

Global Markets Daily

Pervasive USD Strength in Summer Lull

Rate Trajectory Kept “For Now”

After giving a rosy assessment of the US economy, Jerome Powell told the Senate Panel that the Fed will stick to gradual rate hikes “for now”. As we have suspected, he spoke about a “rising chorus of concern” about the impact of tariff and that some businesses have delayed capital investment decisions as a result. Farmers and rural communities are also vulnerable to falling commodity prices. USD was supported throughout the overnight session.

USD Strength is Pervasive

Late Asian hours saw USD strengthen against most currencies. USDCNH was en-route to test the year high of 6.7332. USDJPY was above 113 after breaking out above the key 111.50-level and completing the cup and handle formation, price could head towards ultimate target of 118. USDSGD also rallied in tandem, resisted at the 1.3660-level. EURUSD was last seen around 1.1660. It is hard to find a clear event, data that drove this move and we can hardly allude this to the EU-Japan trade pact signed at around the start of the USD climb. Also released was a joint statement of the 20th China-EU summit that saw a reaffirmation of their “commitment to deepening their partnership for peace, growth, reform and civilization”. Thereafter, EU sources were cited saying that China is expected to accept a wide range of WTO reforms.

Some inflation data and then, Jay Part 2

Data for today includes US housing starts and building permits; EU, UK and Malaysia inflation data. Fed Powell delivers part two of his semi-annual testimony to the House Panel tonight.

FX: Overnight Closing Prices

Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.1661	↓ -0.43	USD/SGD	1.3648	↑ 0.20
GBP/USD	1.3115	↓ -0.91	EUR/SGD	1.5915	↓ -0.22
AUD/USD	0.7389	↓ -0.40	JPY/SGD	1.209	↓ -0.32
NZD/USD	0.6783	↑ 0.09	GBP/SGD	1.7899	↓ -0.70
USD/JPY	112.88	↑ 0.53	AUD/SGD	1.0085	↓ -0.22
EUR/JPY	131.64	↑ 0.10	NZD/SGD	0.9258	↑ 0.29
USD/CHF	1.0001	↑ 0.33	CHF/SGD	1.3646	↓ -0.15
USD/CAD	1.3191	↑ 0.42	CAD/SGD	1.0347	↓ -0.20
USD/MYR	4.0462	↑ 0.05	SGD/MYR	2.9759	↑ 0.16
USD/THB	33.317	↑ 0.14	SGD/IDR	10573.31	↑ 0.13
USD/IDR	14378	↓ -0.11	SGD/PHP	39.245	↓ -0.01
USD/PHP	53.339	↓ -0.24	SGD/CNY	4.9218	↑ 0.19

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

Upper Band Limit	Mid-Point	Lower Band Limit
1.3486	1.3759	1.4032

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G7: Events & Market Closure

Date	Ctry	Event
16 Jul	JN	Market Closure
16 Jul	US-Ru	US Trump meets Russia Putin in Helsinki
17 Jul	US	Fed Powell delivers semi-annual testimony before Senate Panel
18 Jul	US	Fed Powell to appear before House panel
19 Jul	US	Public Hearing on Auto Tariffs

