May 11, 2017

Maybank

# Global Markets Daily

# NZD Tanked

## Oil Jumped

Oil prices jumped after US inventories fell by more than expected while commodity-linked currencies faced a different fate - NZD tanked on RBNZ, AUD lower on iron ore prices while CAD was weaker due to Moody's downgrade on 6 Canadian banks. Amongst the AXJs, KRW is firmer on post-election relief rally. USDJPY was firmer after 10Y UST auction overnight. We continue to expect USD to stay supported selectively vs. JPY, SGD, THB, IDR, INR and KRW.

## NZD Fell on Disappointment with RBNZ

Markets were expecting RBNZ to signal its first rate hike from late-2019 to early 2018 but RBNZ made no shift. In addition, RBNZ said the recent uptick in CPI is temporary and due to petrol and food prices. Core inflation, wage growth and house prices remain moderate. RBNZ's Wheeler sounded "pleased" with the decline in NZD - noted that the 5% decline in TWI since Feb is encouraging and if sustained, will help to rebalance the growth outlook towards the tradables sector. In sum, statement is relatively unchanged from the previous but market disappointment due to inaction on rate hike signaling resulted in unwinding of NZD long positioning bets. Further selling pressure in the NZD may persist amid seasonality trend in May (which typically sees a weaker NZD).

## Focus Shifts to BoE Tonight

BoE meets later this evening. We expect the MPC to vote 8 - 1 to keep policy rate unchanged at 0.25%. Focus on the quarterly inflation report (QIR) which will also be released and may contain fresh updates to growth and inflation projections. We expect the BoE to paint a cautious outlook on the economy. UK IP and trade data will also be released. For US, focus on PPI (Apr); Fed's Dudley speaks. In Asia, Malaysia releases Industrial production data while BSP meets – we expect monetary policy status quo.

**FX: Overnight Closing Prices**

| Majors | Prev Close | % Chg | Asian FX | Prev Close | % Chg |
|---|---|---|---|---|---|
| EUR/USD | 1.0868 | -0.06 | USD/SGD | 1.4106 | -0.08 |
| GBP/USD | 1.2938 | 0.03 | EUR/SGD | 1.5330 | -0.15 |
| AUD/USD | 0.7367 | 0.30 | JPY/SGD | 1.2343 | -0.35 |
| NZD/USD | 0.6940 | 0.65 | GBP/SGD | 1.8250 | -0.10 |
| USD/JPY | 114.28 | 0.26 | AUD/SGD | 1.0391 | 0.19 |
| EUR/JPY | 124.20 | 0.20 | NZD/SGD | 0.9790 | 0.58 |
| USD/CHF | 1.0089 | 0.15 | CHF/SGD | 1.3981 | -0.24 |
| USD/CAD | 1.3656 | -0.47 | CAD/SGD | 1.0331 | 0.41 |
| USD/MYR | 4.3472 | 0.00 | SGD/MYR | 3.0820 | -0.09 |
| USD/THB | 34.76 | -0.07 | SGD/IDR | 9,474 | -0.09 |
| USD/IDR | 13,359 | 0.05 | SGD/PHP | 35.42 | -0.14 |
| USD/PHP | 49.96 | 0.02 | SGD/CNY | 4.8941 | -0.04 |
| USD/CNY | 6.9032 | -0.06 | CNY/MYR | 0.6297 | 0.06 |

**Implied USD/SGD Estimates @ 11-May-17, 9.00AM**

| Upper Band Limit | Mid-Point | Lower Band Limit |
|---|---|---|
| 1.3712 | 1.3995 | 1.4277 |

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## G7: Events & Market Closure

| Date | Ctry | Event |
|---|---|---|
| 11 May | NZ | RBNZ Meeting |
| 11 May | UK | BoE Meeting |

## Emerging Asia: Events & Market Closure

| Date | Ctry | Event |
|---|---|---|
| 9 May | KR | Korean Presidential Elections (Onshore Market Closure) |
| 10 May | SG, MY, TH, IN | Market Closure |
| 11 May | ID | Market Closure |
| 11 May | MY | BSP Meeting |
| 12 May | PH | BNM Meeting |

