

Global Markets Daily

CNH Lead Gains

Tactical Bias to Short AUDNZD

USD fell against most currencies. Move was triggered by sharp reversal of USDCNH lower (since mid-day Asian hours yesterday). Comments from PBoC Governor Yi Gang and Director of PBoC Financial Research Institute Sun Guofeng further weighed on the pair. PBoC's Yi said China to keep RMB stable at equilibrium level while Sun said China won't use RMB as a tool in tackling trade conflict. Adding on to this, Chinese court issued a temporary injunction banning Micron Technology from selling its semiconductor products in Chinese markets. One could argue that this is a tit-for-tat in response to US's recent move to block China Mobile from enter its US telecommunications market. Elsewhere we observed a potential hanging man candlestick pattern on AUDNZD - this is a potential bearish reversal pattern. Suggest short at current levels (1.0950) for a move towards 1.0870 objective, with a SL at 1.0995.

Mixed Fortunes for the Dollar

USD could be more supported against AXJs amid tighter financial conditions, ongoing trade tensions between US and China amid multi-and-uneven speed economic growth led by US (a shift from synchronised global economic recovery). USD strength on the other hand may not be felt in a similar magnitude vs. other DMs such as EUR, GBP. True that monetary policy divergence between Fed and ECB remains, the pace of divergence could potentially slow as Fed tightening this year may already be in the price while markets could re-price ECB tightening ahead of its timeline (given that inflation is showing signs of upticks. This underscores our view that USD strength could fade vs. EUR, GBP in the weeks ahead. Bias to buy these currencies on dips vs. USD (please see [FX Monthly](#) for details).

Quieter Session Today amid Market Closure in US

Some of the key events to focus on today include AU retail sales; China, UK and EU services PMIs; ECB's Praet; BoE's Woods and Saporta speak.

FX: Overnight Closing Prices

Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.1658	↑ 0.16	USD/SGD	1.3648	↓ -0.32
GBP/USD	1.3193	↑ 0.38	EUR/SGD	1.5911	↓ -0.17
AUD/USD	0.7386	↑ 0.63	JPY/SGD	1.2341	↓ -0.05
NZD/USD	0.6756	↑ 0.60	GBP/SGD	1.8007	↑ 0.07
USD/JPY	110.59	↓ -0.28	AUD/SGD	1.008	↑ 0.32
EUR/JPY	128.93	↓ -0.11	NZD/SGD	0.922	↑ 0.27
USD/CHF	0.9925	↓ -0.11	CHF/SGD	1.375	↓ -0.22
USD/CAD	1.3139	↓ -0.36	CAD/SGD	1.0387	↑ 0.06
USD/MYR	4.0498	↑ 0.26	SGD/MYR	2.963	↑ 0.24
USD/THB	33.147	↓ -0.08	SGD/IDR	10530.66	↑ 0.03
USD/IDR	14397	↑ 0.05	SGD/PHP	39.1169	↑ 0.15
USD/PHP	53.412	↑ 0.04	SGD/CNY	4.8644	↑ 0.04

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

Upper Band Limit	Mid-Point	Lower Band Limit
1.3406	1.3679	1.3951

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G7: Events & Market Closure

Date	Ctry	Event
3 Jul	AU	RBA Meeting
4 Jul	US	Market Closure
6 Jul	US & CN	Day to Impose Import Tariffs