AXJ: Events & Market Closure

Date	Ctry	Event
19 Jul	ID	BI Policy Meeting

G7 Currencies

- **DXY Index - *Another Round of Testimony to House Panel.*** USD rebounded yesterday as markets shifted its focus to Fed chair Powell's testimony to Senate panel yesterday and ahead of public hearing on auto import tariffs on 19 Jul (which we shared that re-escalation of trade tensions is supportive of the USD) while industrial production for Jun surprised to the upside. Powell's testimony was largely consistent with his recent speech and FoMC minutes/press conference. His remarks on growth were upbeat - economy was growing at a solid pace, unemployment rate expected to fall further and the recent pickup in inflation towards Fed's 2% target was encouraging. He added that moderate wage gains suggests that the job market is not causing a high inflation. He also reiterated that Fed should keep "gradually" raising rates "for now". DXY was last seen at 95 levels. Mild bearish momentum on daily chart remains intact but stochastics is rising. Resistance at 95.50 before 96 levels. (50% fibo retracement of 2017 high to 2018 low). Support at 94.20, 93.80 (50 DMA) and 93.12 levels (38.2% fibo retracement of Apr low to Jun high). Suggest range -bound trade in 94.1 - 94.8 early week. Focus for the week on Housing starts, building permits (Jun); Fed' Beige Book on Wed; Philly Fed Business Outlook (Jul); Fed's Quarles to speak on Thu; Fed's Bullard to speak on Fri. US' public hearings on auto import tariff (19 Jul) will be of interest amid lingering trade war tensions. US had earlier hinted at imposing a 20 - 25% import tariffs on vehicles and parts if imported vehicles are found to pose a national security threat. Caution is still warranted on the tariff/trade war front as re-escalation is supportive of the USD.
- **EURUSD - *Pullback Risks; Bias to Accumulate.*** EUR fell amid broad USD strength overnight. This is in line with our call for pullback risks. Pair was last seen at 1.1660 levels. Mild bullish momentum on daily chart shows signs of waning while stochastics is turning lower from overbought conditions. **Risk of pullback could still be on the horizon but we retain our bias to accumulate on dips.** Support at 1.1660 (21 DMA), 1.16 before 1.1520 levels. Resistance at 1.1760 (23.6% fibo retracement of 2018 high to low). We reiterate our call that ECB may potentially need to tighten ahead of its own timeline with inflation in Euro-area showing signs of further uptick while data are starting to show signs of further rebound. Moreover Draghi's term as ECB President ends sometimes in 4Q 2019 and the talk about Bundesbank President Weidmann (long-time critic of ECB's ultra-loose policies whom could push for faster pace of policy normalisation) possibly succeeding Draghi could quietly and gradually brew the upward pressure for EUR. We favour positioning ahead for ECB-Fed policy convergence at some stage, given that Fed tightening may be priced in while markets run the risk of underpricing the ECB. Focus for the week on **CPI (Jun); Construction output (May) on Wed; Current Account (May) on Fri.**
- **GBPUSD - *Inflation Report Today.*** GBP fell yesterday on rising concerns with PM May's leadership (which could potentially be challenged resulting in re-election), Carney's speech which warned

that failure to reach a deal with EU may trigger a financial stability event while broad USD rebound amplified GBP's losses into NY close. GBP did rise earlier on better than expected labor report yesterday but did not manage to hold on to gains. Pair was last seen at 1.3110 levels. Mild bullish momentum on daily chart is waning while stochastics is falling. This suggests that risks to the downside is increasing. Support at 1.3050. Resistance at 1.32 (21 DMA), 1.3310 (50 DMA). Focus for the week on CPI, PPI, RPI (Jun); House Price Index (May) on Wed; Retail Sales (Jun) on Thu; Public Sector Borrowing (Jun) on Fri. We caution that a slower than expected rise in CPI could skew market expectations for BoE to wait-and-see at its next MPC meeting in Aug. Deferred rate hike expectations should add to further GBP weakness.

