

Global Markets Daily

BoJ Operation a Trigger for JPY Gains

Rising Speculation of BoJ Stimulus Removal

USDJPY saw a sharp drop this morning from 113.10 to low of 112.56, triggered by BoJ's reduction in its purchases of bonds in the 10Y - 25Y and more than 25Y maturity by JPY10bn each. This adds to speculation that BoJ may remove monetary stimulus. BoJ meets on 23 Jan. Support for USDJPY at 112.20, 111.80 levels. Overnight, USD rebounded. Technical indicators have cautioned that DXY is in oversold conditions. We do not rule out further USD short squeeze given stretched positioning in some USD/AXJs. Repeated verbal warnings from regional central banks could see further adjustment to USD shorts. On GBP, we remain biased for further upside targeting 1.3610, 1.3660 levels.

Fed Speaks Overnight Reiterated About 3 Hikes This Year

In Fed speaks overnight, Bostic spoke on topics relating to growth, inflation, monetary policy and yield curve flattening. He said he is comfortable with slow removal of monetary policy accommodation and he cautioned that that does not mean as many as 3 or 4 rate hikes per year. He does not expect 2018 to be a "breakthrough year" for growth and sees the US economy continuing to expand at a modest pace. He also said that the Fed should keep a close eye on the yield curve and that he will go all he can to make sure Fed policy does not invert the yield curve explicitly. Fed's Williams said he is not worried about inflation suddenly taking off... 3 rate hikes make sense to him. He also predicted that unemployment rate would fall to 3.7% (vs. Fed's expectation of 4.1%).

Relatively Quiet Session on the Data Front

Some of the key data/events we watch today include US JOLTS job openings; Fed's Rosengren and Kashkari to speak; EU unemployment rate.

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G7: Events & Market Closure

| Date | Ctry | Event |
|-------|------|----------------|
| 8 Jan | JP | Market Closure |

FX: Overnight Closing Prices

| Majors | Prev Close | % Chg | Asian FX | Prev Close | % Chg |
|---------|------------|---------|----------|------------|---------|
| EUR/USD | 1.1967 | ↓ -0.52 | USD/SGD | 1.3325 | ↑ 0.46 |
| GBP/USD | 1.3568 | ↓ -0.02 | EUR/SGD | 1.5945 | ↓ -0.05 |
| AUD/USD | 0.7842 | ↓ -0.28 | JPY/SGD | 1.1782 | ↑ 0.39 |
| NZD/USD | 0.7176 | ↑ 0.04 | GBP/SGD | 1.8079 | ↑ 0.44 |
| USD/JPY | 113.09 | ↑ 0.04 | AUD/SGD | 1.0448 | ↑ 0.13 |
| EUR/JPY | 135.35 | ↓ -0.49 | NZD/SGD | 0.9562 | ↑ 0.57 |
| USD/CHF | 0.9772 | ↑ 0.26 | CHF/SGD | 1.3636 | ↑ 0.20 |
| USD/CAD | 1.2421 | ↑ 0.07 | CAD/SGD | 1.0728 | ↑ 0.36 |
| USD/MYR | 3.998 | ↑ 0.01 | SGD/MYR | 3.0011 | ↓ -0.36 |
| USD/THB | 32.221 | ↑ 0.07 | SGD/IDR | 10086.16 | ↓ -0.21 |
| USD/IDR | 13429 | ↑ 0.10 | SGD/PHP | 37.6983 | ↑ 0.33 |
| USD/PHP | 50.186 | ↑ 0.61 | SGD/CNY | 4.8767 | ↓ -0.26 |

Implied USD/SGD Estimates @ 9 Jan-18, 9.00AM

| Upper Band Limit | Mid-Point | Lower Band Limit |
|------------------|-----------|------------------|
| 1.3164 | 1.3431 | 1.3697 |