AXJ: Events & Market Closure

Date	Ctry	Event
2 Jul	HK	Market Closure
28-29 Jun	ID	BI Meeting

G7 Currencies

- **DXY Index - *Rising Signs of Downside Bias.*** USD fell against most currencies overnight. Move was triggered by sharp reversal of USDCNH lower (since mid-day Asian hours yesterday). Comments from PBoC Governor Yi Gang and Director of PBoC Financial Research Institute Sun Guofeng further weighed on the pair. PBoC's Yi said China to keep RMB stable at equilibrium level while Sun said China won't use RMB as a tool in tackling trade conflict. Adding on to this, Chinese court issued a temporary injunction banning Micron Technology from selling its semiconductor products in Chinese markets. One could argue that this is a tit-for-tat in response to US's recent move to block China Mobile from enter its US telecommunications market. Trade tensions remain a big distraction for markets, in particular focus in on 6 Jul when both US and China could officially impose tariffs on each other. This underscores our short CNHJPY hedge in the event of escalation in trade tensions. Looking past noises, we continue to **put emphasis on our technical analysis for direction and all signs seem to suggest a USD sell-off.** DXY was last seen at 94.60 levels. Daily momentum is showing early signs of turning mild bearish while stochastics is falling from near overbought conditions again. On the weekly charts, bullish momentum is showing signs of waning while stochastics is showing tentative signs of turning from overbought conditions. On price action, a double top appears to be in the making at 95.53 levels - could prove to be an interim top. On price pattern, a potential rising wedge pattern also appears to be in the making - this is associated with a bearish reversal. Further price action this week is required to confirm the reversal. Resistance at 95.50 before 96 levels. (50% fibo retracement of 2017 high to 2018 low). Focus for the week on ADP Employment, Services PMI (Jun) on Thu; FoMC Minutes; Trade, NFP, Unemployment rate, hourly earnings (Jun) on Fri. US markets are closed today for Independence Day - market liquidity could thin into NY trading. Nonetheless we caution that US payrolls and FoMC meeting minutes to be released on Fri may see sticky price action to the downside in the interim. Beyond technical analysis, we think **USD is likely to see a mixed fate - USD could be more supported against AXJs** amid tighter financial conditions, ongoing trade tensions between US and China amid multi-and-uneven speed economic growth led by US (a shift from synchronised global economic recovery). **USD strength on the other hand may not be felt in a similar magnitude vs. other DMs in particular the EUR.** True that monetary policy divergence between Fed and ECB remains, the pace of divergence could potentially slow as Fed tightening this year may already be in the price while markets could re-price ECB tightening ahead of its timeline (given that inflation is showing signs of upticks. This underscores our view that USD strength could fade vs. EUR in the weeks ahead.
- **EURUSD - *Biased to Buy Dips.*** EUR firmed at the expense of broad USD softness. Political concerns in Germany temporarily eased after Merkel and Horst reached a deal on migration. EUR was last seen at 1.1670 levels. Mild bullish momentum on daily chart remains intact

while stochastics is rising. Resistance at 1.1670 (21 DMA), 1.1750 (23.6% fibo retracement of 2018 high to low). Support at 1.16 before 1.1520 levels. **Against the USD, we remain biased to accumulate EUR on dips** as Fed tightening this year may already be in the price while ECB may potentially need to tighten ahead of its own timeline with inflation in Euro-area showing signs of further uptick. This is to position for ECB-Fed policy convergence at some stage. Data focus this week on ECB's Praet speaks; Services PMI (Jun) on Wed; Retail PMI (Jun) on Thu; ECB's Nouy at Austrian Central Bank Conference on Fri.

- **GBPUSD - Services PMI on Tap.** GBP rebounded overnight, in line with our technical call for a potential bullish reversal. We shared that *weekly technical suggests that bearish momentum may be waning with stochastics at oversold conditions. A falling wedge pattern appears to be forming on the weekly chart - this is typically associated with a bullish reversal.* Pair was last seen at 1.3210 levels. Resistance at 1.3260 (21 DMA). We caution that a decisive move above 21 DMA could see an extension of the gains towards 1.3360 (23.6% fibo retracement of 2018 double-top to low). Support at 1.3110, 1.3050. Bias to buy on dips. Focus for the week on BOE's Woods and Saporta speak; Services PMI (Jun) on Wed; BoE's Carney speaks on Thu; Halifax House Prices (Jun); Unit Labor cost (1Q) on Fri.
- **USDJPY - Softer Within Familiar Ranges.** USDJPY slipped lower, tracking the pullback in the USDCNY, USDCNH following the reassurance by the PBoC that it would not use the RMB as a weapon in a trade conflict with the US. However, trade tensions remained elevated after US chipmaker Micron was temporary banned from selling its product in China. Markets sold off the G7 currencies against the JPY consequently. Eyes remain on the 6 Jul deadline for the imposition of tit-for-tat tariffs by China and US as well as FOMC minutes on the same day. Hints of any escalation of trade war concerns would safe-haven proxy plays, lifting the JPY. Trades today is likely to be thin with the US out for the 4th of Jul celebrations with the pair last seen around 110.38-levels. Pair has lost most of its mild bullish bias on the daily chart, while stochastics is hovering just a tad off overbought conditions. This suggests that pair should remain in range-bound trades intraday. Support around 110.20-30 levels (21, 200DMAs) before 109.80 (23.6% fibo retracement of the Mar-May rally). Resistance is around 110.90-levels ahead of 111.15-levels (yesterday's high), 111.40-levels (2018 high on 21 May). Remaining week has BOJ Masai speaks on Thu; household spending, labor cash earnings (May) on Fri.
- **NZDUSD - Rebound Risks but Bias to Fade.** NZD rebounded, tracking gains in other currencies at the expense of a softer USD. The rebound came despite softer dairy prices at GDT auction overnight (-5% from previous auction). Pair was last seen at 0.6770 levels. Bearish momentum on weekly and daily chart remains intact but stochastics is in oversold conditions. **Reiterate our caution for rebound risks but trend and bias remains for softer Kiwi.** Support at 0.67 levels before 0.6660. Resistance at 0.6830. Bias to lean against strength. Focus for the week on Commodity Prices (Jun) on

Wed; Government Financial Statement on Thu. For AUDNZD - we are bias for short positions. Price action saw a gravestone doji candlestick (3 Jul). Some may call it an inverted hammer or shooting star. This is typically a bearish reversal pattern found at the end of the uptrend (from mid Jun to 3 Jul). We are biased for downside play towards 1.0870 (200 DMA, 38.2% fibo retracement of mid-Jun low to Jul high). Extension of the move lower towards 1.0830 is not ruled out. Bias to short at current levels of 1.0950 (current spot ref) with a SL at 1.0995 (above yesterday high). A decisive move to close above yesterday high would nullify the trade idea.