## G7 Currencies

- **DXY - *An Interim Base*.** USD remained well supported, with JPY and NZD softer. JPY was softer after a soft 10Y UST auction overnight. 10Y drew a yield of 2.40% vs. 2.332% prior. Treasuries futures are lower raising concerns that yields will continue to rise at the 30Y auction tonight. We have shared that widening yield differentials in favor of UST favors higher USDJPY. According to Bloomberg news following data from MoF, Japanese investors became net buyers of US sovereign debt for the first time in 5 months in Mar. Japan's money managers purchased 1.04tn JPY of USTs, the most since Aug-2016 – typically this lead to demand for USD and selling of JPY. Kiwi's 1.5% decline this morning was due to market disappointment with RBNZ on rate hike projection. Overnight there was a report from Kansas City Fed researchers – a reduction of Fed's balance sheet by $675bn over 2 years is "about equivalent to a 25bps hike in Fed fund rate". Fed's Rosengren said that "US economy is not at a point where it needs a whole lot of fiscal stimulus, but if we were to get a lot more stimulus, the Fed could raise rates a little more quickly". DXY was last seen at 99.62 levels. Daily momentum is bullish bias while stochastics is rising. These suggests upside pressure on USD. Resistance at 99.80 levels and 100.20 (50 DMA). Support remains at 98.80 (61.8% fibo retracement of Nov low to 2017 high), 98.50 levels. We are still expecting USD to stay supported in coming days. Against the Asians, we expect USD strength to continue vs. JPY, SGD, THB, IDR, INR and KRW. Week remaining brings PPI (Apr); Fed's Dudley speaks on Thu; CPI, Retail Sales (Apr); Fed's Evans, Harker speak; Uni of Mich Sentiment (May) on Fri.

- **EURUSD – *Bias to Sell on Rally*.** EUR continued to trade under pressure. ECB's Draghi addressed Dutch parliament overnight – He gave a positive assessment of the economic recovery in the region noting that recovery has evolved from being fragile and uneven into a firming, broad-based upswing, crediting the recovery to ECB's measures which have led to favourable financing conditions. While he noted that inflation expectations have stabilised, wages are not yet responding to the recovery. He also said that ECB plans to fully implement its QE program this year. EUR was last seen at 1.0870 levels. Daily momentum and stochastics are indicating signs of bearish bias. Next support at 1.0830 levels (200 DMA). Resistance at 1.0920. Bias to sell on rally. Week remaining brings EU's Brexit negotiator Barnier speaks on Thu; Industrial Production (Mar) on Fri.

- **GBPUSD - *Will BoE/ QIR be Dovish?*** The BoE meets later this evening. We expect the MPC to vote 8 - 1 to keep policy rate unchanged at 0.25%. Focus on the quarterly inflation report (QIR) which will also be released and may contain fresh updates to growth and inflation projections. **We expect the BoE to paint a cautious outlook on the economy** and continue to caution that it expects business investments and consumer spending to slow as inflation eats into household budgets. We have shared that recent deceleration in wage growth and sharp pick-up in inflation is weighing on real wages and this is expected to crimp household spending. Euro-area's chief *Brexit* negotiator Barnier will speak today - expect hard stance to weigh on the currency. GBP was last seen at 1.2940 levels. Bullish momentum on daily chart is waning while stochastics is showing signs of turning lower from near-overbought conditions. We expect upside to be limited towards 1.30. Bias to lean against strength, looking for a move towards 1.28 objective. Week remaining brings IP, Trade (Mar); BoE Meeting; RICS House Price Balance (Apr) on Thu.

- **USDJPY – *Retracement; Bias To Buy On Dips.*** USDJPY was bid above the 114-handle to a high of 114.37 not seen since 15 Mar, tracking the UST yields higher. Yields between the 10Y UST and 10Y JGB widened after the former climbed above the 2.40% levels to 2.4141% yesterday even as the latter rose to 0.042% from 0.04% previously. This morning though, the slippage in the 10Y UST below the 2.40% levels to 2.3927% at the point of writing, while the 10Y JGB climbed higher to 0.043% could put downside pressure on the pair. Similarly, the strong current account surplus of JPY2.91tn (Feb: JPY2.81tn) – supported by income from overseas investment – could weigh on the pair. Last seen around 114.14 levels. Bullish momentum indicators remain bullish bias and stochastics is still at overbought conditions. This suggests the potential for a retracement ahead. We await a weekly close above the 113.40 levels to confirm bullish extension. In the meantime, resistance is at 114.65 (61.8% fibo), 115.51 (10 Aug high). Further retracement could see the pair slip back towards 113 levels (10DMA). Our bias remains to buy on dips. BOJ Harada speaks tomorrow.

- **NZDUSD – *Market Disappointment with RBNZ Inaction.*** NZD fell sharply this morning as markets' expectation for hawkish shift in rate projection was met with disappointment. Markets were expecting RBNZ to signal its first rate hike from late-2019 to early 2018 but RBNZ made no shift. In its quarterly MPS, RBNZ said the recent uptick in CPI is temporary and due to petrol and food prices. Core inflation, wage growth and house prices remain moderate. RBNZ's Wheeler sounded "pleased" with the decline in NZD - noted that the 5% decline in TWI since Feb is encouraging and if sustained, will help to rebalance the growth outlook towards the tradables sector. In sum, statement is relatively unchanged from the previous but market disappointment due to inaction on rate hike signalling resulted in unwinding of NZD long positioning. This could add to further selling pressure in the NZD amid seasonality trend in May (which typically sees a weaker NZD). NZD was last seen at 0.6830 levels. Bearish momentum on daily chart remains intact. Key support at 0.6810. A decisive break below that may open way for further downside towards 0.6650 levels (61.8% fibo retracement of 2015 low to 2016 high). Week remaining brings Mfg PMI on Fri.