G7 Currencies

- **DXY - Caution on USD Short Squeeze.** USD rebounded amid position adjustment. Technical indicators have cautioned that DXY is in oversold conditions. Bearish momentum on daily chart is now waning. Rebound could target 92.70, 93 levels. Interim support seen at 91.75 levels. We do not rule out further USD short squeeze given stretched positioning in some USD/AXJs. And repeated verbal warnings from regional central banks could see further adjustment to USD shorts. There was no tier-1 data release yesterday except for Fed speaks. Bostic spoke on topics relating to growth, inflation, monetary policy and yield curve flattening. He said he is comfortable with slow removal of monetary policy accommodation and he cautioned that that does not mean as many as 3 or 4 rate hikes per year. He does not expect 2018 to be a “breakthrough year” for growth and sees the US economy continuing to expand at a modest pace. He also said that the Fed should keep a close eye on the yield curve and that he will go all he can to make sure Fed policy does not invert the yield curve explicitly. Fed’s Williams said he is not worried about inflation suddenly taking off... 3 rate hikes make sense to him. He also predicted that unemployment rate would fall to 3.7% (vs. Fed’s expectation of 4.1%). Week ahead brings JOLTS Job Openings (Nov); Fed’s Rosengren and Kashkari speak on Tue; Exports, Imports Price Index (Dec); Fed’s Evans, Bullard speak; Wholesale Inventories, trade sales (Nov) on Wed; PPI (Dec); Fed’s Dudley to speak to Thu; CPI, Retail Sales (Dec); Fed’s Rosengren to speak on Fri.
- **EURUSD - German Government Formation Possibly Delayed.** EUR fell overnight, in line with our caution for risk of double-top reversal. Talks of possible delay in German government formation to Mar, disappointing German factory orders and positioning squeeze are some of the factors being cited for the move lower. Merkel and Social Democratic Party (SPD) leader Schulz are still in talks on forming the next coalition government this week which is expected to be completed by Thu or Fri this week. Both parties are still trying to find a common ground on matters relating to social welfare reforms and asylum status of refugees. SPD will hold a vote on party congress (21 Jan) to decide on cooperation with Merkel’s CDU. Not forgetting that Italy holds General Elections on 4 Mar and the lead-up to election could usher in renewed uncertainties especially when oppositions now lead opinion polls. Political uncertainties in Europe could cumulate and weigh on sentiment. EUR was last seen at 1.1965 levels. Bullish momentum on daily chart is waning while stochastics shows tentative signs of turning lower from overbought conditions. Key support at 1.1965 (76.4% fibo retracement of Sep high to Nov low) before 1.1905 (21 DMA). Key resistance remains at 1.2092 (double-top, previous high in Sep 2017). Double-top bearish reversal pattern highlighted is playing out. Week ahead brings Unemployment rate (Nov) on Tue; Industrial Production (Nov); ECB Minutes on Thu.
- **GBPUSD - Buy on Dips.** GBP slipped this morning; last seen at 1.3560 levels. Bullish momentum on daily chart remains intact though stochastics is in near-overbought conditions. Key support at 1.3510 (76.4% fibo retracement of Sep high to Oct low), 1.3420 (21 DMA). Price pattern shows a potential cup and handle bullish continuation

pattern. Bias to buy on dips. Resistance at 1.3610, 1.3657 (Sep high). PM May's cabinet reshuffle started yesterday with little surprises: both Justine Greening (Education secretary) and Patrick McLoughlin (Conservative Party Chairman) were replaced. Karen Bradley has been appointed as the new Northern Ireland secretary while most senior Ministers, Brexit Secretary Davis, Home secretary Amber Rudd and Chancellor Hammond kept their existing portfolios. Week ahead brings BRC Sales (Dec) on Tue; IP, Construction Output, Trade (Nov) on Wed.

