

Global Markets Daily

Will USD Short Squeeze Continue?

USD Rebounded

Asian equities continued to trade higher, with gains led by Nikkei (first day of trading in 2018 for Japan). On FX, USD rebounded overnight, in line with our caution for USD short squeeze. Much better than expected ISM mfg and FoMC minutes (released early morning) extended the USD rebound further this morning. Most USD/AXJs including USDKRW, USDMYR are higher. Our caution for USD short squeeze may continue especially if ADP employment (tonight at 915pm; consensus expects 190k) surprises to the upside.

FoMC Minutes' Focus Remains on Inflation

Fed officials expressed growing confidence in the strength of the labor market and economy and at the same time discussed several risks that if realised could necessitate a steeper path of increases in fed fund rate. These risks included the possibility that inflation pressures could build unduly if output expanded well beyond its maximum sustainable level owing to fiscal stimulus or accommodative financial conditions. The flattening yield curves also received some attention with Fed officials generally agreeing that the current degree of flatness of the yield curve was not unusual by historical standards while several FoMC participants thought that it would be important to continue to monitor the slope of the yield curve. Fed officials also touched on matters relating to financial conditions - which eased despite Fed raising rates, stocks rose and long term bond yields fell. Some officials said that if financial conditions don't tighten eventually, they would want to pick up the pace of rate increases.

US ADP Employment; Services PMI Data from EU and UK

Generally quiet day in terms of data release today - key data today include US ADP employment; EU and UK services PMIs.

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G7: Events & Market Closure

| Date | Ctry | Event |
|-------|--------|----------------|
| 2 Jan | NZ, JP | Market Closure |
| 3 Jan | JP | Market Closure |

FX: Overnight Closing Prices

| Majors | Prev Close | % Chg | Asian FX | Prev Close | % Chg |
|---------|------------|---------|----------|------------|---------|
| EUR/USD | 1.2015 | ↓ -0.36 | USD/SGD | 1.3299 | ↑ 0.05 |
| GBP/USD | 1.3516 | ↓ -0.54 | EUR/SGD | 1.5977 | ↓ -0.33 |
| AUD/USD | 0.7836 | ↑ 0.08 | JPY/SGD | 1.1818 | ↓ -0.16 |
| NZD/USD | 0.7092 | ↓ -0.18 | GBP/SGD | 1.7971 | ↓ -0.50 |
| USD/JPY | 112.51 | ↑ 0.20 | AUD/SGD | 1.0419 | ↑ 0.11 |
| EUR/JPY | 135.17 | ↓ -0.18 | NZD/SGD | 0.9431 | ↓ -0.13 |
| USD/CHF | 0.9771 | ↑ 0.56 | CHF/SGD | 1.3609 | ↓ -0.53 |
| USD/CAD | 1.2536 | ↑ 0.19 | CAD/SGD | 1.0608 | ↓ -0.16 |
| USD/MYR | 4.0145 | ↓ -0.12 | SGD/MYR | 3.0262 | ↑ 0.14 |
| USD/THB | 32.331 | ↓ -0.32 | SGD/IDR | 10137.15 | ↓ -0.20 |
| USD/IDR | 13475 | ↓ -0.29 | SGD/PHP | 37.4506 | ↓ -0.05 |
| USD/PHP | 49.785 | ↓ -0.09 | SGD/CNY | 4.8878 | ↑ 0.10 |

Implied USD/SGD Estimates @ 4 Jan-18, 9.00AM

| Upper Band Limit | Mid-Point | Lower Band Limit |
|------------------|-----------|------------------|
| 1.3174 | 1.3440 | 1.3707 |