- **AUDUSD - Lift.** AUDUSD got a lift from the RMB yesterday after PBoC said it would keep the RMB at “reasonable and balanced level”. The AUDUSD achieved a piercing line candlestick yesterday and was last seen around 0.7390. This pair was unable to remain above the 0.74-figure as risk appetite is kept weak by headlines that US firm Micron is unable to sell its chips to China after the Fuzhou Intermediate People’s Court of China ruled in favour of the United Microelectronics Corp (UMC). The decision at this juncture may be construed as a tit-for-tat in the backdrop of the US-China trade conflict and that could weigh on AUDUSD. AUDUSD’s climb actually started after the RBA kept rates unchanged and the statement accompanying the decision was largely little changed. Monetary policy divergence could continue to weigh on the AUDUSD. We no longer look for RBA to hike until early next year (still out of consensus) possibly in Feb when the SoMP will be out. The lack of impetus for monetary policy to change could keep the AUD on the backfoot vs. the USD given the tightening Fed. However, that said, we caution for rising price pressure due to the weakened AUD and higher energy prices. Eyes are on 2Q CPI out this month.
- **USDCAD - 21-dma broken, further bearish extension seen -** USDCAD slipped below the 21-dma and remained rather heavy this morning. Next support is seen around the 1.30-figure, the middle of the upward sloping trend channel that we have been watching. MACD shows increasing bearish momentum on the daily chart. Week ahead has labour report at the end of the week. PMI-mfg for Jun came in at 57.1 vs. 56.2 in May, a record high print with new orders accelerating. The sanguine outlook in the manufacturing sector adds to the room for another hike on the 11th of Jul.

Asia ex Japan Currencies

- **SGD trades around 0.45% above the implied mid-point of 1.3679.** We estimate the top at 1.3406 and the floor at 1.3951.
- **USDSGD - Range.** USDSGD's climb to a new 2018 high not seen since Jul 2017 at 1.3746 yesterday proved to be short-lived with the pair easing off from those highs amid firmer CNY, CNH following the reassurance by the PBoC that it would not use the RMB as a weapon in a trade conflict with the US. Downside pressure on the pair also came from a softer USD overnight. Further support for the SGD comes from continued softness in the USDCNH this morning, though this upside pressure on the SGD is being mitigated partially by the selloff of the SGD against the G7. Last seen around 1.3643-levels, pair has lost most of its bullish bias on the daily chart, while stochastics is falling overbought conditions. Pair should trade in a tight range intraday with US onshore markets closed for the Jul 4th celebrations. Support is around 1.3630-levels (23.6% fibo retracement of the 2017 high to low), 1.36-handle, 1.3570-levels. Resistance around 1.37-handle ahead of 1.3750-levels.
- **AUDSGD - Higher Within Range.** The cross hovered around 1.0080 this morning. Momentum is bullish on the intra-day and daily chart. This cross could have a chance of heading higher within the 0.9960-1.0240 range.
- **SGDMYR - 2.95 - 2.97 Range.** SGDMYR rebounded amid SGD outperformance while MYR remains stable at weak levels. Cross was last seen at 2.9670 levels. Daily momentum showed tentative signs of turning mild bullish while stochastics is rising. Resistance remains at 2.9620, 2.9740 levels. Support at 2.94. Cautious of development in technical in a shorter timeframe as 21DMA looks on track to cut 50 and 100 DMAs to the downside - bearish signal. Suggest range of 2.95 - 2.97 intra-day.
- **USDMYR - Retracement Risk.** USDMYR was a touch softer but magnitude of the down-move still lagged other USD/AXJs. Pair was last seen at 4.0430 levels. Daily momentum is mild bullish bias while stochastics is showing signs of turning from overbought conditions. These signals suggest that room for upside may be limited in the interim. Resistance at 4.0530. Support at 4.03. We do not rule out temporary retracement risks.
- **1m USDKRW NDF - Bias to Fade.** 1m USDKRW NDF slipped, tracking the sharp decline in USDCNH. Pair was last seen at 1112 levels. Bullish momentum on daily chart shows signs of waning while stochastics is falling from near-overbought conditions. We reiterate our bias to lean against strength looking for a move towards 1110. We do not rule out acceleration in the down-move towards 1102 on a decisive break below 1110. Resistance at 1120, 1124 levels.
- **USDCNH - Jawboned.** In the second half of the Asian session yesterday, a number of PBoC statements was released yesterday including a few comments made by PBoC Yi Gang at an interview with China Securities Journal. He reiterated neutral and prudent monetary policy stance. PBoC also said it will keep currency stable at a "reasonable and

