BI intervention and Fitch's affirmation of Indonesian's BBB credit rating with a stable outlook. The 1m NDF was also probably supported by the sell-off in the Indonesian assets on Fri with USD29.3mn in equities sold. Meanwhile, foreign investors had purchased USD386.9mn in debt on 30 Aug, which is likely to have reversed on Fri amid EM risks. Further expectations of a sell-off by foreign investors is likely to keep the 1m NDF supported in the week ahead. Last seen around 15074-level. Momentum indicators on the daily chart show bullish bias, and stochastics fast approaching overbought conditions. Though risks are to the upside, we expect the 1m NDF's move higher to be a slow grind given that BI continues to be in the market to curb IDR and IndoGB volatility. Support is around 14890-levels before 14700-levels (21DMA). Resistance around 15114-levels (2018 high) ahead of 15200-levels. JISDOR was fixed at 14711 on Fri, 56bp higher than the fixing on Thu. Week ahead brings CPI, Nikkei PMI mfg (Aug) on Mon; foreign reserves (Aug) on Fri.

- **1m USDPHP NDF - *Risks Still To The Upside.*** 1m USDPHP NDF traded higher mid-week amid the re-emergence of EM risks contagion and trade war concerns. At the same time, month-end demand for USD could have also possibly put upside pressure on the 1m NDF. Capping upside moves in the 1m NDF somewhat though was foreign portfolio inflows last week. Foreign investors had purchased USD7.8mn in equities last week. Expectations of further foreign portfolio inflows should weigh on the 1m NDF. Spot USDPHP gapped lower at the opening to 53.512 this morning from Fri's close of 53.562 amid possible profit-taking activities after Fri's climb higher. Last seen around 53.63-levels. Bullish bias on the daily chart remains intact, and stochastics shows tentative signs of turning higher. This suggests that further downside could be limited. Support is around 53.50-levels (50DMA) before the 53-levels (100DMA). Resistance remains around 53.90-levels (2018 high). Week ahead brings Nikkei PMI mfg (Aug) on Mon; CPI (Aug), unemployment rate (Jul) on Wed; foreign reserves (Aug) on Fri.

- **USDTHB - *Consolidative Mode.*** USDTHB traded higher since mid of last week after bouncing off the 100DMA that have been supportive of the pair amid a walk-back by the BoT governor on his hawkish comments. The BoT governor had said on 29 Aug that the central bank was under no immediate pressure to hike interest rates, easing expectations of an imminent rate hike. Our house view remains for the BoT to hike sometime in 4Q. Pair continues to edge higher but appears to be in consolidative mode within 32.590-32.950 range. Pair was weighed last week by net foreign portfolio inflows. Last week, foreign investors had purchased USD786.7mn debt that more than offset their sell-off of USD189.8mn of equities. Further net foreign portfolio inflows this week should weigh on the USDTHB. Last seen around 32.793-levels. Bearish bias on the daily chart is waning, and stochastics is climbing higher from oversold conditions. This suggests potential for further consolidative moves ahead. Resistance is around 32.950-levels (23.6% fibo retracement of the Mar-Jul upswing). A break here could see bullish extension towards 33.130-levels (50DMA). Support is around 32.560-levels (100DMA)

before 32.300-levels (50% fibo). Focus ahead is on CPI, Nikkei PMI
mfg (Aug) on Mon; foreign reserves (31 Aug) on Fri.

Malaysia Fixed Income

- Fixed Income write-up is paused and will resume tomorrow.

Analysts

Winson Phoon
(65) 6231 5831
winsonphoon@maybank-ke.com.sg

Se Tho Mun Yi
(603) 2074 7606
munyi.st@maybank-ib.com

Singapore Fixed Income

- Fixed Income write-up is paused and will resume tomorrow.

Indonesia Fixed Income

Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Yesterday's Close	Change (bp)
2YR	7.19	7.19	0.31
5YR	7.76	7.88	11.95
10YR	7.97	8.09	12.07
15YR	8.13	8.29	15.86
20YR	8.46	8.57	10.42
30YR	8.58	8.58	0.33

* Source: IBPA, Bloomberg, Maybank Indonesia

Analysts

Anup Kumar (Fixed Income Analyst)
(62) 21 2922 8888 ext 29692
akumar@maybank.co.id