G7 Currencies

- **DXY - ADP Employment Today.** USD rebounded overnight, in line with our caution for USD short squeeze. Much better than expected ISM mfg and FoMC minutes (released early morning) reinforced USD rebound into NY close. Fed officials expressed growing confidence in the strength of the labor market and economy and at the same time discussed several risks that if realised could necessitate a steeper path of increases in fed fund rate. These risks included the possibility that inflation pressures could build unduly if output expanded well beyond its maximum sustainable level owing to fiscal stimulus or accommodative financial conditions. The flattening yield curves also received some attention with Fed officials generally agreeing that the current degree of flatness of the yield curve was not unusual by historical standards while several FoMC participants thought that it would be important to continue to monitor the slope of the yield curve. Fed officials also touched on matters relating to financial conditions - which eased despite Fed raising rates, stocks rose and long term bond yields fell. Some officials said that if financial conditions don't tighten eventually, they would want to pick up the pace of rate increases. In our opinion there are not much new elements for markets to chew on; what's contained in the minutes were an reiteration and come Feb, the FoMC will see several new faces, including a change of leadership. The upcoming committee's hawkish-dovish leaning and pace of inflation pick up should continue to be some of the key focuses for UST yields and USD strength. DXY was last seen at 92.22 levels. Bearish momentum on daily chart remains intact while stochastics shows signs of turning from oversold conditions. Resistance at 92.60 before 93.30 (21, 100 DMAs). Support at 91.90 levels (76.4% fibo retracement of Sep low to Nov high) before 91 levels (Sep low). We continue to caution for further rebound risks. Week remaining brings ADP employment and unemployment rate, hourly earnings and NFP (Fri).
- **EURUSD - Services PMI on Tap Today.** EUR fell overnight, in line with our bias for tactical short EUR. We highlighted the risk of potential double top reversal, targeting a move lower towards 1.1965 levels. Pair was last seen at 1.2010 levels. Bullish momentum on daily chart remains intact but shows signs of waning while stochastics shows signs of turning lower from overbought conditions. Support at 1.1965 (76.4% fibo retracement of Sep high to Nov low). Key resistance at 1.2092 (previous high in Sep 2017) before 1.2170. Week remaining brings services PMI (Thu); PPI and CPI (Fri).
- **GBPUSD - Bullish Momentum Waning.** GBP traded lower after construction PMI came in lower than expectations. Pair was last seen at 1.3514. Bullish momentum on daily chart shows signs of waning while stochastics shows signs of turning from overbought conditions. Key support at 1.3510 (76.4% fibo retracement of Sep high to Oct low). Break below this puts next support at 1.3410 levels (61.8% fibo, 21 DMA). Resistance at 1.3610, 1.3657 (Sep high). Week remaining brings Services PMI (Thu).

- **USDJPY - Edging Higher But Gains Could Be Capped.** USDJPY traded to a low of 112.06 this morning before rebounding amid higher UST yields. 10Y UST yield climbed to around the 2.456% levels while 10Y JGB rose to 0.048% levels, widening the yield differentials between UST and JGB, lifting the pair higher. Nikkei futures are tracking US and European markets higher higher this morning, suggesting upside risks to the pair. Key risks ahead this week are US ADP tonight and NFP tomorrow evening, where data outperformance could put further upside pressure on the USD and lift the USDJPY even higher. Pair was last seen at 112.69 levels. Bearish bias on the daily and weekly charts are dissipating, while stochastics continues to fall. This suggests pressure to the pair remains tilted to the downside and further upside risks to the pair could be capped intraday. Resistance remains at 113 levels (23.6% fibo). We need to see a break of this level for further upmoves towards 113.50. Support at 112.10 (100DMA) before 111.90 (32.8% fibo retracement of the Sep low to Nov higher). Service & composite PMI is on tap tomorrow.
- **NZDUSD - Continued Risk of Pullback.** NZD slipped, in line with our caution for the risk of pullback. Pair was last seen at 0.7078 levels. Bullish momentum on daily chart is waning while stochastics is turning lower from overbought conditions. We continue to see risk of the pair trading lower towards 0.7040 levels (61.8% fibo retracement of Oct high to Nov low). Resistance at 0.71 (200 DMA, 76.4% fibo), 0.7130 before 0.71 (Oct high). There is no data release between today and next Thu.
- **AUDUSD - Limited downside, bias to buy on dips.** AUDUSD traded softer this morning as AGB yields slid and USD recovery weighed on the pair. Strong fundamentals and commodity prices has led the AUD to rally since Dec. We previously shared of a potential downward reversal of the AUDUSD as it appears overbought. Hence, remain bias to buy on dips as pair is kept supported on rosier outlook. Pair was last seen at 0.7826 levels. Bullish momentum on weekly and daily chart remains intact but stochastics on daily chart suggests overbought conditions. Resistance is now at 0.7870 (61.8% fibo retracement of Sep high to Dec low), 0.7900 levels. Support at 0.7730 (38.2% fibo), 0.7700 levels. Week ahead brings trade data on Fri.
- **USDCAD - Upside capped.** USDCAD firmed this morning amid a broad USD recovery. However, expect upside to the USDCAD to remain capped as crude hovers near \$62/bbl levels, ahead of forecasted stockpile declines in weekly US inventory data. Pair was last seen at 1.2550 levels. On the daily charts, bearish momentum remains intact, while stochastics is at oversold levels. Key support at 1.25-levels, 1.2470 (fibo retracement of May high to Sep low). Resistance is at 1.2560 (lower bound of ichimoku cloud), 1.2600 (100DMA). Week ahead brings Industrial product price, Raw materials price later today; Intl trade, Labour data on Fri.