- **USDJPY - *Watching Weekly Close Above 2018 High.*** USDJPY traded to a session high of 113.08 amid a firmer UST yields and USD after Fed Chair Powell reaffirmed the Fed's gradual rate hike. Firmer UST yields kept the yield differentials between 10Y UST and JGB wider, supportive of the USDJPY. In addition, the unwinding of long-JPY and short-G10 currencies positioning is also exacerbating the downside pressure on the JPY. Pair though has since eased off from that high to hover below the 113-levels and was last seen around 112.94-levels. Bullish momentum on both the daily and weekly charts remain intact, while stochastics remain in overbought conditions. Price action on the weekly chart shows a golden cross has formed as flagged - 50DMA cuts 200DMA to the upside - typically associated with bullish signal. Focus remains on Fed Chair Powell's testimony to the House today; US public hearing on auto tariffs tomorrow; and domestic CPI print on Fri. With risks still to the upside, a re-test of the session high for a move towards the 2018 high of 113.40-levels cannot be ruled out. Break of the 2018 high on a weekly close could see pair pushed higher towards 114.70-levels. Support is around the 112.30-, 111.90-levels. Remaining week has trade, machine tool order (Jun), Cabinet Office monthly economic report for Jul on Thu; CPI (Jun), all industry activity index (May) on Fri.
- **NZDUSD - *Range-Bound.*** Choppy day for NZD yesterday with weakness seen in early trade due to downside surprise to 2Q CPI data. Kiwi bulls took over sending the pair to a high of 0.6840 from under 0.6780 after RBNZ inflation gauge (preferred measure of core inflation) rose to fastest level (+1.7%) in 7 years. Gains proved short-lived as global development - broad USD strength - reversed NZD gains entirely. Pair was last seen at 0.6780 levels. Daily momentum and stochastics indicators are still not showing a clear bias. Still expect range-bound trade possibly in the range of 0.6750 - 0.6840. Focus for the week on Net Migration, credit card spending (Jun) on Fri.
- **AUDUSD - *Still in Range.*** AUDUSD slipped to levels around 0.7385 at last sight, still within our closely monitored 0.7300-0.7480 range. The pair was lifted at first by the NZD upmove after RBNZ lifted its core inflation projections but antipodes, along with the rest of the majors, succumbed to the pervasive USD strength. MACD shows

dissipating bullish momentum. Resistance remains around 0.7460, a Fibonacci level within the trend channel before the next at 0.7484 (50-dma). This pair needs a decisive break of the 0.7525 for bulls to establish firmer foothold and to violate the downward sloping trend channel that it has been keeping to since the start of this year. **We still prefer to look at the glass half full. As China and the US started to show signs coming to the negotiating table on trade, AUDUSD could gain bullish momentum. Downsides are limited around 0.7310. Barring further dramatic threats by the US or China which we think are unlikely, downsides seem to be limited at this point.** *The RBA Minutes released yesterday did not reveal a lot more new insights. The central bank gave a rather sanguine assessment of the economy but retained the view that “there’s no strong case for a near-term policy move”.* In the medium term however, monetary policy divergence could continue to weigh on the AUD. Its recovery, should global growth gain traction, could lag that of other majors. We look for RBA to hike in Feb when the SoMP will be out. The lack of impetus for monetary policy to change could keep the AUD on the backfoot vs. the USD given the tightening Fed in the next couple of months. That said, we caution for rising price pressure due to the weakened AUD and higher energy prices. **Eyes are on 2Q CPI out on the 25th this month.** This week has Westpac Leading Index (Jun) on Wed; Employment change (Jun); NAB Business Confidence (2Q) on Thu.

- **USDCAD - Moves Higher to Slow** - USDCAD hovered around 1.3200 as we write in Asia morning. Eyes are on the US public hearing on the auto tariff on 19-20th Jul and this event could keep this pair bias to the upside. 4-hourly chart suggests that the bullish momentum could slow and moves are likely to be limited in the absence of stronger cues. 21-dma at 1.3204 being tested and next resistance is close by at 1.3220. An unlikely break of that level could open the way towards the next resistance at 1.3380. Support at 1.3050, the middle of the trend channel and also the 50-dma. We stick to our view that price actions for this week are likely range-bound within the 1.3040-1.3400 with some bias to the upside. We prefer to sell this pair on the upticks in the medium term. Data-wise, we have ADP on Thu and May retail sales, CPI for Jun on Fri.