Myrdal Gunarto (Economist)
(62) 21 2922 8888 ext 29695
MGunarto@maybank.co.id

- Indonesia bond market closed with a significant loss during Friday trading session backed by sharp depreciation of the local currency. Most of the market participants are questioning Indonesia Central Bank next move in regards to whether the Central Bank would increase its reference rate in near future and by how much? Indonesia Central Bank is said to intervene the FX and Bond market during Friday session to maintain stability. Our economist expects Aug 2018 to reach 3.34% YoY (vs Jul 2018 : 3.18% yoy). 5-yr, 10-yr, 15-yr and 20-yr benchmark series yield stood at 7.881%, 8.091%, 8.288% and 8.565% while 2y yield moved lower to 7.193%. During the day, FR0048 (15d) yield decline the most by 1bps while FR0056 (8y) yield increased the most by 24bps. Trading volume at secondary market was noted heavy at government segments amounting Rp26,313b with FR0065 as the most tradable bond. FR0065 total trading volume amounting Rp5,769b with 79x transaction frequency.
- Foreign ownership stood at Rp848.5t or 37.7% of total tradable government bond as of Aug 29th. Considering a 2-day's settlement, Foreigner booked net buy worth of Rp3.5t from begin month of Aug 18.
- Corporate bond traded thin amounting Rp650b. MFIN03BCN1 (Shelf Registration III Mandala MultiFinance Phase I Year 2018; B serial bond; Rating: *id*A) was the most actively traded corporate bond with total trading volume amounted Rp180b yielding 7.313%.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.1731	111.39	0.7303	1.3061	6.8954	0.6685	130.3600	81.1263
R1	1.1666	111.21	0.7246	1.3011	6.8706	0.6654	129.6000	80.4737
Current	1.1598	110.94	0.7175	1.2928	6.8508	0.6599	128.6700	79.6000
S1	1.1561	110.77	0.7154	1.2928	6.8243	0.6599	128.3200	79.4027
S2	1.1521	110.51	0.7119	1.2895	6.8028	0.6575	127.8000	78.9843

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3771	#VALUE!	14710	53.6627	32.8853	1.6027	0.6043	3.0096
R1	1.3746	#VALUE!	14710	53.6123	32.8267	1.5972	0.6029	3.0058
Current	1.3717	4.1235	14795	53.5500	32.7910	1.5910	0.6035	3.0063
S1	1.3680	#VALUE!	14710	53.4893	32.6927	1.5883	0.5994	2.9993
S2	1.3639	#VALUE!	14710	53.4167	32.6173	1.5849	0.5973	2.9966

*Values calculated based on pivots, a formula that projects support/resistance for the day.

Equity Indices and Key Commodities		
	Value	% Change
Dow	25,986.92	-0.53
Nasdaq	8,088.36	-0.26
Nikkei 225	22,865.15	-0.02
FTSE	7,432.42	-1.11
Australia ASX 200	6,319.50	-0.51
Singapore Straits Times	3,213.48	-0.38
Kuala Lumpur Composite	1,819.66	-0.05
Jakarta Composite	6,018.46	-0.01
Philippines Composite	7,855.71	0.03
Taiwan TAIEX	11,063.94	-0.27
Korea KOSPI	2,322.88	0.67
Shanghai Comp Index	2,725.25	-0.46
Hong Kong Hang Seng	27,888.55	-0.98
India Sensex	38,645.07	-0.12
Nymex Crude Oil WTI	69.88	-0.24
Comex Gold	1,206.90	0.09
Reuters CRB Index	192.80	-0.08
MBB KL	9.96	-0.40

Policy Rates

Rates	Current (%)	Upcoming CB Meeting	MBB Expectation
MAS SGD 3-Month SIBOR	1.6377	Oct-18	Modest and Gradual Appreciation
BNM O/N Policy Rate	3.25	5/9/2018	Neutral
BI 7-Day Reverse Repo Rate	5.50	27/9/2018	Tightening
BOT 1-Day Repo	1.50	19/9/2018	Neutral
BSP O/N Reverse Repo	4.00	27/9/2018	Tightening Bias
CBC Discount Rate	1.38	27/9/2018	Neutral
HKMA Base Rate	2.25	-	Tightening
PBOC 1Y Lending Rate	4.35	-	Tightening Bias
RBI Repo Rate	6.50	5/10/2018	Tightening
BOK Base Rate	1.50	18/10/2018	Tightening
Fed Funds Target Rate	2.00	27/9/2018	Tightening
ECB Deposit Facility Rate	-0.40	13/9/2018	Neutral
BOE Official Bank Rate	0.75	13/9/2018	Neutral
RBA Cash Rate Target	1.50	4/9/2018	Neutral
RBNZ Official Cash Rate	1.75	27/9/2018	Neutral
BOJ Rate	-0.10	19/9/2018	Easing
BoC O/N Rate	1.50	5/9/2018	Tightening