Asia ex Japan Currencies

- **SGD trades around 1.00% above the implied mid-point of 1.3440. We estimate the top at 1.3174 and the floor at 1.3707.**
- **USDSGD - *Slow Grind Higher*.** USDSGD continues its uptick from its 2-year low of 1.3277 (2 Jan) amid higher UST yields and USD following a strong US ISM print and no change in Fed rate hike trajectory. Firmer UST yields yesterday in anticipation of US FOMC meeting minutes lifted the 3-month SOR higher by 3.2% to 1.14%. Continuing firmer UST yields this morning should keep the 3-month SOR supported intraday. Pair's dalliance below the 1.33-levels proved to be brief with the pair now trading back above that level at around the 1.3307-levels. Still, there could be further upside pressure on the USDSGD this week should US ADP tonight and NFP tomorrow evening outperform, lifting USD higher. Daily and weekly momentum remainS mildly bearish bias while both stochastics are at oversold conditions. This continues to suggest further upside could be a slow grind for now. Resistance is still around 1.3350 (2017 low). Support is at 1.3277 (2018 low on 2 Jan), 1.3260. Mfg and electronics PMIs eased modestly to 53.2 and 52.8 respectively in Dec from 53.5 and 52.9 in Nov. Still, it is encouraging to note that both PMIs remain in expansionary territory, suggesting that the manufacturing sector should remain healthy for a while longer.
- **AUDSGD - *Bias to Buy on Dips*.** AUDSGD was last seen at 1.0405 levels. Bullish momentum on daily chart shows signs of waning while stochastics shows signs of turning lower from overbought conditions. Support at 1.0330 (50DMA, 23.6% fibo). Resistance at 1.0440 (38.2% fibo retracement of Jul high to Dec low) before 1.0530 levels (50% fibo; 100, 200 DMAs). Bias to buy on dips.
- **SGDMYR - *Downside Bias*.** SGDMYR was last seen at 3.0230 levels. Bullish momentum on daily chart is waning while stochastics is falling. Bias remains for further downside. Next support at 3.0140 levels (50% fibo retracement of 2016 low to 2017 high), 3.0050 (previous low). Resistance at 3.03, 3.0470 levels.
- **MYR - *Maintain Positive Outlook*.** USDMYR was last seen at 4.0250 levels. Mild bearish momentum on daily chart remains intact while stochastics is falling. Bias remains to sell on rallies. Resistance at 4.0500 levels. Support at 3.9990 levels. We still expect MYR strength continue in early part (next few months) of 2018 amid Malaysian GE (likely to be held in coming months), positive development in domestic fundamentals including shifts in investor sentiment, strong GDP outlook, hawkish tilt in BNM rhetoric, widening current account surplus against supporting external environment - synchronous global economic recovery benefitting Asian exports including Malaysia and possibly see this extending into investment recovery in 2018. Furthermore there are also signs of stabilising commodity prices amid OPEC production cut extension and steady demand for oil prices. And we expect these drivers - both external and domestics to provide the near term support for MYR.
- **1m USDKRW NDF - *Rebound Risks*.** 1m USDKRW NDF rebounded, in line with our caution yesterday. Move came amid USD rebound and signs of policymakers' discomfort. BoK Governor Lee said that while

authorities maintain stance that FX rate is to be determined by markets, the authorities will take action if there is excessive one-sided moves. In a joint meeting between BoK and MoF, Gov Lee and Minister Kim agreed to manage monetary and fiscal policies “in harmony” for growth and fiscal stability. Both BoK and MoF will monitor risks including major countries’ monetary policy normalisation, trade protectionism, property market and household debt and take timely action as needed. Pair was last seen at 1067 levels. Bearish momentum on daily chart shows signs of waning. Stochastics is already showing signs of turning higher from oversold conditions. Rebound may take the pair up towards 1075, 1082 levels. Key area of support remains at 1060 - 1065. Sustained price action below this puts next support at 1045 levels.

- **USDCNH - Limited Upside Risks.** USDCNH traded higher this morning amid broad USD recovery. Pair was last seen around 6.5076 levels. However, upside could be capped as economic fundamentals and capital outflow controls support the CNH. China services PMI released this morning rose at its fastest pace since 2014, providing some support for the CNH. Services PMI for Dec came in at 53.9 pts, against previous readings of 51.9 in Nov. On the daily charts, bearish momentum remains intact, while stochastics is at oversold conditions. Weekly chart shows momentum turning bearish while stochastics is approaching oversold conditions. Support is now at 6.4436 (2017 low). Resistance is now at 6.5380 (61.8% fibo from Sep low to Oct high), 6.5670 (50% fibo). **PBoC fixed the USDCNY reference rate at 6.5043, 123 pips higher than previous 6.4920. CNYMYR was fixed 20 pips lower at 0.6172 vs. previous at 0.6192.** PBoC skipped open market operation (OMO) for the 9th day in a row; however we could expect PBoC to continue its OMO in the 2nd half of Jan to pump liquidity into the system as the Chinese New Year holidays approach. Week ahead brings foreign reserves data on Sun.
- **1m USDINR NDF - Watching PMI.** 1m USDINR NDF traded bid this morning amid USD strength. Foreign investors had sold net USD49.0mn of bonds on 2 Jan but which was more than offset by their purchases of USD97.3mn of equities. A selloff in Indian assets today by foreign investors could support the USDINR. Watch for PMI data later today that could dictate further moves on the INR. On a side note, a recent Bloomberg report showed India having one of the biggest percentage increases in FX reserves for 2017. With high reserves, expect 2-way volatility of the USDINR to be subdued as RBI intervention policy remains intact. Pair was last seen at 63.73 levels. On the daily chart, Bearish momentum on the daily chart remains intact but is waning, while stochastics remains at oversold conditions. Resistance is at 64.00, 64.20 (fibo retracement from Oct 2017 high to Jan 2018 low). Support is now at 63.58 levels (2018 low). Week ahead brings Svc & Comp. PMI later today; Annual GDP estimate of Fri.
- **1m USDIDR NDF - Upside Could Be Capped.** 1m USDIDR NDF is trading bid this morning amid USD strength following a strong US ISM print and no change in Fed rate hike trajectory. 1m NDF is rebounding from the new 2018 low at 13436 touched yesterday - a level not seen since Sep 2017. 1m NDF softness yesterday had been