- **USDJPY - Policy Tightening Speculation Weighs.** With onshore markets closed for a public holiday, USDJPY traded to a recent high of 113.39 yesterday amid a short-squeeze in the USD and a mild widening of yield differentials between 10Y UST and JGB. 10Y UST yield had climbed modestly to 2.48, while the 10 JGB yield held steady at 0.055%. In addition, easing geopolitical tensions as the two Koreas prepare to engage each other had also been supportive of the pair. Pair has since reverse some of its gains amid speculation that BOJ could remove its ultra-loose monetary policy this year triggered by the central bank's reduction in its purchases of bonds more than 10 years maturity by JPY10bn. Last seen at 112.63-levels. Momentum indicators are now showing very mild bearish bias on the daily chart, while stochastics continues to turn higher. Weekly momentum indicators and stochastics though continue to show no clear bias. Support at 112.20 (100DMA), 111.70 (200DMA). Resistance remains at 113.50, 114 levels. Remaining week has current account (Nov) on Fri.
- **NZDUSD - Running Out of Steam?** Recent Kiwi rally appears to have ran out of steam; pair was last seen at 0.7170 levels. Bullish momentum on weekly and daily chart remains intact but daily stochastics is in overbought conditions. Failure to make a sustained close above 0.7170 (50% fibo retracement of Aug high to Dec low) may see the pair correct lower towards 0.7080. Resistance at 0.7260 (61.8% fibo). Week ahead brings QV House Prices (Dec) on Thu; Building Permits (Nov) on Fri.
- **AUDUSD - Room to go lower.** AUDUSD traded bid this morning after building approvals increased by 11.7% m/m, overshooting estimates of -1.3% m/m. Yesterday, we shared of a rising wedge reversal pattern formed since uptrend started on Dec 11; pair has broken below lower bound of rising wedge. Last seen at 0.7850 levels. However, we see room for the pair to go lower towards 0.78-levels on continuation of USD recovery. On the daily chart, bullish momentum remains intact but waning. Stochastics are in oversold conditions. Resistance remains at 0.7870 (61.8% fibo retracement of Sep high to Dec low), 0.7900 (Upper bound of rising wedge). Support at 0.7800 (50% fibo), 0.7730 (38.2% fibo) levels. Week ahead brings Retail sales on Thu; Inflation Gauge on Fri.
- **USDCAD - Consolidating.** USDCAD relatively unchanged this morning as the pair consolidated above 1.24-levels on USD strength. Pair would consolidate around current levels ahead of Housing data later tonight (9.15pm SG/KL time). Watch for key resistance levels at 1.2470 (23.6% fibo retracement of May high to Sep low, downward trend channel formed since 20 Dec); a breakthrough could see pair go higher towards next resistance at 1.2600 levels (100DMA, lower

bound of ichimoku cloud). On the daily charts, bearish momentum remains intact, while stochastics is at oversold levels. Support is now at 1.2356 (Jan low), 1.2062 levels (Sep low). Week ahead brings BoC's Housing starts on later today; Building permits on Wed; New housing price index (NHPI) on Thu.

Asia ex Japan Currencies

- **SGD trades around 0.82% above the implied mid-point of 1.3431. The top is estimated at 1.3164 and the floor at 1.3697.**
- **USDSGD - *Risks Tilting To The Upside In Near Term.*** USDSGD surrendered all of its losses of this year and more amid unwinding of stale short-USD positions and bounce in UST yields. Pair has climbed back above the 1.33-levels to hit a new 2018 high of 1.3330 overnight but has since eased off slightly, possibly on profit-taking activities. Softer UST yields again weighed on the 3-month SOR in the early evening yesterday, sending the rate lower by 3.7% to 1.103%. Firmer UST yields today should be supportive of the 3-month SOR intraday. Last seen around 1.3320 levels. Bearish bias on the daily chart remains intact but is waning, while stochastics shows tentative signs of turning higher from oversold conditions. Weekly momentum remain mildly bearish bias while stochastics remains at oversold conditions. This suggests risks to the pair remains to the downside, but could be tilting to the upside in the near term. New resistance is at 1.3370 levels, 1.3405 (21DMA). Support is now at 1.3310, 1.3256 levels. Week ahead has foreign reserves (Dec) on Mon; retail sales (Nov) on Fri.
- **AUDSGD - *Bias to Buy on Dips.*** AUDSGD inched higher amid SGD underperformance. Cross was last seen at 1.0460 levels. Bullish momentum on daily chart remains intact though stochastics is in overbought conditions. Decisive break above 1.0445 (38.2% fibo retracement of Jul high to Dec low) could see the cross trade higher towards 1.0510/40 levels. Support at 1.0440, 1.0380 (21 DMA). Bias to buy on dips.
- **SGDMYR - *Sell on Rallies.*** SGDMYR rebounded; last seen at 3.0060 levels. Bearish momentum on monthly, weekly, daily chart remains intact. Bias for further downside. Next support at 2.9750 (61.8% fibo retracement of 2016 low to 2017 high). Resistance at 3.03, 3.05 (50 DMA) levels.
- **USDMYR - *Caution for Rebound Risks Short Term.*** USDMYR rebounded amid broad USD rebound overnight. Pair was last seen at 4.0030 levels. Momentum indicator on monthly, weekly and daily charts remain bearish but stochastics is near oversold conditions. This suggests the risk of near term rebound. In particular a falling wedge pattern appears to be forming - another sign of mild bullish reversal. We caution that rebound could re-visit 4.03, 4.05 levels. Next support levels at 3.9830, 3.95 before 3.9350. We reiterate that the move lower remains consistent with our positive outlook on the MYR. 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 domestic to provide the near term support for MYR. Industrial production is due for release on Thu.

