

Global Markets Daily

Eyeing MAS Tomorrow

Macro | FX Research & Strategy

Global

Geopolitical Risks At The Forefront

USD downmove overnight resumed after it was briefly interrupted by the seemingly “hawkish” FOMC minutes which lifted the USD higher. Escalating geopolitical tensions over Syria as well as uninspiring US inflation and an increasing uncertain political landscape in the US weighs on equities, UST yields and USD. This in turn is providing a boost to most of the G7 currencies this morning. The exception is the USDJPY, which is edging higher, helped by dovish comments from BOJ Governor Kuroda and Executive Director Maeda that massive easing will continue until 2% CPI goal is achieved. AXJs remain victims of weak risk sentiments, particularly geopolitical concerns and fears of more aggressive Fed rate hikes, weakening against the USD this morning.

Time For MAS To Normalise

MAS will announce its semi-annual policy decision tomorrow and our long-held house view is for the MAS to normalise monetary policy with a shift to a “modest and gradual appreciation” path from its current neutral stance. The negative output gap shows signs of turning positive, signaling sustained price pressures going into 2019. In addition, our Taylor Rule-SGD NEER estimates show that the SGD NEER is expected to strengthen ahead. Thus, the appropriate policy response would be for the MAS to normalise monetary policy tomorrow. We remain positive on the SGD and maintain our forecast for USDSGD to end 2018 at 1.24 for now. Market does not appear to fully-price in a MAS move tomorrow and a MAS normalisation could see USDSGD strengthen towards 1.3060, 1.3010 (2018 low) levels. We do not rule out a move below the 1.30-handle towards 1.2960 levels.

Eyeing BoK meeting; EU, IN IP; IN CPI due

Some of the key data/events we are watching today include FOMC meeting minutes; EU Coeure speaks, EU IP; AU inflation expectations; BOJ Kuroda speaks; BoK meeting; SG retail sales; IN CPI, IP. Note that Thailand is out for a holiday tomorrow.

FX: Overnight Closing Prices					
Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.2367	↑ 0.09	USD/SGD	1.3086	↓ -0.05
GBP/USD	1.4177	↑ 0.01	EUR/SGD	1.6185	↑ 0.05
AUD/USD	0.7755	↓ -0.08	JPY/SGD	1.2256	↑ 0.35
NZD/USD	0.736	↓ -0.03	GBP/SGD	1.8553	↓ -0.04
USD/JPY	106.79	↓ -0.38	AUD/SGD	1.0148	↓ -0.14
EUR/JPY	132.08	↓ -0.29	NZD/SGD	0.9633	↓ -0.08
USD/CHF	0.9577	↑ 0.08	CHF/SGD	1.3665	↓ -0.12
USD/CAD	1.2581	↓ -0.17	CAD/SGD	1.0407	↑ 0.14
USD/MYR	3.8745	↑ 0.14	SGD/MYR	2.9586	↑ 0.26
USD/THB	31.126	↓ -0.22	SGD/IDR	10508.76	↑ 0.13
USD/IDR	13759	↑ 0.06	SGD/PHP	39.6654	↑ 0.01
USD/PHP	51.929	↓ -0.08	SGD/CNY	4.7909	↓ -0.09

Implied USD/SGD Estimates @ 12 Apr-18, 9.00AM

Upper Band Limit	Mid-Point	Lower Band Limit
1.2946	1.3208	1.3469

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G7: Events & Market Closure

Date	Ctry	Event
12 Apr	OPEC, Russia	International Energy Forum
13 - 14 Apr	US, CA, MX	Summit of the Americas in Lima, Peru

AXJ: Events & Market Closure

Date	Ctry	Event
9 Apr	PH	Market Closure
10 Apr	CN	President Xi gives key note address at BOAO Forum
12 Apr	KR	BOK Meeting
13 Apr	SG	MAS Meeting
	TH	Market Closure