- **AUDUSD** – ***Downside Limited.*** AUD traded softer this morning, dragged lower by iron ore prices and it's Kiwi-cousin. Last seen at 0.7350 levels. We are wary of a bullish divergence in the AUDUSD and caution against going short at this level. Price action seems to be showing signs of bullish divergence at this point vs. the MACD. Still, momentum is bearish at this point. Support at 0.7320 (9 May post-Budget day low). Resistance at 0.74. We caution that a break below 0.73 may subject the pair towards 0.72 levels.

- **USDCAD – *Upside Risks Intra-day.*** USDCAD traded higher after Moody's downgrade on 6 Canadian banks, citing ongoing concerns that expending levels of private sector debt could weaken asset quality in future. Pair was last seen at 1.3740 levels. 4-hourly momentum and stochastics indicators are bullish bias. Next resistance at 1.3790. Support at 1.3690, 1.3660 levels. Week remaining brings new housing price index for Mar on Thu.

## Asia ex Japan Currencies

- **SGD NEER trades around 0.83% *below* the implied mid-point of 1.3995 with the top estimated at 1.3712 and the floor at 1.4277**

- **USDSGD – *Bullish Bias*.** USDSGD has broken out of its downward trend channel that started since the end of Jan amid a narrowing of yield differentials in favour of the US. The SGD was sold off against the EUR, GBP, AUD and MYR this morning, providing the USDSGD with a lift. Though onshore markets were closed yesterday, the higher UST yields is likely to have lifted the 3-month SOR higher compared to the 2.1% rise to 0.7683% on Tue, and which would be supportive of the pair. Still, downside in the USDJPY today could cap USDSGD upside intraday. Pair was last seen around 1.4123 levels. Daily momentum indicator shows bullish bias and stochastics remains at overbought conditions. Momentum indicators on the weekly chart show bearish waning and stochastics continues to climb out of oversold conditions - indicating upside risks. Immediate resistance at 1.4150 (100DMA) ahead of 1.4220 (10 Mar high). Support at 1.4080 (38.2% fibo retracement of the 2016 low to 2017 high), 1.4020 (50DMA). Retail sales (Mar) are on tap tomorrow.

- **AUDSGD – *Reversal Still In Play*.** AUDSGD is mildly softer this morning. We see rebound risks for this cross after the bullish reversal signal came to fruit last Fri. Last seen around 1.0390. Momentum is still mildly bearish bias. Support is at 1.0330 (year's low on 9 May). Stochastics on the daily chart is nearing oversold conditions, while that on the weekly chart is now at oversold conditions. This adds to our conviction that the pair could head towards the 200DMA.

- **SGDMYR** – ***Maintain Bearish Bias but Rebound Risks*.** SGDMYR continue to trade with a heavy bias after breaking below 200DMA. Cross was last seen at 3.08 levels. Bearish momentum on daily chart remains intact while stochastics is in oversold conditions -poses rebound risks in the short term. We watch if the cross can close decisively below the 200 DMA, which would then put next support at 3.05 (38.2% fibo retracement of 2016 low to 2017 high). But we expect rebound risks. Resistance at 3.0970 (23.6% fibo).

- **USDMYR – *Rebound Risks*.** USDMYR continued to trade higher amid broad USD strength. Move higher remains well within our caution. Pair was last seen at 4.3420 levels. Bearish momentum on daily chart is waning and stochastics is showing signs of rising from oversold conditions. **Rebound can re-visit before 4.3620 (38.2% fibo retracement of the recent decline from mid-Apr to May), 4.3780 (50% fibo).** Support at 4.3430 (23.6% fibo) before 4.30 (200 DMA). We reiterate that while we remain positive on MYR outlook given improved investors' confidence, MYR fundamentally undervalued amid an environment of well managed Fed rate hike expectation, **seasonality trends in May warrant caution especially when USDMYR has traded one-way since BNM announcement in Apr on deepening and broadening financial markets. MYR is seasonally weak in the month of May - MYR fell in 7 out of the past 10 Mays and recorded the worse average decline among the 12 months in a calendar year**. Expect 4.30 – 4.37 range this week.