- **1m USDKRW NDF - *Rebound Risks*.** 1m USDKRW NDF firmed amid USD rebound and concerns that policymakers could conduct *leaning against the wind* activities. Pair was last seen at 1066 levels. Bearish momentum on daily chart remains intact but shows signs of waning while stochastics is showing tentative signs of rising from oversold conditions. Rebound could target 1069, 1075 levels. Support at 1060.
- **USDCNH - *Consolidate*.** 1m USDINR NDF traded bid after USD recovered on the previous day. Higher oil prices this morning also kept the USDINR supported. Expect the 1m USDINR NDF to consolidate around current levels for now ahead of CPI, IP data on Fri. However, do not rule out further upside potential on continued USD recovery. Pair was last seen at 63.66 levels. On the daily charts, bearish momentum remains intact but waning, while stochastics remains in oversold conditions. Support is now at 63.37 levels (2018 low). Resistance is at 64.00 (23.6% fibo from Sep 2017 high to Jan 2018 low), 64.45(38.2% fibo). Week ahead brings trade data on Wed; CPI, IP on Fri.
- **1m USDIDR NDF - *Slow Grind Higher*.** 1m USDIDR NDF is rebounding amid a short squeeze in the USD. In addition, concerns that growth could underperform could also be putting upside pressure on the 1m NDF. This comes after FinMin Sri Mulyani was quoted as saying that the government could miss its growth target for 2017 due to sluggish consumption growth, which is expect to come in around 4.9-5% y/y in 4Q 2017. 1m NDF bounce higher could have been worst if not for the foreign purchases of USD20.2mn of equities yesterday. Meanwhile, foreign investors had purchased USD353mn in debt on 5 Jan (latest data available). Further net foreign portfolio inflow though should weigh on the 1m NDF. The 1m NDF was last seen around 134453-levels. On the daily chart, bearish bias remains intact but shows signs of waning, while stochastics shows tentative signs of turning higher from oversold conditions. Weekly momentum indicators and stochastics remain bearish bias. This suggests risks to the 1m NDF remains to the downside for now and suggests further upside could be a slow grind intraday. Resistance is around 13500 (38.2% fibo retracement of the Sep-Oct upswing, 100DMA), 13560 (21&50DMAs). Support is at 13430-levels (200DMA), 13370 (61.8% fibo). JISDOR was fixed at 13397 on Mon, 8 pips lower than the fixing on Fri. Quiet week ahead with just foreign reserves (Dec) on tap on Mon.
- **1m USDPHP NDF - *Limited Downside*.** 1m USDPHP NDF reversed all of its losses this year and more amid a short-squeeze in the USD, hitting briefly a new 2018 high of 50.29 this morning. Since then, 1m NDF has eased off, possibly on profit-taking activities. This comes even as foreign funds purchased USD24.15mn in equities yesterday that weighed on the 1m NDF. Further foreign portfolio inflows into Philippines assets should weigh on the 1m NDF intraday. 1m NDF was last seen around 50.21-levels. Momentum indicators on the daily chart is now mildly bullish bias, while stochastics has climbed out from oversold levels. Weekly charts though continue to show bearish momentum and stochastics at oversold conditions. This suggests

risks remain to the downside but risks to the 1m NDF are to the upside in the near term, which should limit downside intraday. Support nearby is at 50.15 (21DMA), 50-handle (76.4% fibo retracement of the Apr-Oct upswing). Next resistance is 50.45 (61.8% fibo), 50.60 (50DMA).

- **USDTHB - Capped.** USDTHB move lower to a new 2018 low of 32.084 yesterday - a low not seen since Sep 2014 - proved to be brief. The unwinding of stale short-USD positions lifted the pair higher. The climb in the USDTHB could have been worse if not for the net foreign portfolio inflows into Thai assets yesterday. Foreign investors had purchased USD200.1mn in debt yesterday, which more than offset the sell off of USD103.51mn in equities. Further net foreign portfolio inflows should mitigate upside pressure on the pair intraday. Pair was last seen around 32.270-levels. Daily momentum indicators show bearish bias, and stochastics is at oversold conditions. Weekly momentum indicators are mildly bearish bias with stochastics still at oversold conditions. This suggests risks to the pair remain to the downside and that further upside could be capped. Resistance is around 32.390 levels. Support at the 32.084 (2018 low on 8 Jan). Quiet week ahead with just foreign reserves (5 Jan) on tap Fri.