G7 Currencies

- **DXY - Mild Bearish Bias.** USD was broadly weaker overnight on fresh geopolitical concerns - this time on the possibility of US strike against Syria. FOMC minutes released overnight did see a mild rebound for the USD as minutes were interpreted as more hawkish bias - A number of officials viewed a stronger economic outlook and greater confidence for higher inflation implying “the appropriate path for fed fund rate for the next few years would likely be steeper than they had previously expected”. But the mild USD rebound did not last long. CPI data in-line with estimate was also one of the reasons cited for the soft USD. DXY was last seen at 89.50 levels. Daily momentum turned mild bearish while stochastics is falling from overbought conditions. Support levels seen at 89.28 (61.8% fibo retracement of Feb low to Mar high) before 88.25 (2018 low). Resistance at 90.50 before 90.96 (61.8% fibo retracement of 2018 high to low), 91.60 (76.4% fibo). We reiterate our bias for further downside play for the USD. Week remaining brings Import, Export Price Index (Mar) on Thu; Fed’s Kashkari, Rosengren, Bullard and Kaplan speak; Moody’s rating of US debt; Uni of Michigan Sentiment (Apr) on Fri.
- **EURUSD - Constructive Outlook but Do Not Get Overly Carried Away.** EUR continues to hold on to recent gains following comments from Draghi yesterday and Nowotny on Tue. ECB’s Draghi in a speech yesterday sounded optimistic as he expects wage and inflation to rise as economy improves, though no mention was made on monetary policy. Nowotny said he was ready to raise deposit rate by 20bps from -0.4% to -0.2% as a first step and then to include the main refinancing policy rate as a second step - though ECB released a press statement to say that Governor Nowotny’s comments are his own and do not represent the view of the Governing Council. We believe a shift in focus back on ECB normalisation could see EUR gains pick up pace again. But we also caution against excessive optimism on ECB normalisation as inflation remains soft for now and ECB sequencing of stimulus removal sees no rate hike before APP ends. Slower than expected pick-up in inflation should continue to reinforce expectations for gradual pace of policy normalisation and see a slower pace of gains for EUR. In addition, lack of certainty on government formation in Italy is another source of volatility that could undermine EUR in the short term. That said, on a broader term perspective, we remain constructive of EUR’s outlook. EUR was last seen at 1.2360 levels. Daily momentum turned mild bullish while stochastics show signs of turning higher from oversold conditions. Key area of resistance at 1.2340 - 60 levels (23.6% fibo retracement of Dec low to 2018 high, 50 DMA). **An extension towards 1.2450 levels should not be ruled out if the pair manages a decisive move above 1.2360.** Support seen at 1.2235 (38.2% fibo retracement of Dec low to 2018 high), 1.22. Week remaining brings ECB’s Coeure speaks; Industrial Production (Feb) on Thu; ECB’s Weidmann speaks; Trade (Feb) on Fri. On Italy politics development, second round of consultations of government formation will start today with the right-wing coalition before Five Star Movement.
- **GBPUSD - Bias to Buy on Dips.** GBP eased off recent highs after IP missed estimates while geopolitical tensions on US-Syria curbed risk appetite. GBP was last seen at 1.4180 levels. Daily momentum is

turning mild bullish while stochastic is rising from oversold conditions. This continues to suggest rebound risks. Resistance at 1.4190 before 1.4240 levels. Support at 1.41, 1.4030 levels. Week remaining brings RICS House Price Balance (Mar) on Thu. We maintain our bias to buy dips - We are broadly “more optimistic” outlook than street consensus for GBP on the back of our expectation for orderly Brexit (boost to sentiment), continued improvement in labor market (upward pressure for wage growth providing room for BoE to tighten) and potentially greater tolerance (from policymakers) for GBP appreciation (to help curb imported inflation) and rising market expectation for BoE rate increase to come earlier than expected. That said we do not expect a one way trade and still see a great deal of variability on GBP, driven by headlines on Brexit progress (which can be improvement or deterioration).

- **USDJPY - Consolidation.** USDJPY is mildly bid this morning, possibly on profit-taking after yesterday’s move lower over heightened geopolitical tensions in the Middle East. Also helping were dovish comments from BOJ Governor Kuroda and Executive Director Maeda that massive easing will continue until 2% CPI goal is achieved. Upside pressure could also be coming from expectations of a more aggressive Fed following the release of FOMC minutes early this morning. Still, ongoing political scandal surrounding PM Abe remains simmering in the background. The scandal has so far resulted in a drop in the cabinet’s popularity lower as reflected in recent opinion polls. Further slippage in support could undermine PM Abe and embolden a challenge to his leadership of the ruling LDP in Sep, potentially putting Abenomics in doubt. This scenario is likely to weigh on the pair. Last seen at 106.84-levels. Momentum indicators on the daily chart remain bullish bias but waning, while stochastics shows tentative signs of turning lower from overbought conditions. Weekly chart continues to indicate a bearish bias but waning with stochastics showing tentative signs of climbing higher from oversold conditions. Pair remains in consolidation within 106.30-107.50 range. We need to see a break out in either direction for further directional clarity. BOJ Kuroda speaks this morning at BOJ Branch Managers’ Meeting this morning, while BOJ Executive Director will appear before a parliament committee.
- **NZDUSD - Mfg PMI on Tap Tomorrow.** NZD remains supported despite fresh geopolitical tensions coming from US-Syria (resulting in equity sell-off). Pair was last seen at 0.7365 levels. Mild bullish momentum on daily chart remains intact while stochastics is rising. Sustained price action above 0.7355 could point to further upside towards 0.7410 levels. Key area of support at 0.7290 - 0.7310. Suggest trading the range of 0.7310 - 0.7410 with bias to buy on dips. Week ahead brings BusinessNZ Mfg PMI (Mar) on Fri.
- **AUDUSD - Probable Top.** AUDUSD hovers around 0.7760, (23.6% fibo retracement of 2018 high to low). We think upsides could be a grind now as this pair remains within the descending wedge that has formed since the start of the year. A break of the 0.7788-resistance, marked by the 100-DMA could be a bullish signal and a breakout of the descending wedge. Daily momentum is bullish while stochastics is rising. MACD bullish divergence as previously flagged out appears to be coming into play. Next resistance at 0.7760 (23.6%