- **1m USDKRW NDF – *Range-Bound, Bias to Buy Dips*.** 1m USDKRW NDF traded a touch softer today following post-election mild relief rally. Pair was last seen at 1133 levels. Daily momentum is not showing a clear bias. Continue to favor 1127 – 1143 range, with bias to buy on dips.

- **USDCNH – *Edging Lower*.** USDCNH slipped for the second straight session, hovering around 6.9125 levels amid a pullback in the USD. Further dips should find support at 6.8885 (50DMA) before 6.8780 (100DMA). Pressure on the pair remains to upside with a move towards the upper bound of the 6.86-6.92 range possible. Resistance at 6.92-figure could slow its upmove. **PBOC fixed USDCNY reference rate at 6.9051, 15 pips lower than the previous 6.9066. CNYMYR was fixed 7 pips higher at 0.6293 vs. previous 0.6286.** PBoC is expected to inject RMB60bn into open market operations today, to provide liquidity to the banking system. USDCNH is trading within 70pips to the USDCNY in the absence of strong USD cues. CPI accelerated mildly to 1.2% y/y in Apr from Mar's 1.1%, beating market expectation for 0.9%. The rebound in headline inflation was attributable to the more moderate decline in food prices of -3.5% y/y in Apr vs. Mar's -4.4%. PPI though rose by a more moderate 6.4% in Apr from 6.7% in Mar, coming in significantly lower than the 7.6% market was expecting. Week ahead has monetary data between 10-15th.

- **USDINR – *Limited Downside*.** 1M NDF was last seen around 64.80 lrbrld, having broken out of the downward sloping trend channel recently. Daily momentum indicator is bullish bias and stochastics is approaching overbought conditions. This suggests risks are to the upside at this point and further moves lower could be limited. Resistance is at 64.60 closely. Support at 64.20. Foreign funds purchased USD56.4mn of equities but sold USD34.5mn of debt on 8 May. We have trade between 12-15th, CPI and industrial production tomorrow.

- **1m USDIDR NDF – *Onshore Markets Closed*.** 1m USDIDR NDF is trading softer for the second straight session amid a pullback in the USD. There was some support for the IDR from foreign demand for equities, where they had purchased USD56.4mn in equities. However, they had removed IDR0.46tn from their outstanding holding of government debt on 8 May. Continued inflows into Indonesian assets should be supportive of the IDR and put further downside pressure on the 1m NDF intraday. 1m NDF was last seen around the 13396 levels. Daily momentum remains bullish bias and stochastics remains at overbought conditions. With risks to the 1m NDF to the upside at this point amid a shortened week (**onshore markets are closed today for a public holiday**), further downside could be limited. Look for support at 13375 (100DMA). Resistance at 13460. JISDOR was fixed at 13355 yesterday, 38 pips higher than Tue's fixing. Current account (1Q) is due tomorrow.

- **1m USDPHP NDF – *Awaiting BSP Decision Today*.** 1m USDPHP NDF attempts to break below the 50-figure have so far proven to be futile. Pair remains supported above the 50-figure. Even strong export growth of 21% y/y in Mar, nor the continued foreign purchases of equities (USD10.81mn were purchased yesterday) failed to provide the PHP with a significant lift. **Still, market is likely to**

**be cautious ahead of the BSP meeting today. The risk of a rate adjustment at this meeting has slipped as the outgoing central bank governor may not want to hobble the hands of his successor - Deputy Governor Nestor Espenilla, who has pledged to continue with the monetary policy. Any rate adjustment could possibly come in 2H.** Pair was last seen around 50.08 at the point of writing. Bullish bias on the daily chart has waned and stochastics continues to fall. Further upside should meet resistance at 50.15 (50DMA), 50.50 levels. For moves lower, we need to see a clean break of the 50-figure (100DMA) to expose the next support level at 49.90 levels (21DMA), 49.60 (23.6% fibo retracement of the 2016 low to 2017 high).

- **USDTHB – *Bullish*.** USDTHB has broken out of its downward trend channel that began at the end of last year. Onshore markets were closed yesterday and re-opened today with the pair trading bid despite the softer USD tone this morning. Foreign investors had purchased THB0.39bn and THB2.58bn in equities and government debt on Tue. Seasonality factor due to dividend payments by Thai firms to foreign investors though should be supportive of the pair ahead. Pair was last seen around 34.815 levels. Momentum indicators remain bullish bias on the daily chart and stochastics is edging closer to overbought conditions. With risks to the upside at this point, look for further upmoves towards 34.940 (38.2% fibo retracement of the 20150). Foreign reserves (5 May) are on tap tomorrow.