balanced level” and the central bank closely monitors recent FX fluctuations. Another central bank official also stressed that the China will not use the yuan as a tool in the trade war. USDCNH swung from its high of 6.73 to levels around 6.65. Pair remains under pressure slipped to levels around 6.6370 as we write. Interim resistance is seen at 6.6660. Support is seen around 6.6160 before the next at 6.5430. **USDCNY reference rate at 6.6497, 98 pips higher than the previous 6.6595. CNYMYR was fixed at 0.6075, 3 pips higher than the previous 0.6075. EURCNY was fixed 253 pips higher at 7.7665 vs. the previous at 7.7412.** US firm Micron is unable to sell its chips to China after the Fuzhou Intermediate People’s Court of China ruled in favour of the United Microelectronics Corp (UMC). The decision at this juncture may be construed as a tit-for-tat in the backdrop of the US-China trade conflict

- **1m USDINR NDF - *Slippery*.** 1M USDINR NDF hovered around 68.80 this morning, caught in a tug of war between stronger equities, stronger RMB and higher crude prices. MACD is losing bullish momentum and stochs are turning lower from stretched conditions. Resistance at 69.20 before 70.05 (2013 high). Support is seen around 68.30 before the 21-dma at 68.34 and 67.70. Modi held a high-level meeting on the minimum support price for the kharif harvest (ET). Separately, FinMin Jaitley said that India will stick to fiscal targets this year and expects FY19 growth to be higher than conventional estimates.
- **1m USDIDR NDF - *Weighed*.** 1m USDIDR NDF traded lower overnight, coming off from its 2018 high of 14573 (3 Jul), tracking the USDSGD moves lower. Softer USDCNH is also supportive of the IDR. The BI’s 100bp hike in its benchmark policy rate so far this year and potential for even further moves should provide an anchor for the IDR, though simmering in the background is the Sino-US trade conflict with tit-for-tat tariffs between the two’s imports due on 6 Jul that could weigh on the IDR. Already concerns that trade conflicts could lift EM risks is weighing on their assets, including Indonesia. Yesterday, foreign investors sold USD37.4mn in equities (note that there was no updated data on foreign purchases of debt). Further net foreign portfolio outflows should weigh on the IDR and cap the 1m NDF upside. Spot USDIDR gapped lower at the opening to 14350 this morning from yesterday’s close of 14397 amid a pullback in USD strength overnight. Last seen around 14421-levels. Daily momentum indicators remain bullish bias but waning, while stochastics is falling from overbought conditions. This suggests risks remain to the upside in the near term but there is potential for pullbacks ahead. Support is around 14275-levels (61.8% fibo retracement of the Sep 2015 high to Sep 2016 low). Resistance around 14600-levels (76.4% fibo). BI is likely to have remained in the market to curb IDR and IndoGB volatility that could be supportive of the IDR. JISDOR was fixed at 14418 yesterday, 87bp higher than the fixing on Mon. Remaining week has foreign reserves (Jun) on Fri. In the news, BI noted that the impact of its rate hikes on the economy is likely to be felt only in 6 quarters. This suggests that BI can still move on rates without affecting consumer sentiments ahead of the Presidential and general elections in Apr next year.
- **1m USDPHP NDF - *Softer*.** 1m USDPHP NDF’s overnight softness extended into the Asian session, weighed by CNH and CNY strength. At the same time, expectations that CPI print for Jun could be softer could put some mild downside pressure on the 1m NDF.

Simmering in the background is the Sino-US trade conflict with the 6 Jul deadline for the imposition of tit-for-tat tariffs between the two's imports in focus. Concerns over the impact of Sino-US trade conflicts on foreign investors' equity purchases put upside pressure on the 1m NDF. Foreign investors sold USD7.9mn in equities yesterday and further sell-off should weigh on the PHP and lift the 1m NDF higher. Spot USDPHP gapped lower at the opening to 53.346 this morning from yesterday's close of 53.412 amid a pullback in USD strength. Last seen around 53.45-levels. Daily momentum indicators are showing very mild bearish bias, and stochastics continues to fall. This suggests risks are tilting to the downside in the near term. Support is around 53.40-, 53.25-levels. Resistance around 53.80 levels. We caution that BSP intervention remains a possibility to curb excessive volatility in the PHP. Remaining week has foreign reserves (Jun) on Fri..