fibo retracement of 2018 high to low). Break above this could trigger further up-move towards 0.7820 (200 DMA). Support at 0.7710 (21 DMA), 0.7640. Bias remains to buy on dips.

- **USDCAD - Completing the Head & Shoulders.** USDCAD broke below the 200-DMA on Tue and remained on a precipitous slide towards the 1.2470 target. There are a lot of optimism on the Peru Summit of the Americas tomorrow and the risk of US attacking Syria has lifted the brent and CAD concomitantly. Support is at the target of 1.2470, highly likely to be reached by the end of this week. 21-DMA turning lower to cut 50,100,200-DMA. Any positive surprises out of the Summit tomorrow as well as more concrete details of the attack on Syria could see this pair revisit 2018 lows at 1.2259. Week ahead has new housing price on Feb on Thu and existing home sales for Mar on Fri-the-13th. Also watch out for the Summit of the Americas at Lima, Peru that takes place 13-14th Apr.

Asia ex Japan Currencies

- **SGD trades around 0.94% above the implied mid-point of 1.3208.** We estimate the top at 1.2946 and the floor at 1.3469.

- **USDSGD - Awaiting MAS Tomorrow.** USDSGD is little changed this morning but is the SGD is relatively stronger against other currencies in the lead up to the MAS semi-annual policy meeting tomorrow. *Our long-held house view is for the MAS to normalise with a shift to a “modest and gradual appreciation” path from its current neutral stance. The negative output gap shows signs of turning positive, signaling sustained price pressures going into 2019. In addition, our Taylor Rule-SGD NEER estimates show that the SGD NEER is expected to strengthen ahead. Thus, the appropriate policy response would be for the MAS to normalise monetary policy tomorrow. We remain positive on the SGD and maintain our forecast for USDSGD to end 2018 at 1.24 for now. Consensus shares out expects for a MAS shift to a steeper policy slope. Market does not appear to fully-price in a MAS move tomorrow and a MAS normalisation could see USDSGD strengthen towards 1.3060, 1.3010 (2018 low) levels. We do not rule out a move below the 1.30-handle towards 1.2960 levels. Last seen at 1.3084 levels, pair has lost most of its mild bullish momentum on daily chart, while stochastics continues to fall. Resistance around 1.3120 (downward sloping trend-line support from the highs in Feb and Mar, 21DMA).*

AUDSGD - Probable Top For Now. AUDSGD remains on the rise amid AUD outperformance. Move remains in line with our call in FX Weekly sent last Fri that rebound is underway. Cross was last seen at 1.0160 levels. Daily momentum and stochastics are bullish bias but stochs seem to be in overbought conditions. This pair is heading close to the top of the trend channel. A breakout here could mean a more steam for the bulls. Resistance at 1.0160 (21 DMA), 1.0190 (upper bound of the bearish trend channel). A break above the upper bound for further up-moves towards 1.0260 and 1.0330 to gain momentum. Meanwhile support seen at parity.

- **SGDMYR - Rebound Underway but Bias to Fade.** SGDMYR rebound is underway, as correctly flagged out in a handful of our reports published this week. Cross was last seen at 2.96 levels. Daily momentum turned mild bullish while stochastics is rising from near over-sold conditions. Rebound risks possible in the short term. Upcoming MAS monetary policy decision on 13 Apr is a key event risk to watch - tightening could lend strength to SGD crosses. Resistance at 2.9750 (61.8% fibo retracement of 2016 low to 2017 high). But bias to fade. Support at 2.94 (interim double bottom). Need a decisive break below the interim double bottom at 2.94 to open way for further downside towards 2.92, 2.90.
- **USDMYR - Mild Signs of Rebound Risks.** USDMYR firmed modestly. Last seen at 3.8745 levels. Daily momentum is turning mild bullish while stochastics is rising. Technical indicators suggest further rebound towards 3.90 possible on break above 3.88. Key area of support at 3.84 - 3.85 remains a key level to watch. Decisive break below this area of support puts next key support at 3.82 (50% fibo retracement of late 2013-14 double bottom to 2015-2017 double top). While our study of past General elections since 1980 shows