# Malaysia Fixed Income

### Rates Indicators

| MGS | Previous Bus. Day | Yesterday's Close | Change (bps) |
|---|---|---|---|
| **3YR MH3/19** | 3.31 | *3.31/28 | Not traded |
| **5YR MI3/22** | 3.59 | 3.59 | Unchanged |
| **7YR ML9/24** | 3.86 | 3.86 | Unchanged |
| **10YR MO11/26** | 3.93 | 3.94 | +1 |
| **15YR MS4/33** | 4.38 | *4.39/34 | Not traded |
| **20YR MX4/37** | 4.64 | *4.68/63 | Not traded |
| **30YR MZ3/46** | 4.76 | *4.79/74 | Not traded |
| **IRS** | | | |
| **6-months** | 3.45 | 3.46 | +1 |
| **9-months** | 3.50 | 3.50 | - |
| **1-year** | 3.53 | 3.53 | - |
| **3-year** | 3.65 | 3.65 | - |
| **5-year** | 3.76 | 3.76 | - |
| **7-year** | 3.86 | 3.87 | +1 |
| **10-year** | 4.01 | 4.02 | +1 |

*Source: Maybank KE*
**Indicative levels*

- Range bound trading in local government bond market as players stayed on the sidelines ahead of this week's MPC meeting. Trading volume was heaviest at the belly of the curve with yields inching 1bp higher from previous close.

- MYR IRS levels were little changed despite the higher global yields and touch weaker MYR due to pressure from foreign receiving interest. The 5y was dealt flat at 3.76%. 3M KLIBOR unchanged at 3.43%.

- Corporate bond market remained muted and mainly saw AAA names trading at the belly. Danga 2026s and Putra 2023s traded 1bp wider as interest was skewed towards better selling in the AAA space. In the AA space, some short dated papers traded unchanged. Large upcoming HG issuances in primary with Danainfra planning MYR2.5b issuances in benchmark tenors ranging 5y-20y and Putrajaya Holdings targeting MYR500m in 8y-9y maturities.

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## Singapore Fixed Income

### Rates Indicators

| SGS | Previous Bus. Day | Yesterday's Close | Change (bps) |
|---|---|---|---|
| **2YR** | 1.23 | 1.26 | +3 |
| **5YR** | 1.61 | 1.66 | +5 |
| **10YR** | 2.15 | 2.20 | +5 |
| **15YR** | 2.32 | 2.37 | +5 |
| **20YR** | 2.43 | 2.48 | +5 |
| **30YR** | 2.48 | 2.53 | +5 |

*Source: Maybank KE*
** Previous business day was 13 Apr 2017*

- SGD rates higher tracking the overnight fall in UST. SGS yields were up 2-3bps at the open and trading was light as players mostly sidelined ahead of the public holiday. Sentiment weakened in the afternoon when UST dipped further and SGD depreciated against the USD, along with other Asian currencies. The selling increased and SGS prices fell across the board, closing 3-5bps higher in yields. SGD IRS curve higher by 1-3bps.

- For Asian credits, focus was on the newly priced PLNIJ'27s and '47s; the 30y bonds traded 0.25-0.50pts better, while the 10y saw some loose bonds out after the overnight UST selloff. BOCOM FRNs were mostly 2-3bps tighter than reoffer. The rest of the market remained unchanged. In the primary space, CK Hutchison will be issuing new Perps with guidance at 4.375%.

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## Indonesia Fixed Income

### Rates Indicators

| IDR Gov't Bonds | Previous Bus. Day | Yesterday's Close | Change (bp) |
|---|---|---|---|
| 2YR | 6.65 | 6.71 | 0.06 |
| 5YR | 6.76 | 6.77 | 0.01 |
| 10YR | 7.09 | 7.16 | 0.07 |
| 15YR | 7.52 | 7.56 | 0.04 |
| 20YR | 7.82 | 7.91 | 0.09 |
| 30YR | 8.03 | 8.16 | 0.13 |

** Source: Maybank Indonesia*

- Indonesia bond market closed lower during Wednesday trading session ahead of the Waisak holiday with yield inclining across the yield curve. A mix factor such as thin trading volume, inclining FFR, Waisak holiday, low demand during auction, closed Singapore, Malaysia and Thailand market and Jakarta Governor Jail sentence decision due to blasphemy might have brought the IGS yield higher. IGS market will be closed on Thursday and re-opened on Friday with 1Q17 current account data to be released. 5-yr, 10-yr, 15-yr and 20-yr benchmark series yield stood at 6.767%, 7.158%, 7.558% and 7.907% while 2y yield moved higher to 6.714%. Trading volume at secondary market was noted thin at government segments amounting Rp10,705 bn with FR0074 (15Y benchmark series) as the most tradable bond. FR0074 total trading volume amounting Rp3,353 bn with 266x transaction frequency.