helped by the continued foreign inflows into equities with foreign funds purchasing USD5.4mn. Higher UST yields today though suggests some sell-off in the stock market is likely, keeping the 1m NDF supported intraday. Further upside risks to the 1m NDF remain with US ADP and NFP on tap tonight and tomorrow evening respectively. Strong data prints could put further upside pressure on the USD and lifting the 1m NDF even higher. The 1m NDF was last seen around 13474-levels. On the daily chart, bearish bias remains intact, while stochastics is still at oversold conditions. Weekly momentum indicators is now mildly bearish bias and stochastics is falling. This suggests risks to the 1m NDF remains to the downside for now, and this could slow gains in the 1m NDF intraday. Resistance is at 13500 (100DMA). Area of support is around 13430-40 levels. JISDOR was fixed at 13498 yesterday, 44 pips lower than the fixing on 2 Jan.

- **1m USDPHP NDF - Consolidation.** 1m USDPHP NDF continues to trade bid amid firmer UST yields and USD following better-than-expected US ISM print and no change in Fed rate hike trajectory. 1m NDF was weighed by foreign inflows into equities yesterday where USD7.0mn were purchased. Further foreign purchases this morning could keep the PHP supported intraday and cap the 1m NDP climb higher. Still, USD strength this morning led spot USDPHP to gap higher at the opening to 49.835 from yesterday's close of 49.785. 1m NDF was last seen around 49.94-levels. Bearish momentum on the daily chart has dissipated, while stochastics shows signs of turning higher from oversold levels. Weekly charts though continue to show bearish momentum and stochastics at oversold conditions. This suggests risks remain to the downside but in the near term, potential upside risks to the 1m NDF remain. Look for the 1m NDF to remain in consolidation for now. Resistance is still at the 50-handle (76.4% fibo retracement of the Apr-Oct upswing), 50.20 (21DMA). Support is at yesterday's low of 49.72. CPI (Dec) is on tap tomorrow morning.
- **USDTHB - Rangy.** USDTHB touched a new 2018 low of 32.231 yesterday - a low not seen since Oct 2014 but has since rebounded amid firmer UST yields and USD. THB had found support from foreign investor purchases of USD83.1mn and USD125mn in equities and debt yesterday. Further foreign portfolio inflows should weigh on the pair and cap upside to the pair intraday. Pair was last seen around 32.341-levels. Daily momentum indicators show bearish bias, while stochastics continues to fall. This suggests risks remain to the downside and upside moves intraday could be limited. Resistance is at 32.610 (21DMA). Support at 32.231 (2018 low on 3 Jan). Foreign reserves (29 Dec) is on tap tomorrow.
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Malaysia Fixed Income

Rates Indicators

Analysts

| MGS | Previous Bus. Day | Yesterday's Close | Change (bps) |
|--------------|-------------------|-------------------|--------------|
| 3YR MH2/21 | 3.32 | *3.35/32 | Not traded |
| 5YR MI3/22 | 3.50 | 3.52 | +2 |
| 7YR ML9/24 | 3.86 | 3.87 | +1 |
| 10YR MO11/27 | 3.90 | *3.92/89 | Not traded |
| 15YR MX4/33 | 4.40 | 4.42 | +2 |
| 20YR MX4/37 | 4.54 | 4.58 | +4 |
| 30YR MZ3/46 | 4.83 | *4.85/80 | Not traded |
| IRS | | | |
| 6-months | 3.55 | 3.55 | - |
| 9-months | 3.60 | 3.60 | - |
| 1-year | 3.65 | 3.65 | - |
| 3-year | 3.74 | 3.75 | +1 |
| 5-year | 3.83 | 3.84 | +1 |
| 7-year | 3.92 | 3.93 | +1 |
| 10-year | 4.06 | 4.06 | - |