that MYR typically appreciates up to 2% (vs. the USD) between parliament dissolution day and polling day, the current period may be slightly unique. For the current episode, MYR has appreciated around 6% vs. the USD in the 90 days prior to the dissolution of parliament. This is the largest magnitude of gains in the same period (90D before dissolution date) relative to previous episodes of Malaysia GEs since 1982. We caution that **excessive optimism might already be in the price and the MYR could potentially trade cautiously in the lead up to polling day**. External environment of trade tensions between US and China and/or fresh concerns of US-Syria conflict could heighten geopolitical risks are some factors that may pose risks to MYR outlook. That said we maintain our medium term bias for MYR strength on the back of improving domestic factors amid favourable external environment. Some of these factors include (1) sustained growth pick-up backed by consumption, investment and exports; (2) BNM initiatives (Apr-2017) to deepen and broaden domestic financial markets were positive steps to restore foreign investors' confidence; (3) BNM's pre-emptive move in Jan described the hike as pre-emptive to ensure that the stance of monetary policy is appropriate to prevent the build-up of risks that could arise from interest rates being too low for a prolonged period of time; (4) Sustained current account surplus and rising FX reserves to retained imports & short-term debt should also provide an anchor for Ringgit. Current external environment of monetary policy continuity, relative oil price stability and still subdued inflationary pressures in US amid synchronous global economic recovery should continue to bode well for exports recovery and benefit countries that are trade-dependent including the MYR.

- **1m USDKRW NDF - Near Term Upside Risk.** BoK kept policy rate on hold at 1.5% (unanimous decision), as widely expected, at its MPC meeting this morning. Statement noted that CPI for the year will be slightly below the previous 1.7% projection as inflation pressure from demand side will not be high for the time being while domestic economy is expected to continue solid growth amid accommodative policy stance. Minimum wage will increase by 16% this year, its largest magnitude of increase since 2001. Wage pass-through should have positive impact on consumption spending, growth and lead to inflationary pressures. We retain our call for BoK to raise policy rate by another 25bps sometime between May and Aug 2018 from 1.5% if demand-induced price pressures picks up pace amid reacceleration in growth momentum. Pair was last seen at 1167 levels. Daily momentum has turned mild bullish while stochastics is rising. Price action on the weekly chart shows a falling wedge pattern potentially forming. This is typically associated with a bullish reversal in the near term. We do not rule out rebound risks in the near term but bias remains to sell into. Next resistance at 1072 (50 DMA) before 1075. Immediate support at 1162. Bigger area of support at 1050 - 1055. While trade tensions between US and China may have receded a little, fresh concerns of US-Syria conflict heightens geopolitical risks. This could expose USDKRW to temporary upside pressures.
- **USDCNH - Settling Into Lower Range.** USDCNH remains on the slide, last seen around 6.2680. Easing trade tensions remain supportive of the CNH. The move in the past few sessions has brought USDCNH out of the upward sloping trend channel. Momentum indicators are neutral at this point. We see price moves likely to hover within

6.2360-6.3510. PBoC fixed the USDCNY reference rate at 6.2834, 77 pips lower than the previous 6.2911. CNYMYR was fixed at 0.6166, 20 pips higher than previous 0.6166. EURCNY was fixed 50 pips lower at 7.7716 vs. the previous at 7.7766. PBoC skips OMO today. PBOC Yi says 1Q economic data is better than expected, ahead of the release of activity data on the 17th. Trade is due tomorrow and money supply, new yuan loans and aggregate financing is due before the 15th.