DISCLAIMER

This report is for information purposes only and under no circumstances is it to be considered or intended as an offer to sell or a solicitation of an offer to buy the securities or financial instruments referred to herein, or an offer or solicitation to any person to enter into any transaction or adopt any investment strategy. Investors should note that income from such securities or financial instruments, if any, may fluctuate and that each security's or financial instrument's price or value may rise or fall. Accordingly, investors may receive back less than originally invested. Past performance is not necessarily a guide to future performance. This report is not intended to provide personal investment advice and does not take into account the specific investment objectives, the financial situation and the particular needs of persons who may receive or read this report. Investors should therefore seek financial, legal and other advice regarding the appropriateness of investing in any securities and/or financial instruments or the investment strategies discussed or recommended in this report.

The information contained herein has been obtained from sources believed to be reliable but such sources have not been independently verified by Malayan Banking Berhad and/or its affiliates and related corporations (collectively, "Maybank") and consequently no representation is made as to the accuracy or completeness of this report by Maybank and it should not be relied upon as such. Accordingly, no liability can be accepted for any direct, indirect or consequential losses or damages that may arise from the use or reliance of this report. Maybank and its officers, directors, associates, connected parties and/or employees may from time to time have positions or be materially interested in the securities and/or financial instruments referred to herein and may further act as market maker or have assumed an underwriting commitment or deal with such securities and/or financial instruments and may also perform or seek to perform investment banking, advisory and other services for or relating to those companies whose securities are mentioned in this report. Any information or opinions or recommendations contained herein are subject to change at any time, without prior notice.

This report may contain forward looking statements which are often but not always identified by the use of words such as "anticipate", "believe", "estimate", "intend", "plan", "expect", "forecast", "predict" and "project" and statements that an event or result "may", "will", "can", "should", "could" or "might" occur or be achieved and other similar expressions. Such forward looking statements are based on assumptions made and information currently available to us and are subject to certain risks and uncertainties that could cause the actual results to differ materially from those expressed in any forward looking statements. Readers are cautioned not to place undue relevance on these forward looking statements. Maybank expressly disclaims any obligation to update or revise any such forward looking statements to reflect new information, events or circumstances after the date of this publication or to reflect the occurrence of unanticipated events.

This report is prepared for the use of Maybank's clients and may not be reproduced, altered in any way, transmitted to, copied or distributed to any other party in whole or in part in any form or manner without the prior express written consent of Maybank. Maybank accepts no liability whatsoever for the actions of third parties in this respect. 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 locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation.

Published by:



Malayan Banking Berhad
(Incorporated In Malaysia)

Foreign Exchange

Singapore

Saktiandi Supaat
Head, FX Research
saktiandi@maybank.com.sg
(+65) 6320 1379

Christopher Wong

Senior FX Strategist
Wongkl@maybank.com.sg
(+65) 6320 1347

Leslie Tang

Senior FX Strategist
leslietang@maybank.com.sg
(+65) 6320 1378

Fiona Lim

Senior FX Strategist
Fionalim@maybank.com.sg
(+65) 6320 1374

Fixed Income

Malaysia

Winson Phoon Wai Kien
Fixed Income Analyst
winsonphoon@maybank-ib.com
(+60) 3 20747176

Se Tho Mun Yi

Fixed Income Analyst
munyi.st@maybank-ib.com
(+60) 3 2074 7606

Indonesia

Juniman

Chief Economist, Indonesia
juniman@maybank.co.id
(+62) 21 2922 8888 ext 29682

Anup Kumar

Fixed Income Analyst
akumar@maybank.co.id
(+62) 21 2922 8888 ext 29602

Myrdal Gunarto

Industry Analyst
MGunarto@maybank.co.id
(+62) 21 2922 8888 ext 29695

Sales

Malaysia

Adoni Mastura Bte Mohamed Idris
Head of Global Markets, KL
adonimastura@maybank.com
(+60) 3 27869106

Singapore

Loo Hin Chong
Head of Corporate Sales, Singapore
Loohc@maybank.com.sg
(+65) 6320 1339

Indonesia

Sales, Indonesia
(+62) 21 29936399
(+62) 21 23008888 ext 22122

China (Shanghai)

Eddy Lui
GM Head, Greater China
eddy.lui@maybank.com.hk
(+852) 35188816

Joyce Ha

Senior Sales Dealer
joyce.ha@maybank.com.cn
(+86) 21 28932588