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Source: Maybank KE

*Indicative levels

- Malaysian govies weakened slightly with yields higher by 1-4bps before Thursday's 20y MGS 4/37 retap auction. WI was last quoted wide around 4.60/52% and nothing dealt. Selling in Islamic Gills was also seen across the board with yields ending 1-2bps higher and decent trading volume.
- Another quiet day for MYR IRS market with the curve retracing back 0.5-1bp higher. Market activity did pick up slightly with increased 2-way quotes but no trades were concluded. 3M KLIBOR remained at 3.44%.
- For corporate bonds, there was significant pick up in trading activity at the front ends with better buying in AA and AAA credits. Levels, however, mostly traded flat to 1bp weaker against previous level. Active names included Malakoff, MMC, Aman, Kesturi and WCT. Still tepid interest for long end and belly bonds as investors await further cues from govies.

Singapore Fixed Income

Rates Indicators

| SGS | Previous Bus. Day | Yesterday's Close | Change (bps) |
|------|-------------------|-------------------|--------------|
| 2YR | 1.61 | 1.57 | -4 |
| 5YR | 1.65 | 1.65 | - |
| 10YR | 2.00 | 2.04 | +4 |
| 15YR | 2.35 | 2.37 | +2 |
| 20YR | 2.38 | 2.40 | +2 |
| 30YR | 2.44 | 2.47 | +3 |

Source: Maybank KE

- SGS saw dip buying at the open after UST softened overnight. Interest was mainly on short dated bonds, driving the yield curve steeper as short end yields lowered 1-3bps while long end yields rose 2-3bps. Meantime, SGD IRS rates were up 1-4bps in a bear steepening manner. Short ends received another boost after MAS bill auction brought short term funding rates back to levels before the year end liquidity squeeze. But there was no follow through and profit taking soon set in. SGD IRS climbed further after short dated forwards turned biddish. At the close, SGD IRS rates were up 2-3bps while SGS yield was down 4bps at the 2y and up 2-4bps from the 10y onwards.
- Overnight UST movement did not dampen buying spree in Asian credit market. Malaysian sovereign papers, namely the 2021s and 2026s, were sought after alongside GENTMK and AXIATA. INDONs also saw demand in the 10y bucket. Elsewhere, there was better buying in short end China IGs and HYS.

Indonesia Fixed Income

Rates Indicators

| IDR Gov't Bonds | Previous Bus. Day | Yesterday's Close | Change (bp) |
|-----------------|-------------------|-------------------|-------------|
| 2YR | 5.54 | 5.52 | (1.16) |
| 5YR | 5.91 | 5.78 | (12.40) |
| 10YR | 6.47 | 6.16 | (31.56) |
| 15YR | 6.80 | 6.70 | (9.52) |
| 20YR | 7.00 | 6.97 | (3.45) |
| 30YR | 7.15 | 7.15 | - |

* Source: Maybank Indonesia

- Indonesia bond market closed significantly positive during Wednesday trading session after demand during auction broke record while WAY awarded during auction came in significantly lower compared to previous day close. 5-yr, 10-yr, 15-yr and 20-yr benchmark series yield stood at 5.782%, 6.155%, 6.700% and 6.967% while 2y yield moved lower to 5.525%. During the day, FR0064 (10y benchmark series) yield decline the most by 32bps while FR0040 and FR0066 yield inched slightly higher by 1bps. 10y15y and 15y20y G-Spread are the widest currently (10y15y current spread: 55bps; avg 2017 spread: 31bps). Trading volume at secondary market was noted heavy at government segments amounting Rp29,134b with FR0075 (20y benchmark series) as the most tradable bond. FR0075 total trading volume amounting Rp6,285b with 456x transaction frequency.
- Indonesian government conducted their first conventional auctions in 2018 and received heavy incoming bids worth of Rp86.21t versus its target issuance of Rp15.00t or oversubscribed by 5.75x which is the highest record since the country issued its debt securities. However, DMO only awarded Rp25.5t bids for its 3mo, 1y, 5y, 10y, and 20y bond offered series. Incoming bids were more clustered on FR0063 (5y) and FR0064 (10y) series. 3mo SPN was sold at a weighted average yield (WAY) of 4.18900%, 1y SPN was sold at 5.07000%, 5y FR0063 was sold at 5.79996%, 10y FR0064 was sold at 6.23665% while 20y FR0075 was sold at 6.99998%. No bids were rejected during this auction. Bid-to-cover ratio during the auction came in at 2.68X - 5.37X. Foreign incoming bids during the auction were noted Rp18.04t or 20.9% of total incoming bids. However, only Rp5.77t bid (22.6% of total awarded bids) were awarded to foreign investors. Till the date of this report, Indonesian government has raised approx. Rp25.50t worth of debt through bond auction which represents 13.1% of the 1Q 18 target of Rp194.5t.
- Corporate bond traded moderate amounting Rp819b. BSDE02ACN1 (Shelf Registration II Bumi Serpond Damai Phase I Year 2016; A serial bond; Rating: idAA-) was the top actively traded corporate bond with total trading volume amounted Rp240b yielding 8.027%.