- Corporate bond trading traded heavy amounting Rp1,429 bn. JPFA02CN2 (Shelf Registration II Japfa Phase II Year 2017; Rating: AA-$_{(idn)}$) was the top actively traded corporate bond with total trading volume amounted Rp200 bn yielding 9.599%.

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Foreign Exchange: Daily Levels

| | EUR/USD | USD/JPY | AUD/USD | GBP/USD | USD/CHF | NZD/USD | EUR/JPY | AUD/JPY |
|---|---|---|---|---|---|---|---|---|
| R2 | 1.0918 | 114.83 | 0.7422 | 1.3011 | 1.0124 | 0.6988 | 124.8400 | 84.8843 |
| R1 | 1.0893 | 114.56 | 0.7394 | 1.2975 | 1.0106 | 0.6964 | 124.5200 | 84.5397 |
| **Current** | 1.0867 | 114.26 | 0.7359 | 1.2933 | 1.0090 | 0.6834 | 124.1600 | 84.0780 |
| S1 | 1.0848 | 113.82 | 0.7339 | 1.2915 | 1.0060 | 0.6903 | 123.6900 | 83.6497 |
| S2 | 1.0828 | 113.35 | 0.7312 | 1.2891 | 1.0032 | 0.6866 | 123.1800 | 83.1043 |

| | USD/SGD | USD/MYR | USD/IDR | USD/PHP | USD/THB | EUR/SGD | CNY/MYR | SGD/MYR |
|---|---|---|---|---|---|---|---|---|
| R2 | 1.4134 | #VALUE! | 13386 | 50.0217 | 34.8670 | 1.5399 | 0.6341 | 3.0863 |
| R1 | 1.4120 | #VALUE! | 13373 | 49.9913 | 34.8110 | 1.5365 | 0.6319 | 3.0841 |
| **Current** | 1.4127 | 4.3520 | 13363 | 49.9760 | 34.8200 | 1.5351 | 0.6302 | 3.0810 |
| S1 | 1.4093 | #VALUE! | 13346 | 49.9253 | 34.7080 | 1.5305 | 0.6259 | 3.0801 |
| S2 | 1.4080 | #VALUE! | 13332 | 49.8897 | 34.6610 | 1.5279 | 0.6221 | 3.0783 |

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

## Policy Rates

| Rates | Current (%) | Upcoming CB Meeting | MBB Expectation |
|---|---|---|---|
| SGD 3-Month SIBOR | 0.9985 | Oct-17 | - |
| MYR O/N Policy Rate | 3.00 | 12-May | Neutral |
| IDR 7-Day Reverse Repo Rate | 4.75 | 18-May | Neutral |
| THB 1-Day Repo | 1.50 | 24-May | Tightening Bias |
| PHP O/N Reverse Repo | 3.00 | 11-May | Tightening Bias |
| TWD Discount Rate | 1.375 | 17-Jun | Neutral |
| HKD Base Rate | 0.75 | - | Neutral |
| CNY Rediscount Rate | 2.25 | - | Tightening Bias |
| INR Policy Repo Rate | 6.25 | 7-Jun | Neutral |
| KRW Base rate | 1.25 | 25-May | Easing Bias |
| Fed Funds Target Rate | 0.75 | 4-May | Tightening |
| ECB Main Refi Rate | 0.00 | 8-Jun | Easing Bias |
| BOE Rate | 0.25 | 11-May | Neutral |
| RBA Cash Rate Target | 1.50 | 6-Jun | Neutral |
| RBNZ OCR Rate | 1.75 | 22-Jun | Neutral |
| BOJ IOER | -0.10 | 16-Jun | Easing |
| BoC O/N Rate | 0.50 | 24-May | Easing Bias |

## Equity Indices and Key Commodities

| | Value | % Change |
|---|---|---|
| Dow | 20,943.11 | -0.16 |
| Nasdaq | 6,129.14 | 0.14 |
| Nikkei 225 | 19,900.09 | 0.29 |
| FTSE | 7,385.24 | 0.59 |
| Australia ASX 200 | 5,875.44 | 0.61 |
| Singapore Straits Times | 3,249.97 | 0.40 |
| Kuala Lumpur Composite | 1,766.56 | -0.09 |
| Jakarta Composite | 5,697.06 | -0.19 |
| Philippines Composite | 7,794.17 | -1.63 |
| Taiwan TAIEX | 9,968.32 | 0.53 |
| Korea KOSPI | 2,270.12 | -0.99 |
| Shanghai Comp Index | 3,052.79 | -0.90 |
| Hong Kong Hang Seng | 25,015.42 | 0.51 |
| India Sensex | 30,248.17 | 1.05 |
| Nymex Crude Oil WTI | 47.33 | 3.16 |
| Comex Gold | 1,218.90 | 0.23 |
| Reuters CRB Index | 179.51 | 1.25 |
| MBB KL | 9.36 | -0.32 |