- **1M USDINR NDF - Bullish.** 1M USDINR NDF is broke into a rally yesterday, buoyed by the sell-off in bonds. Rupee was unable to recover alongside with SENSEX which was able to finish the session flat yesterday. This pair seems determined to remain within the 65-65.70 range for now. Next resistance is seen at 65.70. At home, RBI imposed a penalty of INR30mn on IDBI for its non-compliance with directions issued by the central bank on income recognition and asset classification (RBI). The threat of war that resulted in the rise in oil prices also undermines the INR as concerns of its current account deterioration resurface. Separately, India is still seeking exemption from US tariffs on metal exports. Week ahead has Mar CPI, Feb IP on Thu. Trade data for Mar will be released between 13-16th Apr. RBI said that the future supply chain FPI limit is raised to 49% from 24%.
- **1m USDIDR NDF - Still Stuck-In-Range.** 1m USDIDR NDF is little changed this morning and remains in consolidation in the absence of fresh catalyst. Market intervention by official agents to ensure IDR stability and alignment with fundamentals could keep 1m NDF stuck-in-range still. Mixed sentiments saw foreign investors sell-off USD8.8mn in equities yesterday. Meanwhile, they had purchased USD2.9mn in debt on 10 Apr (latest data available). Net net portfolio outflows should weigh on the IDR and put upside pressure on the 1m NDF intraday. Last seen around 13789-levels. Daily chart shows no strong bias in either direction, though stochastics is climbing gradually higher. This suggests that the 1m NDF continues to lack directional cues, trapped within the recently traded range of 13730-13875. JISDOR was fixed at 13747 yesterday, 12 pips lower than the fixing on Tue. Week ahead has no tier-one data.
- **1m USDPHP NDF - Sideways.** 1m USDPHP NDF climbed higher yesterday amid deteriorating risk appetite on geopolitical tensions over Syria. 1m NDF is currently trading little changed this morning possibly on profit-taking activities. Weak risk sentiments are likely to see a further sell-off in equities by foreign investors as they did yesterday where they sold off USD12.1mn worth of equities. This should weigh on the PHP and put upside pressure on the 1m NDF. 1m NDF was last seen around 52.12-levels. Daily momentum indicators show very mild bearish bias, while stochastics shows tentative signs of turning higher from oversold conditions. Weekly chart shows bullish bias intact but waning, while stochastics shows tentative signs of turning lower from overbought conditions. This suggests risks are to the downside. Support is around the 52-handle before 51.80 levels. Resistance at 52.30 levels ahead of 52.50.
- **USDTHB - Sideways.** USDTHB headed towards the lower bound of its current trading range yesterday around 31.090 levels, tracking the USD moves lower. Pair has rebounded mildly this morning amid

profit-taking activities but continues to hover around those levels ahead of onshore market closure tomorrow. Moves further lower though was limited by the continued sell-off in Thai assets yesterday. Foreign investors had sold USD113.1mn and USD57.0mn in equities and debt yesterday. Further sell-off could put upside pressure on the pair intraday. Last seen around 31.135-levels, pair has lost most of its bullish momentum, while stochastics has turned lower from overbought conditions. Weekly chart shows no strong bias in either direction, while stochastics remain in oversold conditions. Expect sideways trades within 31.090 (2018 low) to 31.300 range to hold intraday. **Note that onshore markets are closed for a public holiday tomorrow.**

Malaysia Fixed Income

Rates Indicators

Analysts

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR MH2/21	3.47	3.47	Unchanged
5YR MI3/22	3.58	3.57	-1
7YR MK3/25	3.86	*3.87/85	Not traded
10YR MO11/27	3.96	*3.98/95	Not traded
15YR MX4/33	4.41	4.43	+2
20YR MX4/37	4.52	4.57	+5
30YR MZ3/46	4.80	*4.82/78	Not traded
IRS			
6-months	3.71	3.71	-
9-months	3.73	3.73	-
1-year	3.76	3.76	-
3-year	3.81	3.81	-
5-year	3.88	3.88	-
7-year	3.98	3.98	-
10-year	4.10	4.10	-

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Source: Maybank KE

*Indicative levels

- Domestic government bond market activity remained low with minimal trades reported; most of which were concentrated at the short end and belly of the curve. MGS yields ended mixed, with the ultra-long end bonds seeing more upward pressure in yields.
- MYR IRS rates curve remained the same against a muted backdrop. There were small quotes on the 2y and 5y IRS rates, but nothing got dealt. 3M KLIBOR still unchanged at 3.69%.
- Corporate bond market was very active but still skewed towards better selling as GG widened 1bp at the front end and its belly saw a fair amount of selling interest. AAA space was mostly quiet, though the belly saw KLCC 2024 trade 1bp tighter. AA space saw better buying of short end bonds with that sector of the curve firmer by about 1bp. The belly, however, saw better selling, down 1bp, while activity in the long end remained tepid.

Singapore Fixed Income

Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	1.90	1.90	-
5YR	2.08	2.08	-
10YR	2.39	2.38	-1
15YR	2.66	2.65	-1
20YR	2.72	2.71	-1
30YR	2.84	2.83	-1

Source: Maybank KE

- SGS market had another quiet day, particularly in the morning session when there was no interest seen across the curve. The afternoon was a tad more active as some buying interest arose on the back of lower SGD IRS. SGS yield curve moved 1bp lower from the 10y point onwards, and SGD IRS also edged down by about 1bp.
- In Asian credit market, real money were better sellers of China IG credits, with the 10y SOEs mostly wider by 1bp. Sovereign bonds were largely unchanged, trading in a 0.25pt range from previous day's levels across curves. Malaysia sovereign and corporate USD bonds saw better buying interest, tightening 1-2bps, even with upcoming general elections.