- **USDTHB - Potential For Pullbacks.** USDTHB continues its move lower from its 2018 high of 33.298 hit yesterday amid a pullback in the USDCNH, USDCNY after PBoC pledged to maintain the stability of the RMB and not use it as a weapon in its trade conflict with the US. Nevertheless, risk could escalate as the the 6 Jul deadline for the imposition of tit-for-tat tariffs by both China and US looms. Concerns that this could escalate into a trade war could weigh on the THB given its high correlation with the USDCNY. Net foreign portfolio inflows yesterday weighed on the THB. Foreign funds purchased USD140.36mn in debt yesterday that more than offset their sell-off of USD99.1mn in equities. Further net foreign portfolio inflows should put further downside pressure on the pair intraday. Last seen around 33.096. Pair has lost most of its bullish bias on the daily chart, while stochastics shows tentative signs of turning lower from overbought conditions. This suggests the potential for a pullback ahead. Further pullback could see the pair re-visit the 33-handle, 32.900-levels. Resistance around 33.300-levels. Remaining week has foreign reserves (29 Jun) on Fri. In the news, the BoT governor Veerathai warned of further FX volatility because of trade war impact and rising interest rates in the G7. He noted though that the THB is well-cushioned by high reserves and current account surpluses. Still, he did not completely rule out anti-speculation measures, instead saying that the BoT will review measures depending on the situation.

Malaysia Fixed Income

Rates Indicators

Analysts

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR MJ 11/21	3.63	3.62	-1
5YR MI 4/23	*3.87/84	*3.87/84	Not traded
7YR MK 3/25	4.06	4.07	+1
10YR MO 6/28	4.20	4.20	Unchanged
15YR MT 11/33	4.63	4.63	Unchanged
20YR MX 6/38	4.87	4.92	+5
30YR MZ 3/46	4.96	4.96	Unchanged
IRS			
6-months	3.71	3.71	-
9-months	3.72	3.72	-
1-year	3.72	3.72	-
3-year	3.79	3.78	-1
5-year	3.88	3.87	-1
7-year	4.01	4.01	-
10-year	4.16	4.17	+1

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Source: Maybank KE

*Indicative levels

- Strong buying interest on short end govies with over MYR2.2b volume traded in the sector. 3y MGS 11/21 recorded MYR0.8b volume, closing 1bp lower. Rest of the curve was little changed with lower liquidity. Issue size for new issue of 30y MGS 7/48 is lower than expected at MYR2b. This issue will replace current MGS 3/46 as the new 30y benchmark.
- Local IRS better offered as market expects no change in policy rate. There were some trades reported along the 2y5y part of the curve which ended circa 1bp lower. Long end rates remained well supported ahead of new 30y MGS auction. 3M KLIBOR unchanged at 3.69%.
- Another muted day for corporate bonds. Market was better buyers in GG and AAA spaces, with GGs tightening 1bp at the belly led by PASB 2025 and Prasarana 2026, while AAA tightened 2bps at the front end thanks to Cagamas bonds. Sarawak Hidro 2028, however, widened 1bp. AA curve was unchanged though selling pressure increased.

Singapore Fixed Income

Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	1.95	1.94	-1
5YR	2.25	2.25	-
10YR	2.49	2.49	-
15YR	2.73	2.74	+1
20YR	2.76	2.77	+1
30YR	2.85	2.85	-

Source: Maybank KE

- SGS were well bid despite softer UST overnight. SGD IRS marked higher by roughly 3bps at the open, but eased back down circa 1bp after SGS prices rebounded from opening lows on buying interest in at the long end. The buying momentum later spread to the short end, where 2y to 4y yields fell 1-2bps. Rest of the SGS curve was flat to +1bp. Swap spreads widened as SGD IRS rose 1-2bps.
- For Asian credit, HAOHUA curve continued to tighten on the possibility of a rating upgrade after the merger, which market thinks would improve HAOHUA's business profile and reduce its leverage. The 5y-10y sector of the curve may have more leg to run leading into the merger. In sovereign space, INDONs and PHILIPs weakened on the back of the overnight selloff in UST. Asian credit market likely to become muted before the US NFP release on Friday.