MYR Bonds Trades Details

| MGS & GII | Coupon | Maturity Date | Volume (RM 'm) | Last Done | Day High | Day Low |
|---|---|---|---|---|---|---|
| MGS 2/2010 4.012% 15.09.2017 | 4.012% | 15-Sep-17 | 7 | 3.063 | 3.078 | 3.063 |
| MGS 5/2012 3.314% 31.10.2017 | 3.314% | 31-Oct-17 | 117 | 3.083 | 3.115 | 3.083 |
| MGS 2/2003 4.24000% 07.02.2018 | 4.240% | 7-Feb-18 | 355 | 3.174 | 3.174 | 3.133 |
| MGS 3/2004 5.734% 30.07.2019 | 5.734% | 30-Jul-19 | 68 | 3.442 | 3.464 | 3.432 |
| MGS 4/2014 3.654% 31.10.2019 | 3.654% | 31-Oct-19 | 65 | 3.47 | 3.475 | 3.47 |
| MGS 2/2009 4.378% 29.11.2019 | 4.378% | 29-Nov-19 | 124 | 3.484 | 3.492 | 3.48 |
| MGS 1/2011 4.16% 15.07.2021 | 4.160% | 15-Jul-21 | 4 | 3.656 | 3.656 | 3.638 |
| MGS 3/2014 4.048% 30.09.2021 | 4.048% | 30-Sep-21 | 20 | 3.661 | 3.674 | 3.661 |
| MGS 1/2017 3.882% 10.03.2022 | 3.882% | 10-Mar-22 | 130 | 3.586 | 3.592 | 3.586 |
| MGS 1/2012 3.418% 15.08.2022 | 3.418% | 15-Aug-22 | 10 | 3.776 | 3.776 | 3.776 |
| MGS 3/2013 3.480% 15.03.2023 | 3.480% | 15-Mar-23 | 10 | 3.846 | 3.846 | 3.807 |
| MGS 1/2016 3.800% 17.08.2023 | 3.800% | 17-Aug-23 | 30 | 3.848 | 3.864 | 3.848 |
| MGS 1/2014 4.181% 15.07.2024 | 4.181% | 15-Jul-24 | 20 | 3.906 | 3.906 | 3.906 |
| MGS 2/2017 4.059% 30.09.2024 | 4.059% | 30-Sep-24 | 239 | 3.862 | 3.864 | 3.855 |
| MGS 1/2015 3.955% 15.09.2025 | 3.955% | 15-Sep-25 | 9 | 3.99 | 3.99 | 3.99 |
| MGS 3/2011 4.392% 15.04.2026 | 4.392% | 15-Apr-26 | 17 | 4.088 | 4.095 | 4.088 |
| MGS 3/2016 3.900% 30.11.2026 | 3.900% | 30-Nov-26 | 122 | 3.951 | 3.951 | 3.939 |
| MGS 4/2011 4.232% 30.06.2031 | 4.232% | 30-Jun-31 | 14 | 4.409 | 4.414 | 4.399 |
| MGS 4/2013 3.844% 15.04.2033 | 3.844% | 15-Apr-33 | 3 | 4.371 | 4.371 | 4.371 |
| PROFIT-BASED GII 2/2012 30.08.2017 | 3.309% | 30-Aug-17 | 20 | 3.154 | 3.154 | 3.154 |
| GII MURABAHAH 1/2014 3.678% 23.11.2017 | 3.678% | 23-Nov-17 | 25 | 3.197 | 3.197 | 3.197 |
| GII MURABAHAH 7/2013 30.04.2019 | 3.558% | 30-Apr-19 | 250 | 3.462 | 3.462 | 3.459 |
| GII MURABAHAH 4/2016 3.226% 15.04.2020 | 3.226% | 15-Apr-20 | 40 | 3.625 | 3.64 | 3.625 |
| PROFIT-BASED GII 7/2012 15.05.2020 | 3.576% | 15-May-20 | 10 | 3.675 | 3.725 | 3.675 |
| GII MURABAHAH 3/2017 3.948% 14.04.2022 | 3.948% | 14-Apr-22 | 10 | 3.739 | 3.739 | 3.739 |
| GII MURABAHAH 1/2016 4.390% 07.07.2023 | 4.390% | 7-Jul-23 | 70 | 3.974 | 3.974 | 3.974 |
| GII MURABAHAH 2/2017 15.08.2024 | 4.045% | 15-Aug-24 | 10 | 4.014 | 4.014 | 4.014 |
| GII MURABAHAH 1/2017 26.07.2027 | 4.258% | 26-Jul-27 | 93 | 4.088 | 4.106 | 4.088 |
| GII MURABAHAH 5/2013 30.08.2033 | 4.582% | 30-Aug-33 | 150 | 4.582 | 4.582 | 4.582 |
| GII MURABAHAH 4/2017 4.895% 08.05.2047 | 4.895% | 8-May-47 | 10 | 4.873 | 4.873 | 4.873 |
| **Total** | | | **2,052** | | | |