Indonesia Fixed Income

Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Yesterday's Close	Change (bp)
2YR	5.56	5.58	1.93
5YR	5.95	5.92	(2.93)
10YR	6.56	6.52	(3.68)
15YR	6.80	6.81	0.72
20YR	7.23	7.21	(1.19)
30YR	7.37	7.36	(0.30)

* Source: Maybank Indonesia

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- Indonesia bond market closed with a daily gain during Wednesday trading session supported by increasing buying appetite and easing US-China trade tension. Maybank Indonesia Economist in a report published during the day sees that Indonesia Central Bank may maintain its reference rate (BI 7D RR rate) at 4.25% on upcoming Board of Governor meeting while Mar 18 trade balance is expected to remain deficit of \$0.21b or widening compared to Feb 18 trade balance deficit. During the day, Gerindra Party picks Prabowo for Presidential race. Prabowo will challenge incumbent President Joko Widodo in 2019 presidential election. 5-yr, 10-yr, 15-yr and 20-yr benchmark series yield stood at 5.922%, 6.518%, 6.811% and 7.214% while 2y yield moved higher to 5.581%. During the day, FR0064 (10y benchmark series) yield decline the most by 4bps while FR0071 (11y) yield increased the most by 3bps. 15y20y G-Spread is the widest on YTD basis currently (15y20y current spread: 40bps). Trading volume at secondary market was noted heavy at government segments amounting Rp19,751b with FR0064 (10y benchmark series) as the most tradable bond. FR0064 total trading volume amounting Rp3,557b with 197x transaction frequency.
- Foreign ownership stood at Rp871.6t or 39.9% of total tradable government bond as of Apr 10th. Considering a 2-day's settlement, Foreigner booked net buy worth of Rp4.9t from begin month of Apr 18.
- Corporate bond traded heavy amounting Rp1,441b. FIFA03ACN3 (Shelf Registration III Federal International Finance Phase III Year 2018; A serial bond; Rating: _{id}AAA) was the top actively traded corporate bond with total trading volume amounted Rp355b yielding 6.100%.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.2419	107.51	0.7789	1.4249	6.3020	0.7395	132.8200	83.5397
R1	1.2393	107.15	0.7772	1.4213	6.2878	0.7378	132.4500	83.1783
Current	1.2370	106.90	0.7759	1.4183	6.2722	0.7364	132.2300	82.9370
S1	1.2344	106.54	0.7739	1.4151	6.2605	0.7344	131.8700	82.5633
S2	1.2321	106.29	0.7723	1.4125	6.2474	0.7327	131.6600	82.3097

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3109	n/a	13781	52.0310	31.2647	1.6240	0.6207	2.9666
R1	1.3098	n/a	13770	51.9800	31.1953	1.6213	0.6194	2.9626
Current	1.3087	3.8750	13764	52.0100	31.1450	1.6188	0.6179	2.9613
S1	1.3076	n/a	13745	51.8650	31.0813	1.6163	0.6154	2.9521
S2	1.3065	n/a	13731	51.8010	31.0367	1.6140	0.6128	2.9456

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

Equity Indices and Key Commodities

	Value	% Change
Dow	24,189.45	-0.90
Nasdaq	7,069.03	-0.36
Nikkei 225	21,687.10	-0.49
FTSE	7,257.14	-0.13
Australia ASX 200	5,828.68	-0.48
Singapore Straits Times	3,479.76	0.39
Kuala Lumpur Composite	1,869.89	0.48
Jakarta Composite	6,360.93	0.56
Philippines Composite	7,943.93	0.12
Taiwan TAIEX	10,974.02	0.43
Korea KOSPI	2,444.22	-0.27
Shanghai Comp Index	3,208.08	0.56
Hong Kong Hang Seng	30,897.71	0.55
India Sensex	33,940.44	0.18
Nymex Crude Oil WTI	66.82	2.00
Comex Gold	1,360.00	1.05
Reuters CRB Index	198.83	0.87
MBB KL	10.60	1.15