Indonesia Fixed Income

Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Yesterday's Close	Change (bp)
2YR	7.54	7.58	4.30
5YR	7.51	7.69	17.90
10YR	7.73	7.79	6.14
15YR	8.14	8.20	6.16
20YR	8.11	8.15	4.05
30YR	7.82	7.82	-

* Source: IBPA, Bloomberg, Maybank Indonesia

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- Indonesia bond market booked daily loss during Tuesday trading session as the local currency continues to depreciate against the USD and expectation of a slower 2018 economic growth after Central Bank implement a tightening monetary policy. Most of the IndoGB yield moved higher during the day following higher offered series awarded WAY during conventional auction compared to Monday close. 5-yr, 10-yr, 15-yr and 20-yr benchmark series yield stood at 7.691%, 7.789%, 8.205% and 8.152% while 2y yield moved higher to 7.585%. During the day, FR0036 (1y) yield decline the most by 4bps while FR0063 (5y benchmark series) yield increased the most by 18bps. Trading volume at secondary market was noted heavy at government segments amounting Rp17,312b with FR0065 as the most tradable bond. FR0065 total trading volume amounting Rp1,844b with 74x transaction frequency.
- Indonesian government conducted their bi-weekly conventional auction yesterday and received moderate incoming bids worth of Rp21.47t versus its target issuance of Rp10.00t or oversubscribed by 2.15x. However, DMO only awarded Rp11.32t bids for its 3mo, 1y, 5y, 15y and 20y offered series. Incoming bids were more clustered on the money market series ($\leq 1y$). 3mo SPN was sold at a weighted average yield (WAY) of 5.68500%, 1y SPN was sold at 6.56429%, 5y FR0063 was sold at 7.61174%, 15y FR0065 was sold at 8.28976% while 20y FR0075 was sold at 8.28500%. No bids were rejected during this auction. Bid-to-cover ratio during the auction came in at 1.35X - 2.42X. Foreigner demands during the auction were noted Rp5.06t or 23.6% of total incoming bids. However, only Rp2.40t bid (21.2% of total awarded bids) were awarded to foreign investors.
- Foreign ownership stood at Rp830.2t or 37.8% of total tradable government bond as of Jun 29th. Considering a 2-day's settlement, Foreigner booked net sell worth of Rp7.1t from begin month of Jun 18.
- Corporate bond traded heavy amounting Rp1,390b. NISP02ACN3 (Shelf Registration II Bank OCBC NISP Phase III Year 2017; A serial bond; Rating: _{id}AAA) was the most actively traded corporate bond with total trading volume amounted Rp312b yielding 6.822%.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.1703	111.38	0.7457	1.3264	6.7696	0.6805	129.9033	82.6420
R1	1.1680	110.98	0.7422	1.3228	6.7177	0.6781	129.4167	82.1580
Current	1.1669	110.37	0.7394	1.3204	6.6628	0.6758	128.8000	81.5990
S1	1.1628	110.35	0.7333	1.3136	6.6295	0.6710	128.5867	81.1110
S2	1.1599	110.12	0.7279	1.3080	6.5932	0.6663	128.2433	80.5480

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3781	4.0577	14472	53.6047	33.3537	1.6005	0.6144	2.9762
R1	1.3714	4.0538	14434	53.5083	33.2503	1.5958	0.6120	2.9696
Current	1.3646	4.0495	14400	53.4550	33.1530	1.5924	0.6107	2.9678
S1	1.3613	4.0436	14378	53.3353	33.0913	1.5882	0.6050	2.9509
S2	1.3579	4.0373	14360	53.2587	33.0357	1.5853	0.6003	2.9388

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

Equity Indices and Key Commodities		
	Value	% Change
Dow	24,307.18	0.15
Nasdaq	7,567.69	0.76
Nikkei 225	21,785.54	-0.12
FTSE	7,593.29	0.60
Australia ASX 200	6,210.21	0.52
Singapore Straits Times	3,235.90	-0.09
Kuala Lumpur Composite	1,680.37	-0.28
Jakarta Composite	5,633.94	-1.96
Philippines Composite	7,267.34	0.54
Taiwan TAIEX	10,715.72	-0.58
Korea KOSPI	2,272.76	0.05
Shanghai Comp Index	2,786.89	0.41
Hong Kong Hang Seng	28,545.57	-1.41
India Sensex	35,378.60	0.32
Nymex Crude Oil WTI	74.14	0.27
Comex Gold	1,253.50	0.95
Reuters CRB Index	197.50	-1.44
MBB KL	8.98	0.22

Rates	Current (%)	Upcoming CB Meeting	MBB Expectation
MAS SGD 3-Month SIBOR	1.5748	Oct-18	Modest and Gradual Appreciation
BNM O/N Policy Rate	3.25	11/7/2018	Neutral
BI 7-Day Reverse Repo Rate	5.25	19/7/2018	Tightening
BOT 1-Day Repo	1.50	8/8/2018	Tightening Bias
BSP O/N Reverse Repo	3.50	9/8/2018	Tightening Bias
CBC Discount Rate	1.38	27/9/2018	Neutral
HKMA Base Rate	2.25	-	Tightening
PRC 1Y Lending Rate	4.35	-	Tightening Bias
RBI Repo Rate	6.25	1/8/2018	Tightening
BOK Base Rate	1.50	12/7/2018	Tightening
Fed Funds Target Rate	2.00	2/8/2018	Tightening
ECB Deposit Facility Rate	-0.40	26/7/2018	Neutral
BOE Official Bank Rate	0.50	2/8/2018	Neutral
RBA Cash Rate Target	1.50	7/8/2018	Neutral
RBNZ Official Cash Rate	1.75	9/8/2018	Neutral
BOJ Rate	-0.10	31/7/2018	Easing
BoC O/N Rate	1.25	11/7/2018	Tightening