Foreign Exchange: Daily Levels

| | EUR/USD | USD/JPY | AUD/USD | GBP/USD | USD/CNH | NZD/USD | EUR/JPY | AUD/JPY |
|----------------|---------|---------|---------|---------|---------|---------|----------|---------|
| R2 | 1.2092 | 112.87 | 0.7869 | 1.3659 | 6.5172 | 0.7129 | 135.8633 | 88.5680 |
| R1 | 1.2054 | 112.69 | 0.7852 | 1.3588 | 6.5065 | 0.7111 | 135.5167 | 88.3620 |
| Current | 1.2005 | 112.67 | 0.7825 | 1.3510 | 6.5026 | 0.7083 | 135.2700 | 88.1580 |
| S1 | 1.1989 | 112.25 | 0.7812 | 1.3470 | 6.4872 | 0.7074 | 134.8167 | 87.8240 |
| S2 | 1.1962 | 111.99 | 0.7789 | 1.3423 | 6.4786 | 0.7055 | 134.4633 | 87.4920 |

| | USD/SGD | USD/MYR | USD/IDR | USD/PHP | USD/THB | EUR/SGD | CNY/MYR | SGD/MYR |
|----------------|---------|---------|---------|---------|---------|---------|---------|---------|
| R2 | 1.3325 | 4.0322 | 13522 | 49.9610 | 32.6163 | 1.6070 | 0.6217 | 3.0337 |
| R1 | 1.3312 | 4.0234 | 13498 | 49.8730 | 32.4737 | 1.6023 | 0.6194 | 3.0299 |
| Current | 1.3305 | 4.0200 | 13480 | 49.8030 | 32.3500 | 1.5973 | 0.6210 | 3.0218 |
| S1 | 1.3284 | 4.0101 | 13461 | 49.7410 | 32.2097 | 1.5945 | 0.6150 | 3.0227 |
| S2 | 1.3269 | 4.0056 | 13448 | 49.6970 | 32.0883 | 1.5914 | 0.6130 | 3.0193 |

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

Equity Indices and Key Commodities

| | Value | % Change |
|--------------------------------|-----------|----------|
| Dow | 24,922.68 | 0.40 |
| Nasdaq | 7,065.53 | 0.84 |
| Nikkei 225 | 22,764.94 | -0.08 |
| FTSE | 7,671.11 | 0.30 |
| Australia ASX 200 | 6,070.38 | 0.15 |
| Singapore Straits Times | 3,464.28 | 0.99 |
| Kuala Lumpur Composite | 1,792.79 | 0.57 |
| Jakarta Composite | 6,251.48 | -1.38 |
| Philippines Composite | 8,724.13 | 1.94 |
| Taiwan TAIEX | 10,801.57 | 0.85 |
| Korea KOSPI | 2,486.35 | 0.27 |
| Shanghai Comp Index | 3,369.11 | 0.62 |
| Hong Kong Hang Seng | 30,560.95 | 0.15 |
| India Sensex | 33,793.38 | -0.06 |
| Nymex Crude Oil WTI | 61.63 | 2.09 |
| Comex Gold | 1,318.50 | 0.18 |
| Reuters CRB Index | 195.35 | 0.33 |
| MBB KL | 9.78 | 1.24 |

Policy Rates

| Rates | Current (%) | Upcoming CB Meeting | MBB Expectation |
|----------------------------|-------------|---------------------|-----------------|
| MAS SGD 3-Month SIBOR | 1.5093 | Apr-18 | Neutral |
| BNM O/N Policy Rate | 3.00 | 25/1/2018 | Neutral |
| BI 7-Day Reverse Repo Rate | 4.25 | 18/1/2018 | Neutral |
| BOT 1-Day Repo | 1.50 | 14/2/2018 | Tightening Bias |
| BSP O/N Reverse Repo | 3.00 | 8/2/2018 | Tightening Bias |
| CBC Discount Rate | 1.38 | 22/3/2018 | Neutral |
| HKMA Base Rate | 1.75 | - | Tightening |
| PBOC 1Y Lending Rate | 4.35 | - | Tightening Bias |
| RBI Repo Rate | 6.00 | 7/2/2018 | Neutral |
| BOK Base Rate | 1.50 | 18/1/2018 | Easing Bias |
| Fed Funds Target Rate | 1.50 | 1/2/2018 | Tightening |
| ECB Deposit Facility Rate | -0.40 | 25/1/2018 | Easing Bias |
| BOE Official Bank Rate | 0.50 | 8/2/2018 | Neutral |
| RBA Cash Rate Target | 1.50 | 6/2/2018 | Neutral |
| RBNZ Official Cash Rate | 1.75 | 8/2/2018 | Neutral |
| BOJ Rate | -0.10 | 23/1/2018 | Easing |
| BoC O/N Rate | 1.00 | 17/1/2018 | Tightening |