Malaysia Fixed Income

Rates Indicators

Analysts

| MGS | Previous Bus. Day | Yesterday's Close | Change (bps) |
|--------------|-------------------|-------------------|--------------|
| 3YR MH2/21 | 3.32 | 3.34 | +2 |
| 5YR MI3/22 | 3.50 | *3.52/49 | Not traded |
| 7YR ML9/24 | 3.84 | 3.82 | -2 |
| 10YR MO11/27 | 3.86 | 3.85 | -1 |
| 15YR MX4/33 | 4.38 | 4.37 | -1 |
| 20YR MX4/37 | 4.58 | 4.58 | Unchanged |
| 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 | 3.64 | -1 |
| 3-year | 3.75 | 3.75 | - |
| 5-year | 3.83 | 3.83 | - |
| 7-year | 3.92 | 3.93 | +1 |
| 10-year | 4.05 | 4.05 | - |

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Source: Maybank KE

*Indicative levels

- Local government bond market started the morning strong with benchmark MGS yields trading 2-3bps lower. Ringgit touched a low of 3.9860 against the USD, but it swiftly rebounded triggering mild selling in govies. Buying sentiment became confined to off-the-run bonds at the belly as flows targeted specific issues. MGS yields closed +/- 2bps from previous levels.
- MYR IRS curve was mixed ending +/- 1bp in a quiet market as the Ringgit saw range bound trading and with no significant events this week. There was one reported trade on 3y IRS which was taken at 3.76%. 3M KLIBOR remained at 3.44%.
- Muted corporate bond market with interest primarily in AAA and GG spaces. AAAs saw better buying but levels were +/- 1bp from MTM. Telekom softened 1bp, while Danga tightened 1bp. GGs saw better selling at the belly with Prasarana and PTPTN 2024s better offered and the latter traded 1bp wider than MTM. Volume remained thin coming in at just MYR300m. In AAA, 9y papers look attractive in terms of spreads.

Singapore Fixed Income

Rates Indicators

| SGS | Previous Bus. Day | Yesterday's Close | Change (bps) |
|------|-------------------|-------------------|--------------|
| 2YR | 1.55 | 1.54 | -1 |
| 5YR | 1.67 | 1.68 | +1 |
| 10YR | 2.03 | 2.06 | +3 |
| 15YR | 2.34 | 2.37 | +3 |
| 20YR | 2.39 | 2.41 | +2 |
| 30YR | 2.50 | 2.53 | +3 |

Source: Maybank KE

- SGS started on a quiet note with short end bonds continuing to see demand as funding rates declined. SGD IRS curve steepened as front end rates took cue from cheaper short dated forwards while long end rates tracked UST yields higher. SGD IRS rates closed about -2bps at the front end and +1-2bps at the back end. SGS yield curve also steepened with the 2y yield -1bp and yields 10y and above +2-3bps.
- Activity seemed to be picking up in the Asian credit space. NAB and ANZ issued USD and AUD bonds respectively; the 5y AUD FRNs at +80 levels look attractive. Also in the pipeline is Country Garden with a USD bond. INDONs and PHILIPs mostly unchanged to slightly better in cash, while Malaysian names mostly had bids without offers. After Fitch upgraded Longfor Property's rating last week, the company issued 5.25y and 10y USD bonds.

Indonesia Fixed Income

Rates Indicators

| IDR Gov't Bonds | Previous Bus. Day | Yesterday's Close | Change (bp) |
|-----------------|-------------------|-------------------|-------------|
| 2YR | 5.45 | 5.44 | (1.03) |
| 5YR | 5.53 | 5.46 | (6.60) |
| 10YR | 6.07 | 6.01 | (5.20) |
| 15YR | 6.57 | 6.53 | (3.65) |
| 20YR | 6.87 | 6.79 | (7.99) |
| 30YR | 7.14 | 7.11 | (2.53) |