MYR Bonds Trades Details

MGS & GII	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
MGS 5/2011 3.580% 28.09.2018	3.580%	28-Sep-18	660	3.287	3.287	3.196
MGS 5/2015 3.759% 15.03.2019	3.759%	15-Mar-19	145	3.429	3.431	3.372
MGS 4/2014 3.654% 31.10.2019	3.654%	31-Oct-19	201	3.471	3.471	3.415
MGS 2/2009 4.378% 29.11.2019	4.378%	29-Nov-19	568	3.466	3.475	3.409
MGS 6/2012 3.492% 31.03.2020	3.492%	31-Mar-20	235	3.52	3.532	3.49
MGS 6/2013 3.889% 31.07.2020	3.889%	31-Jul-20	56	3.56	3.56	3.55
MGS 3/2015 3.659% 15.10.2020	3.659%	15-Oct-20	11	3.57	3.606	3.556
MGS 5/2017 3.441% 15.02.2021	3.441%	15-Feb-21	42	3.616	3.616	3.614
MGS 1/2011 4.16% 15.07.2021	4.160%	15-Jul-21	33	3.698	3.702	3.691
MGS 3/2014 4.048% 30.09.2021	4.048%	30-Sep-21	29	3.716	3.719	3.712
MGS 4/2016 3.620% 30.11.2021	3.620%	30-Nov-21	842	3.61	3.651	3.603
MGS 1/2017 3.882% 10.03.2022	3.882%	10-Mar-22	10	3.796	3.807	3.796
MGS 1/2012 3.418% 15.08.2022	3.418%	15-Aug-22	17	3.828	3.855	3.828
MGS 2/2015 3.795% 30.09.2022	3.795%	30-Sep-22	24	3.858	3.858	3.804
MGS 3/2013 3.480% 15.03.2023	3.480%	15-Mar-23	266	3.959	3.979	3.959
MGS 1/2016 3.800% 17.08.2023	3.800%	17-Aug-23	7	3.978	3.978	3.978
MGS 1/2014 4.181% 15.07.2024	4.181%	15-Jul-24	101	4.124	4.143	4.077
MGS 1/2018 3.882% 14.03.2025	3.882%	14-Mar-25	17	4.071	4.071	4.071
MGS 1/2015 3.955% 15.09.2025	3.955%	15-Sep-25	119	4.255	4.267	4.239
MGS 3/2011 4.392% 15.04.2026	4.392%	15-Apr-26	78	4.292	4.338	4.284
MGS 2/2006 4.709% 15.09.2026	4.709%	15-Sep-26	5	4.352	4.352	4.352
MGS 3/2016 3.900% 30.11.2026	3.900%	30-Nov-26	134	4.3	4.328	4.293
MGS 2/2012 3.892% 15.03.2027	3.892%	15-Mar-27	2	4.38	4.38	4.38
MGS 4/2017 3.899% 16.11.2027	3.899%	16-Nov-27	64	4.287	4.287	4.258
MGS 3/2010 4.498% 15.04.2030	4.498%	15-Apr-30	2	4.614	4.622	4.595
MGS 4/2011 4.232% 30.06.2031	4.232%	30-Jun-31	16	4.678	4.678	4.678
MGS 4/2012 4.127% 15.04.2032	4.127%	15-Apr-32	1	4.725	4.773	4.725
MGS 4/2013 3.844% 15.04.2033	3.844%	15-Apr-33	18	4.695	4.737	4.695
MGS 3/2018 4.642% 07.11.2033	4.642%	7-Nov-33	2	4.634	4.634	4.634
MGS 4/2015 4.254% 31.05.2035	4.254%	31-May-35	19	4.912	4.926	4.898
MGS 3/2017 4.762% 07.04.2037	4.762%	7-Apr-37	7	4.918	4.926	4.918
MGS 7/2013 4.935% 30.09.2043	4.935%	30-Sep-43	1	4.947	4.955	4.947
PROFIT-BASED GII 1/2011 30.08.2018	3.872%	30-Aug-18	170	3.283	3.283	3.283
GII MURABAHAH 7/2013 30.04.2019	3.558%	30-Apr-19	100	3.479	3.479	3.479
PROFIT-BASED GII 3/2012 30.09.2019	3.704%	30-Sep-19	2	3.617	3.617	3.617
GII MURABAHAH 4/2016 3.226% 15.04.2020	3.226%	15-Apr-20	1	3.635	3.635	3.635
PROFIT-BASED GII 3/2010 15.06.2020	4.284%	15-Jun-20	60	3.697	3.697	3.697
GII MURABAHAH 2/2015 3.799% 27.08.2020	3.799%	27-Aug-20	14	3.724	3.724	3.69
GII MURABAHAH 2/2016 3.743% 26.08.2021	3.743%	26-Aug-21	2	3.837	3.837	3.837
GII MURABAHAH 3/2017 3.948% 14.04.2022	3.948%	14-Apr-22	1	3.863	3.863	3.863
GII MURABAHAH 1/2015 4.194% 15.07.2022	4.194%	15-Jul-22	2	3.963	3.963	3.963
GII MURABAHAH 3/2018 4.094% 30.11.2023	4.094%	30-Nov-23	310	4.012	4.019	4.012
GII MURABAHAH 1/2018 4.128% 15.08.2025	4.128%	15-Aug-25	10	4.167	4.167	4.167
GII MURABAHAH 2/2018 31.10.2028	4.369%	31-Oct-28	20	4.314	4.314	4.314
GII MURABAHAH 6/2017 4.724% 15.06.2033	4.724%	15-Jun-33	1	4.738	4.738	4.738
GII MURABAHAH 6/2015 4.786% 31.10.2035	4.786%	31-Oct-35	1	4.994	4.994	4.937