MYR Bonds Trades Details

| MGS & GII | Coupon | Maturity Date | Volume (RM 'm) | Last Done | Day High | Day Low |
|----------------------------------------|--------|---------------|----------------|-----------|----------|---------|
| MGS 2/2013 3.260% 01.03.2018 | 3.260% | 1-Mar-18 | 2 | 2.766 | 2.766 | 2.766 |
| MGS 5/2011 3.580% 28.09.2018 | 3.580% | 28-Sep-18 | 28 | 2.708 | 2.708 | 2.681 |
| MGS 5/2015 3.759% 15.03.2019 | 3.759% | 15-Mar-19 | 10 | 3.024 | 3.024 | 3.024 |
| MGS 6/2012 3.492% 31.03.2020 | 3.492% | 31-Mar-20 | 3 | 3.261 | 3.261 | 3.261 |
| MGS 6/2013 3.889% 31.07.2020 | 3.889% | 31-Jul-20 | 90 | 3.295 | 3.316 | 3.295 |
| MGS 3/2015 3.659% 15.10.2020 | 3.659% | 15-Oct-20 | 11 | 3.22 | 3.22 | 3.22 |
| MGS 3/2014 4.048% 30.09.2021 | 4.048% | 30-Sep-21 | 38 | 3.572 | 3.572 | 3.552 |
| MGS 4/2016 3.620% 30.11.2021 | 3.620% | 30-Nov-21 | 19 | 3.467 | 3.467 | 3.453 |
| MGS 1/2017 3.882% 10.03.2022 | 3.882% | 10-Mar-22 | 26 | 3.523 | 3.53 | 3.523 |
| MGS 1/2012 3.418% 15.08.2022 | 3.418% | 15-Aug-22 | 24 | 3.655 | 3.655 | 3.655 |
| MGS 2/2015 3.795% 30.09.2022 | 3.795% | 30-Sep-22 | 88 | 3.393 | 3.71 | 3.393 |
| MGS 3/2013 3.480% 15.03.2023 | 3.480% | 15-Mar-23 | 2 | 3.736 | 3.736 | 3.736 |
| MGS 1/2016 3.800% 17.08.2023 | 3.800% | 17-Aug-23 | 20 | 3.799 | 3.831 | 3.799 |
| MGS 2/2017 4.059% 30.09.2024 | 4.059% | 30-Sep-24 | 5 | 3.871 | 3.898 | 3.854 |
| MGS 3/2011 4.392% 15.04.2026 | 4.392% | 15-Apr-26 | 3 | 4.082 | 4.104 | 4.082 |
| MGS 3/2016 3.900% 30.11.2026 | 3.900% | 30-Nov-26 | 3 | 4.075 | 4.082 | 4.075 |
| MGS 3/2010 4.498% 15.04.2030 | 4.498% | 15-Apr-30 | 33 | 4.396 | 4.465 | 4.391 |
| MGS 4/2011 4.232% 30.06.2031 | 4.232% | 30-Jun-31 | 10 | 4.351 | 4.415 | 4.351 |
| MGS 4/2012 4.127% 15.04.2032 | 4.127% | 15-Apr-32 | 5 | 4.441 | 4.441 | 4.441 |
| MGS 4/2013 3.844% 15.04.2033 | 3.844% | 15-Apr-33 | 82 | 4.387 | 4.415 | 4.387 |
| MGS 3/2017 4.762% 07.04.2037 | 4.762% | 7-Apr-37 | 3 | 4.58 | 4.58 | 4.55 |
| MGS 7/2013 4.935% 30.09.2043 | 4.935% | 30-Sep-43 | 8 | 4.833 | 4.833 | 4.833 |
| MGS 2/2016 4.736% 15.03.2046 | 4.736% | 15-Mar-46 | 5 | 4.817 | 4.817 | 4.801 |
| PROFIT-BASED GII 3/2013 30.11.2018 | 3.399% | 30-Nov-18 | 20 | 3.172 | 3.172 | 3.172 |
| GII MURABAHAH 4/2016 3.226% 15.04.2020 | 3.226% | 15-Apr-20 | 3 | 3.478 | 3.478 | 3.478 |
| GII MURABAHAH 3/2017 3.948% 14.04.2022 | 3.948% | 14-Apr-22 | 270 | 3.786 | 3.793 | 3.773 |
| GII MURABAHAH 1/2016 4.390% 07.07.2023 | 4.390% | 7-Jul-23 | 40 | 4.021 | 4.021 | 4.02 |
| GII MURABAHAH 2/2017 4.045% 15.08.2024 | 4.045% | 15-Aug-24 | 60 | 4.079 | 4.079 | 4.079 |
| GII MURABAHAH 1/2017 4.258% 26.07.2027 | 4.258% | 26-Jul-27 | 112 | 4.162 | 4.164 | 4.155 |
| GII MURABAHAH 6/2017 15.06.2033 | 4.724% | 15-Jun-33 | 90 | 4.655 | 4.655 | 4.654 |