Policy Rates

Rates	Current (%)	Upcoming CB Meeting	MBB Expectation
MAS SGD 3-Month SIBOR	1.5024	Apr-18	Neutral
BNM O/N Policy Rate	3.25	10/5/2018	Neutral
BI 7-Day Reverse Repo Rate	4.25	19/4/2018	Neutral
BOT 1-Day Repo	1.50	16/5/2018	Tightening Bias
BSP O/N Reverse Repo	3.00	10/5/2018	Tightening Bias
CBC Discount Rate	1.38	21/6/2018	Neutral
HKMA Base Rate	2.00	-	Tightening
PBOC 1Y Lending Rate	4.35	-	Tightening Bias
RBI Repo Rate	6.00	6/6/2018	Neutral
BOK Base Rate	1.50	12/4/2018	Tightening
Fed Funds Target Rate	1.75	3/5/2018	Tightening
ECB Deposit Facility Rate	-0.40	26/4/2018	Easing Bias
BOE Official Bank Rate	0.50	10/5/2018	Neutral
RBA Cash Rate Target	1.50	1/5/2018	Neutral
RBNZ Official Cash Rate	1.75	10/5/2018	Neutral
BOJ Rate	-0.10	27/4/2018	Easing
BoC O/N Rate	1.25	18/4/2018	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	14	3.264	3.264	3.212
MGS 5/2015 3.759% 15.03.2019	3.759%	15-Mar-19	50	3.246	3.246	3.246
MGS 2/2009 4.378% 29.11.2019	4.378%	29-Nov-19	80	3.37	3.37	3.359
MGS 6/2012 3.492% 31.03.2020	3.492%	31-Mar-20	110	3.465	3.47	3.465
MGS 3/2014 4.048% 30.09.2021	4.048%	30-Sep-21	30	3.575	3.575	3.575
MGS 4/2016 3.620% 30.11.2021	3.620%	30-Nov-21	10	3.471	3.471	3.471
MGS 1/2017 3.882% 10.03.2022	3.882%	10-Mar-22	31	3.572	3.583	3.572
MGS 1/2012 3.418% 15.08.2022	3.418%	15-Aug-22	4	3.719	3.719	3.719
MGS 2/2015 3.795% 30.09.2022	3.795%	30-Sep-22	9	3.711	3.716	3.711
MGS 3/2013 3.480% 15.03.2023	3.480%	15-Mar-23	2	3.71	3.71	3.71
MGS 1/2014 4.181% 15.07.2024	4.181%	15-Jul-24	252	3.872	3.89	3.863
MGS 2/2017 4.059% 30.09.2024	4.059%	30-Sep-24	30	3.882	3.882	3.874
MGS 1/2015 3.955% 15.09.2025	3.955%	15-Sep-25	17	3.955	3.955	3.947
MGS 3/2011 4.392% 15.04.2026	4.392%	15-Apr-26	2	4.031	4.031	4.031
MGS 4/2017 3.899% 16.11.2027	3.899%	16-Nov-27	7	3.966	3.966	3.966
MGS 3/2010 4.498% 15.04.2030	4.498%	15-Apr-30	1	4.358	4.358	4.358
MGS 4/2013 3.844% 15.04.2033	3.844%	15-Apr-33	3	4.433	4.433	4.433
MGS 3/2017 4.762% 07.04.2037	4.762%	7-Apr-37	3	4.568	4.568	4.552
GII MURABAHAH 4/2016 3.226% 15.04.2020	3.226%	15-Apr-20	30	3.601	3.601	3.601
GII MURABAHAH 3/2017 3.948% 14.04.2022	3.948%	14-Apr-22	150	3.827	3.827	3.824
GII MURABAHAH 1/2015 4.194% 15.07.2022	4.194%	15-Jul-22	12	3.884	3.884	3.884
GII MURABAHAH 1/2016 4.390% 07.07.2023	4.390%	7-Jul-23	70	3.983	3.983	3.983
GII MURABAHAH 8/2013 4.444% 22.05.2024	4.444%	22-May-24	40	4.052	4.052	4.052
GII MURABAHAH 2/2017 4.045% 15.08.2024	4.045%	15-Aug-24	30	4.048	4.048	4.048
GII MURABAHAH 1/2018 4.128% 15.08.2025	4.128%	15-Aug-25	19	4.013	4.013	4.01
GII MURABAHAH 3/2015 4.245% 30.09.2030	4.245%	30-Sep-30	150	4.585	4.585	4.574
GII MURABAHAH 6/2017 4.724% 15.06.2033	4.724%	15-Jun-33	100	4.562	4.562	4.562