Total **4,426**

Sources: BPAM

MYR Bonds Trades Details

PDS	Rating	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
PASB IMTN (GG) 4.43% 03.02.2023 - Issue No. 22	GG	4.430%	3-Feb-23	35	4.291	4.293	4.291
PASB IMTN (GG) 4.560% 06.06.2025 - Issue No. 35	GG	4.560%	6-Jun-25	20	4.468	4.473	4.446
PRASARANA IMTN 0% 04.08.2026 - MTN 4	GG	4.350%	4-Aug-26	10	4.481	4.481	4.481
SARAWAKHIDRO IMTN 4.580% 13.10.2028	GG	4.580%	13-Oct-28	10	4.608	4.611	4.608
DANAINFRA IMTN 4.890% 25.05.2032 - Tranche No 64	GG	4.890%	25-May-32	40	4.828	4.831	4.828
DANAINFRA IMTN 5.380% 21.04.2039 - Tranche No 18	GG	5.380%	21-Apr-39	80	5.1	5.1	5.1
JAMB.KEDUA IMTN 4.860% 26.07.2041	GG	4.860%	26-Jul-41	4	5.16	5.161	5.16
CAGAMASBMS 4.020% 29.05.2019 - Tranche 2007-1-i/5	AAA	4.020%	29-May-19	20	4.155	4.178	4.155
GB SERVICES MTN 3651D 08.11.2019 - MTN 1	AAA (S)	5.300%	8-Nov-19	20	4.503	4.511	4.503
CAGAMAS MTN 4.100% 16.3.2020	AAA	4.100%	16-Mar-20	5	4.171	4.171	4.171
CAGAMAS MTN 4.10% 18.11.2020	AAA	4.100%	18-Nov-20	10	4.199	4.199	4.199
CAGAMAS IMTN 4.500% 25.05.2023	AAA	4.500%	25-May-23	5	4.421	4.421	4.421
PLUS BERHAD IMTN 5.150% 12.01.2032 - Series 1 (16)	AAA IS	5.150%	12-Jan-32	20	4.91	4.931	4.91
YTL POWER MTN 3651D 24.3.2023	AA1	4.490%	24-Mar-23	25	4.67	4.67	4.67
CIMBBANK 4.700% 07.08.2026 - Issue No 4	AA+	4.700%	7-Aug-26	1	5.222	5.325	5.222
CMS IMTN 4.800% 05.05.2022 - Series No 1	AA3	4.800%	5-May-22	10	4.767	4.772	4.767
TBEI IMTN 5.700% 16.03.2027	AA3	5.700%	16-Mar-27	2	4.87	4.871	4.87
AMMB HLDG MTN 3652D 15.3.2027 (SUB-NOTES)	A1	5.200%	15-Mar-27	10	4.931	4.931	4.928
CIMB 5.500% Perpetual Capital Securities - T2	A1	5.500%	25-May-16	1	5.15	5.399	5.144
CIMB 5.800% Perpetual Capital Securities - T1	A1	5.800%	25-May-16	1	4.907	4.907	4.907
UMWH Perpetual Sukuk Musharakah 6.35% - Tranche 1	A1	6.350%	20-Apr-18	2	6.006	6.252	6.006
MAH SING 6.900% PERPETUAL SECURITIES - SERIES NO 1	NR(LT)	6.900%	2-Apr-17	1	6.5	6.5	6.5

Total **332**

Sources: BPAM

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