Total
1,114

Sources: BPAM

MYR Bonds Trades Details

| PDS | Rating | Coupon | Maturity Date | Volume (RM 'm) | Last Done | Day High | Day Low |
|----------------------------------------------------|---------|--------|---------------|----------------|-----------|----------|---------|
| AMAN IMTN 4.300% 30.05.2019 - Tranche No 32 | AAA IS | 4.300% | 30-May-19 | 5 | 4.053 | 4.053 | 4.053 |
| ALDZAHAB ABS-IMTN 27.09.2019(CLASS A TRANCHE 2 S1) | AAA | 4.700% | 27-Sep-19 | 20 | 4.55 | 4.553 | 4.55 |
| MANJUNG IMTN 4.900% 25.11.2031 - Series 2 (1) | AAA (S) | 4.900% | 25-Nov-31 | 4 | 4.85 | 4.851 | 4.85 |
| BPMB IMTN 4.98% 02.03.2032 - Issue No 12 | AAA | 4.980% | 2-Mar-32 | 10 | 4.94 | 4.951 | 4.94 |
| TENAGA IMTN 03.08.2037 | AAA | 5.180% | 3-Aug-37 | 35 | 5.089 | 5.092 | 5.089 |
| CTX IMTN 4.85% 29.08.2022 - Series 9 | AA+ IS | 4.850% | 29-Aug-22 | 2 | 4.718 | 4.72 | 4.718 |
| PKNS IMTN 4.450% 31.10.2018 | AA3 | 4.450% | 31-Oct-18 | 5 | 4.393 | 4.393 | 4.393 |
| WCT IMTN 4.800% 28.12.2018 | AA- IS | 4.800% | 28-Dec-18 | 30 | 4.54 | 4.56 | 4.54 |
| BUMITAMA IMTN 5.25% 18.03.2019 | AA3 | 5.250% | 18-Mar-19 | 14 | 4.449 | 4.453 | 4.449 |
| BSDSB IMTN 4.620% 20.11.2019 - ISSUE NO 1 | AA3 (S) | 4.620% | 20-Nov-19 | 4 | 4.466 | 4.471 | 4.466 |
| MMC CORP IMTN 5.200% 12.11.2020 | AA- IS | 5.200% | 12-Nov-20 | 15 | 4.901 | 4.924 | 4.901 |
| KESTURI IMTN 4.25% 02.12.2021 - IMTN 3 | AA- IS | 4.250% | 2-Dec-21 | 2 | 4.551 | 4.554 | 4.551 |
| MALAKOFF POW IMTN 5.250% 17.12.2021 | AA- IS | 5.250% | 17-Dec-21 | 1 | 4.55 | 4.553 | 4.55 |
| JEP IMTN 5.520% 04.06.2026 - Tranche 11 | AA- IS | 5.520% | 4-Jun-26 | 2 | 4.744 | 4.746 | 4.744 |
| RHBINVB MTN 3652D 11.10.2027 | AA3 | 4.900% | 11-Oct-27 | 100 | 4.901 | 4.905 | 4.901 |
| MMC CORP IMTN 5.950% 12.11.2027 | AA- IS | 5.950% | 12-Nov-27 | 15 | 5.359 | 5.372 | 5.359 |
| LDF3 IMTN 5.860% 23.08.2033 | AA- IS | 5.860% | 23-Aug-33 | 2 | 5.208 | 5.209 | 5.208 |
| GOLDEN ASSET IMTN 4.750% 03.08.2018 | A1 (S) | 4.750% | 3-Aug-18 | 10 | 5.001 | 5.01 | 5.001 |
| GOLDEN ASSET IMTN 5.350% 05.08.2019 | A1 (S) | 5.350% | 5-Aug-19 | 20 | 5.167 | 5.187 | 5.167 |
| AMMB HLDG MTN 3652D 15.3.2027 (SUB-NOTES) | A1 | 5.200% | 15-Mar-27 | 1 | 4.952 | 4.952 | 4.952 |
| MUDAJAYA IMTN 4.800% 23.01.2019 - Tranche 2 | A2 | 4.800% | 23-Jan-19 | 13 | 5.794 | 5.804 | 5.794 |
| MAH SING 6.800% UNRATED PERPETUAL SUKUK MUSHARAKAH | NR(LT) | 6.800% | 29-Mar-15 | 20 | 6.598 | 6.598 | 6.598 |
| Total | | | | 330 | | | |

Sources: BPAM

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