* Source: Maybank Indonesia

- Indonesia bond market closed higher during Monday trading session. The upward movement of the IGB prices yesterday could be explained by higher Dec 17 foreign reserve data (rose by \$4.23b to \$130.2b; mainly receipt from government's issuance of global bonds), response to mixed U.S. Dec 17 labour data (released last Friday) and remaining buying appetite. 5-yr, 10-yr, 15-yr and 20-yr benchmark series yield stood at 5.465%, 6.014%, 6.535% and 6.786% while 2y yield moved lower to 5.436%. During the day, FR0070 (6y) yield decline the most by 12bps while FR0067 (26y) yield increase the most by 3bps. 10y15y G-Spread remain the widest on YTD basis currently (10y15y current spread: 25bps). Trading volume at secondary market was noted heavy at government segments amounting Rp29,993b with FR0075 (20y benchmark series) as the most tradable bond. FR0075 total trading volume amounting Rp3,895b with 734x transaction frequency.
- DMO will conduct their first bi-weekly sukuk auction this Tuesday with six series to be auctioned which are SPN-S10072018 (Coupon: discounted; Maturity: 10 Jul 2018), PBS016 (Coupon: 6.250%; Maturity: 15 Mar 2020), PBS002 (Coupon: 5.450%; Maturity: 15 Jan 2022), PBS017 (Maturity: 15 Oct 2031), PBS012 (Coupon: 8.875%; Maturity: 15 Nov 2031) and PBS004 (Coupon: 6.100%; Maturity: 15 Feb 2037). We believe that the auction will be oversubscribing by 3.0x - 4.0x from its indicative minimal target issuance of Rp8 tn while our view on the indicative yield are as follows SPN-S10072018 (range: 4.850% - 4.950%), PBS016 (range: 5.650% - 5.750%), PBS002 (range: 5.850% - 5.950%), PBS017 (range: 6.450% - 6.550%), PBS012 (range: 6.950% - 7.050%) and PBS004 (range: 7.050% - 7.150%).
- Foreign ownership stood at Rp848.96t or 40.3% of total tradable government bond as of Jan 5th. Considering a 2-day's settlement, Foreigner booked net buy worth of Rp10.798t from begin month Jan 18. Most of the purchase occurred during first conventional auction last week.
- Corporate bond traded thin amounting Rp707b. BMTR01ACN1 (Shelf Registration I Global Mediacom Phase I Year 2017; A serial bond; Rating: *id*A+) was the top actively traded corporate bond with total trading volume amounted Rp130b yielding 11.072%.

Foreign Exchange: Daily Levels

| | EUR/USD | USD/JPY | AUD/USD | GBP/USD | USD/CNH | NZD/USD | EUR/JPY | AUD/JPY |
|----------------|---------|---------|---------|---------|---------|---------|----------|---------|
| R2 | 1.2088 | 113.63 | 0.7893 | 1.3622 | 6.5238 | 0.7200 | 136.7900 | 89.3480 |
| R1 | 1.2027 | 113.36 | 0.7868 | 1.3595 | 6.5105 | 0.7188 | 136.0700 | 89.0160 |
| Current | 1.1973 | 113.13 | 0.7853 | 1.3571 | 6.5025 | 0.7185 | 135.4500 | 88.8280 |
| S1 | 1.1931 | 112.85 | 0.7822 | 1.3532 | 6.4753 | 0.7160 | 134.8800 | 88.4140 |
| S2 | 1.1896 | 112.61 | 0.7801 | 1.3496 | 6.4534 | 0.7144 | 134.4100 | 88.1440 |

| | USD/SGD | USD/MYR | USD/IDR | USD/PHP | USD/THB | EUR/SGD | CNY/MYR | SGD/MYR |
|----------------|---------|---------|---------|---------|---------|---------|---------|---------|
| R2 | 1.3376 | 4.0057 | 13528 | 50.4620 | 32.3697 | 1.6052 | 0.6175 | 3.0166 |
| R1 | 1.3350 | 4.0018 | 13478 | 50.3240 | 32.2953 | 1.5998 | 0.6140 | 3.0089 |
| Current | 1.3319 | 4.0030 | 13432 | 50.1920 | 32.2250 | 1.5948 | 0.6142 | 3.0057 |
| S1 | 1.3279 | 3.9903 | 13380 | 49.9120 | 32.1153 | 1.5892 | 0.6089 | 2.9955 |
| S2 | 1.3234 | 3.9827 | 13332 | 49.6380 | 32.0097 | 1.5840 | 0.6072 | 2.9898 |

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

Equity Indices and Key Commodities

| | Value | % Change |
|--------------------------------|-----------|----------|
| Dow | 25,283.00 | -0.05 |
| Nasdaq | 7,157.39 | 0.29 |
| Nikkei 225 | 23,714.53 | 0.89 |
| FTSE | 7,696.51 | -0.36 |
| Australia ASX 200 | 6,130.37 | 0.13 |
| Singapore Straits Times | 3,512.18 | 0.65 |
| Kuala Lumpur Composite | 1,832.15 | 0.78 |
| Jakarta Composite | 6,385.40 | 0.50 |
| Philippines Composite | 8,745.12 | -0.28 |
| Taiwan TAIEX | 10,915.75 | 0.33 |
| Korea KOSPI | 2,513.28 | 0.63 |
| Shanghai Comp Index | 3,409.48 | 0.52 |
| Hong Kong Hang Seng | 30,899.53 | 0.28 |
| India Sensex | 34,352.79 | 0.58 |
| Nymex Crude Oil WTI | 61.73 | 0.47 |
| Comex Gold | 1,320.40 | -0.14 |
| Reuters CRB Index | 192.92 | -0.27 |
| MBB KL | 9.85 | 0.51 |