Total**1,256**

Sources: BPAM

MYR Bonds Trades Details

PDS	Rating	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
PASB IMTN (GG) 4.04% 15.06.2018 - Issue No. 10	GG	4.040%	14-Jun-18	50	3.471	3.471	3.471
DANAINFRA IMTN 4.150% 06.04.2022 - Tranche No 31	GG	4.150%	6-Apr-22	15	4.09	4.09	4.09
GOVCO IMTN 4.270% 06.06.2023	GG	4.270%	6-Jun-23	200	4.156	4.199	4.156
PASB IMTN (GG) 4.23% 16.06.2023 - Issue No. 25	GG	4.230%	16-Jun-23	25	4.155	4.155	4.155
DANAINFRA IMTN 4.210% 31.10.2023 - Tranche No 10	GG	4.210%	31-Oct-23	10	4.21	4.214	4.21
GOVCO IMTN 4.290% 22.02.2024	GG	4.290%	22-Feb-24	50	4.219	4.219	4.219
KHAZANAH 0% 20.03.2024	GG	0.000%	20-Mar-24	60	4.269	4.295	4.269
PTPTN IMTN 4.670% 28.03.2024	GG	4.670%	28-Mar-24	90	4.308	4.331	4.308
KHAZANAH 0% 27.08.2024	GG	0.000%	27-Aug-24	40	4.283	4.304	4.283
PR1MA IMTN 4.340% 18.10.2024	GG	4.340%	18-Oct-24	20	4.297	4.297	4.297
LPPSA IMTN 4.900% 05.04.2033 - Tranche No 21	GG	4.900%	5-Apr-33	50	4.899	4.899	4.899
PUTRAJAYA IMTN 25.10.2019 SERIES 2 TRANCHE 003	AAA IS	3.832%	25-Oct-19	10	4.075	4.075	4.075
GENM CAPITAL MTN 1826D 31.3.2022	AAA (S)	4.780%	31-Mar-22	20	4.68	4.685	4.68
CAGAMAS IMTN 4.250% 28.04.2022	AAA	4.250%	28-Apr-22	20	4.3	4.3	4.3
SARAWAKHIDRO IMTN 4.29% 11.08.2023	AAA	4.290%	11-Aug-23	10	4.376	4.382	4.376
SURIA KLCC IMTN 4.730% 31.12.2024 - Issue No. 1	AAA	4.730%	31-Dec-24	50	4.446	4.446	4.441
YTL CORP MTN 1826D 25.6.2019	AA1	4.468%	25-Jun-19	30	4.342	4.359	4.342
SEB IMTN 4.500% 04.07.2019	AA1	4.500%	4-Jul-19	20	4.208	4.208	4.208
YTL POWER MTN 3651D 10.6.2022	AA1	4.550%	10-Jun-22	5	4.562	4.562	4.562
UMWH IMTN 4.630% 22.06.2020	AA2	4.630%	22-Jun-20	20	4.424	4.434	4.424
HLFG MTN 1827D 17.9.2020 (Series 5)	AA	4.800%	17-Sep-20	20	4.438	4.456	4.438
UMWH IMTN 4.700% 15.02.2021	AA2	4.700%	15-Feb-21	20	4.486	4.497	4.486
UMWH IMTN 4.830% 22.06.2022	AA2	4.830%	22-Jun-22	50	4.632	4.632	4.629
FPSB IMTN 4.650% 21.12.2022	AA IS	4.650%	21-Dec-22	10	4.757	4.759	4.757
UMWH IMTN 5.220% 02.10.2026	AA2	5.220%	2-Oct-26	10	4.859	4.862	4.859
CIMB 4.950% 29.03.2028 - Tranche 3	AA	4.950%	29-Mar-28	1	4.676	4.721	4.676
PKNS IMTN 4.600% 10.08.2018	AA3	4.600%	10-Aug-18	10	4.227	4.227	4.227
BGSM MGMT IMTN 4.900% 27.12.2018 - Issue No 7	AA3	4.900%	27-Dec-18	10	4.094	4.137	4.094
GAMUDA IMTN 4.825% 23.11.2022	AA3	4.825%	23-Nov-22	20	4.647	4.654	4.647
EDRA ENERGY IMTN 5.670% 05.01.2023 - Tranche No 3	AA3	5.670%	5-Jan-23	20	5.198	5.212	5.198
TADAU SRI SUKUK 5.40% 28.07.2025 (Tranche 7)	AA3	5.400%	28-Jul-25	10	5.158	5.161	5.158
EDRA ENERGY IMTN 5.940% 05.07.2027 - Tranche No 12	AA3	5.940%	5-Jul-27	10	5.509	5.51	5.509
RHBINVB MTN 3652D 11.10.2027	AA3	4.900%	11-Oct-27	60	4.89	4.9	4.89
MMC CORP IMTN 5.700% 24.03.2028	AA- IS	5.700%	24-Mar-28	20	5.7	5.7	5.7
SAJC IMTN 5.610% 26.01.2029 - Tranche 10	AA- IS	5.610%	26-Jan-29	10	5.489	5.489	5.489
EDRA ENERGY IMTN 6.310% 05.01.2033 - Tranche No 23	AA3	6.310%	5-Jan-33	5	5.919	5.919	5.919
AMMB HLDG MTN 3652D 23.2.2028	A1	5.230%	23-Feb-28	7	5.285	5.285	5.177
CIMB 5.500% Perpetual Capital Securities - T2	A1	5.500%	25-May-16	1	4.853	5.232	4.853
ALLIANCEB MTN 3653D 27.10.2025	A2	5.750%	27-Oct-25	1	4.693	5.15	4.693
Total				1,091			

Sources: BPAM

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