*Sources: BPAM*

MYR Bonds Trades Details

| PDS | Rating | Coupon | Maturity Date | Volume (RM 'm) | Last Done | Day High | Day Low |
|---|---|---|---|---|---|---|---|
| CAGAMAS MBS 5.01% MORT-BACKED SUKUKMUSYK 2005-A 5 | AAA | 5.010% | 8-Aug-17 | 100 | 3.616 | 3.637 | 3.616 |
| ADCB MTN 2557D 22.11.2017 | AAA (BG) | 5.350% | 22-Nov-17 | 40 | 4.299 | 4.327 | 4.299 |
| CMBS 2005-2 5.340% 12.12.2017 | AAA | 5.340% | 12-Dec-17 | 100 | 3.83 | 3.83 | 3.813 |
| PUTRAJAYA IMTN 28.07.2023 SERIES 11 TRANCHE 014 | AAA IS | 4.410% | 28-Jul-23 | 10 | 4.348 | 4.351 | 4.348 |
| PUTRAJAYA IMTN 29.07.2024 SERIES 12 TRANCHE 015 | AAA IS | 4.480% | 29-Jul-24 | 10 | 4.427 | 4.432 | 4.427 |
| DANGA IMTN 4.600% 23.02.2026 - Tranche 6 | AAA (S) | 4.600% | 23-Feb-26 | 5 | 4.542 | 4.542 | 4.542 |
| BPMB IMTN 4.62% 02.03.2027 - Issue No 11 | AAA | 4.620% | 2-Mar-27 | 7 | 4.548 | 4.55 | 4.548 |
| CTX IMTN 5.270% 28.10.2026 - Series 8 | AA+ IS | 5.270% | 28-Oct-26 | 5 | 5.001 | 5.002 | 5.001 |
| NBAD 4.75% 09.12.2027 | AA1 | 4.750% | 9-Dec-27 | 6 | 4.809 | 4.811 | 4.809 |
| SIME DARBY IMTN 5.650% 24.03.2116 | AA IS | 5.650% | 24-Mar-16 | 4 | 4.844 | 4.845 | 4.844 |
| BGSM MGMT IMTN 6.100% 28.12.2017 - Issue No 4 | AA3 | 6.100% | 28-Dec-17 | 10 | 4.118 | 4.118 | 4.118 |
| WCT IMTN 4.800% 28.12.2018 | AA- IS | 4.800% | 28-Dec-18 | 2 | 4.549 | 4.553 | 4.549 |
| BUMITAMA IMTN 5.25% 18.03.2019 | AA3 | 5.250% | 18-Mar-19 | 10 | 4.575 | 4.58 | 4.575 |
| IJM IMTN 4.850% 09.04.2021 | AA3 | 4.850% | 9-Apr-21 | 3 | 4.354 | 4.356 | 4.354 |
| WCT IMTN 4.950% 22.10.2021 | AA- IS | 4.950% | 22-Oct-21 | 6 | 5.008 | 5.01 | 5.008 |
| BGSM MGMT IMTN 5.350% 09.03.2026 - Issue No 11 | AA3 | 5.350% | 9-Mar-26 | 6 | 5.052 | 5.053 | 5.052 |
| LDF3 IMTN 5.240% 23.08.2027 | AA- IS | 5.240% | 23-Aug-27 | 10 | 4.814 | 4.82 | 4.814 |
| MMC CORP IMTN 5.950% 12.11.2027 | AA- IS | 5.950% | 12-Nov-27 | 4 | 5.503 | 5.504 | 5.503 |
| LDF3 IMTN 6.330% 23.08.2038 | AA- IS | 6.330% | 23-Aug-38 | 20 | 5.405 | 5.411 | 5.405 |
| AFFINBANK SUBORDINATED MTN 3650D 05.2.2027 | A1 | 5.450% | 5-Feb-27 | 15 | 5.079 | 5.086 | 5.079 |
| CIMB 5.800% Perpetual Capital Securities - T1 | A1 | 5.800% | 25-May-16 | 1 | 4.995 | 5.2 | 4.995 |
| MAH SING 6.800% UNRATED PERPETUAL SUKUK MUSHARAKAH | NR(LT) | 6.800% | 29-Mar-15 | 1 | 6.48 | 6.48 | 6.48 |
| **Total** | | | | **375** | | | |

*Sources: BPAM*

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