Policy Rates

| Rates | Current (%) | Upcoming CB Meeting | MBB Expectation |
|----------------------------|-------------|---------------------|-----------------|
| MAS SGD 3-Month SIBOR | 1.4272 | 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 | 25 | 2.935 | 2.935 | 2.935 |
| MGS 5/2011 3.580% 28.09.2018 | 3.580% | 28-Sep-18 | 189 | 2.646 | 3.047 | 2.646 |
| MGS 5/2015 3.759% 15.03.2019 | 3.759% | 15-Mar-19 | 39 | 2.99 | 3.052 | 2.99 |
| MGS 3/2004 5.734% 30.07.2019 | 5.734% | 30-Jul-19 | 8 | 3.146 | 3.146 | 3.146 |
| MGS 4/2014 3.654% 31.10.2019 | 3.654% | 31-Oct-19 | 100 | 3.107 | 3.107 | 3.107 |
| MGS 2/2009 4.378% 29.11.2019 | 4.378% | 29-Nov-19 | 100 | 3.139 | 3.139 | 3.139 |
| MGS 6/2012 3.492% 31.03.2020 | 3.492% | 31-Mar-20 | 276 | 3.255 | 3.255 | 3.209 |
| MGS 5/2017 3.441% 15.02.2021 | 3.441% | 15-Feb-21 | 58 | 3.341 | 3.341 | 3.32 |
| MGS 3/2014 4.048% 30.09.2021 | 4.048% | 30-Sep-21 | 60 | 3.571 | 3.571 | 3.565 |
| MGS 4/2016 3.620% 30.11.2021 | 3.620% | 30-Nov-21 | 20 | 3.439 | 3.439 | 3.439 |
| MGS 2/2015 3.795% 30.09.2022 | 3.795% | 30-Sep-22 | 99 | 3.655 | 3.657 | 3.631 |
| MGS 1/2014 4.181% 15.07.2024 | 4.181% | 15-Jul-24 | 60 | 3.822 | 3.831 | 3.822 |
| MGS 2/2017 4.059% 30.09.2024 | 4.059% | 30-Sep-24 | 213 | 3.82 | 3.857 | 3.812 |
| MGS 1/2015 3.955% 15.09.2025 | 3.955% | 15-Sep-25 | 145 | 3.95 | 3.983 | 3.947 |
| MGS 3/2016 3.900% 30.11.2026 | 3.900% | 30-Nov-26 | 43 | 4.055 | 4.055 | 4.055 |
| MGS 4/2017 3.899% 16.11.2027 | 3.899% | 16-Nov-27 | 161 | 3.843 | 3.857 | 3.843 |
| MGS 3/2010 4.498% 15.04.2030 | 4.498% | 15-Apr-30 | 11 | 4.349 | 4.349 | 4.349 |
| MGS 4/2013 3.844% 15.04.2033 | 3.844% | 15-Apr-33 | 150 | 4.368 | 4.368 | 4.368 |
| MGS 3/2017 4.762% 07.04.2037 | 4.762% | 7-Apr-37 | 12 | 4.584 | 4.584 | 4.577 |
| PROFIT-BASED GII 3/2010 15.06.2020 | 4.284% | 15-Jun-20 | 40 | 3.594 | 3.594 | 3.594 |
| GII MURABAHAH 2/2015 3.799% 27.08.2020 | 3.799% | 27-Aug-20 | 40 | 3.625 | 3.625 | 3.617 |
| GII MURABAHAH 3/2017 3.948% 14.04.2022 | 3.948% | 14-Apr-22 | 163 | 3.78 | 3.78 | 3.755 |
| GII MURABAHAH 1/2016 4.390% 07.07.2023 | 4.390% | 7-Jul-23 | 2 | 4.021 | 4.021 | 4.021 |
| GII MURABAHAH 2/2017 4.045% 15.08.2024 | 4.045% | 15-Aug-24 | 130 | 4.034 | 4.036 | 4.027 |
| GII MURABAHAH 4/2015 3.990% 15.10.2025 | 3.990% | 15-Oct-25 | 30 | 4.157 | 4.157 | 4.157 |
| GII MURABAHAH 3/2016 4.070% 30.09.2026 | 4.070% | 30-Sep-26 | 80 | 4.178 | 4.18 | 4.178 |
| GII MURABAHAH 1/2017 4.258% 26.07.2027 | 4.258% | 26-Jul-27 | 451 | 4.12 | 4.133 | 4.115 |
| GII MURABAHAH 6/2017 15.06.2033 | 4.724% | 15-Jun-33 | 156 | 4.551 | 4.61 | 4.551 |
| GII MURABAHAH 5/2013 4.582% 30.08.2033 | 4.582% | 30-Aug-33 | 130 | 4.626 | 4.644 | 4.626 |
| GII MURABAHAH 5/2017 4.755% 04.08.2037 | 4.755% | 4-Aug-37 | 30 | 4.755 | 4.763 | 4.755 |

Total**3,020**

Sources: BPAM

MYR Bonds Trades Details

| PDS | Rating | Coupon | Maturity Date | Volume (RM 'm) | Last Done | Day High | Day Low |
|--|---------|--------|---------------|----------------|-----------|----------|---------|
| PTPTN IMTN 4.670% 28.03.2024 | GG | 4.670% | 28-Mar-24 | 20 | 4.301 | 4.302 | 4.301 |
| PRASARANA IMTN 0% 27.09.2024 - MTN 1 | GG | 4.850% | 27-Sep-24 | 10 | 4.317 | 4.322 | 4.317 |
| CAGAMAS MBS 5.27% MORT-BACKED SUKUKMUSYK 2005-A 6 | AAA IS | 5.270% | 7-Aug-20 | 50 | 3.667 | 3.667 | 3.667 |
| PUTRAJAYA IMTN 19.09.2023 SERIES 7 TRANCHE 010 | AAA IS | 4.550% | 19-Sep-23 | 30 | 4.408 | 4.422 | 4.408 |
| TELEKOM IMTN 4.820% 21.03.2024 | AAA | 4.820% | 21-Mar-24 | 30 | 4.373 | 4.382 | 4.373 |
| TELEKOM IMTN 4.580% 03.09.2027 | AAA | 4.580% | 3-Sep-27 | 30 | 4.556 | 4.556 | 4.544 |
| DANGA IMTN 4.520% 06.09.2027 - Tranche 7 | AAA (S) | 4.520% | 6-Sep-27 | 5 | 0 | 0 | 0 |
| RANTAU IMTN 0% 16.01.2032 - Tranche No 10 | AAA (S) | 5.000% | 16-Jan-32 | 10 | 4.894 | 4.897 | 4.894 |
| HLBANK 4.500% 21.06.2024 | AA1 | 4.500% | 21-Jun-24 | 20 | 4.334 | 4.341 | 4.334 |
| TMSB Senior Sukuk Murabahah 22.10.2032(Tranche 11) | AA1 | 5.500% | 22-Oct-32 | 10 | 5.22 | 5.22 | 5.219 |
| PKNS IMTN 4.550% 31.10.2018 | AA3 | 4.550% | 31-Oct-18 | 10 | 4.37 | 4.376 | 4.37 |
| WCT IMTN 4.800% 28.12.2018 | AA- IS | 4.800% | 28-Dec-18 | 10 | 4.514 | 4.52 | 4.514 |
| SEGI ASTANA MTN 365D 08.1.2019 | AA- | 4.800% | 8-Jan-19 | 5 | 4.602 | 4.602 | 4.602 |
| PKNS IMTN 4.850% 29.05.2020 | AA3 | 4.850% | 29-May-20 | 20 | 4.695 | 4.709 | 4.695 |
| BGSM MGMT IMTN 5.450% 28.06.2024 - Issue No 10 | AA3 | 5.450% | 28-Jun-24 | 20 | 0 | 0 | 0 |
| SPG IMTN 5.290% 31.10.2031 | AA- IS | 5.290% | 31-Oct-31 | 10 | 5.264 | 5.266 | 5.264 |
| GOLDEN ASSET IMTN 4.750% 03.08.2018 | A1 (S) | 4.750% | 3-Aug-18 | 10 | 4.991 | 5 | 4.991 |
| MAH SING 6.800% UNRATED PERPETUAL SUKUK MUSHARAKAH | NR(LT) | 6.800% | 29-Mar-15 | 1 | 6.304 | 6.348 | 6.304 |
| Total | | | | 301 | | | |

Sources: BPAM

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