Asia ex Japan Currencies

- **SGD trades around 0.81% above the implied mid-point of 1.3759 with the top estimated at 1.3486 and the floor at 1.4032.**
- **USDSGD - *Still Pressured Higher*.** USDSGD trades little changed this morning after climbing higher yesterday amid firmer UST yields and USD. Softer USDCNH and the sell-off in the SGD against the MYR are also supportive of the pair this morning. Upside pressure on the pair though appears to be mitigated by the sell-off in the EUR, GBP, AUD and JPY against the SGD, which are putting some downside pressure on the pair. Last seen around 1.3648-levels. Mild bearish bias on the daily chart remains intact but waning, while stochastics show tentative signs of turning higher. Weekly momentum remains bullish bias, and stochastics still in overbought condition. This suggests risks are now tilting to the upside in the near term. Further upside pressure could manifest given key external risk events ahead, namely Fed Chair Powell's testimony to the House today; US public hearing on auto tariffs tomorrow. Further upticks should meet resistance around 1.37-levels ahead of 1.3750-levels (2018 high). Support is around 1.3625-levels (21DMA) before 1.3570-levels (23.6% fibo retracement of the 2018 rally).
- **AUDSGD - *Rangy*.** The cross waffled around 1.0080 in an environment of broad USD strength. With that move yesterday, this cross is back to trade within the 1.000-1.0165 range. With both the US and China showing willingness to negotiate on trade, we look for this cross head towards the next key level at 1.0200. Support at around 1.0040.
- **SGDMYR - *Range*.** SGDMYR was last seen at 2.9710 levels. Mild bullish momentum on daily chart remains intact but technical lacks a firm conviction. Support at 2.9650 (50 DMA), 2.96 (21 DMA). Resistance at 2.9740, 2.98. Suggest range of 2.96 - 2.9750.
- **USDMYR - *CPI Data on Tap*.** USDMYR inched higher amid broad USD strength and softer oil prices. Pair was last seen at 4.0560 levels. Mild bearish momentum on daily chart is waning while stochastics is running into near-overbought conditions. Room for upside could be limited given stretched conditions. Resistance seen at 4.08 levels. Support at 4.0320, 4.02 levels.
- **USDKRW NDF - *Range*.** 1m USDKRW NDF rose to a high of 1128 this morning, possibly tracking broad USD strength following Powell's upbeat remarks overnight but gains were reversed as we write, with the pair now trading around 1126 levels. This could be a reflection of the positive mood seen on Asian equities this morning. Nikkei was up nearly 1% while KOSPI was up +0.3%. Daily momentum is showing early signs of turning bearish - still need further observation, bearing in mind that US public hearing on auto import tariff on Thu could still drive sentiment and USD direction. US had earlier hinted at imposing a 20 - 25% import tariffs on vehicles and parts if imported vehicles are found to pose a national security threat. Rising protectionism measures could continue to keep USD supported but supported risk sentiment on the other hand, could

mitigate some of the USDKRW upside risks. Suggest 1122 - 1132 range intra-day.

- **USDCNH - *Pressing on The Year High***. USDCNH rode on the USD strength yesterday and was last seen around 6.72 as we write this morning. There is still a risk of breaking above the year high of 6.7332, especially as liquidity thins in summer lull and price action gets a little choppier. Key resistance is still at 0.7332 - the high that was reached before PBoC jawboned in early July. Eyes remain on whether the US and China can come to the negotiating table and undo the tariffs in place. As we have noted before, the trade war risks could very well be frontloaded and while further upside in the USDCNH cannot be ruled out, yuan bears are likely to be less sure-footed. We remain of the view that the USDCNH bulls would be more wary of PBoC after officials and advisers had expressed confidence of keeping the yuan stable. Support is seen around 6.6160, before the 21-dma at 6.5980. A break of the resistance at 6.7330 opens the way towards 6.81. **USDCNY reference rate at 6.6914, 93 pips higher than the previous 6.6821. CNYMYR was fixed at 0.6044, 7 pips lower than the previous 0.6051. EURCNY was fixed 235 pips lower at 7.8004 vs. the previous at 7.8239. FX net settlement is due on Thu.**

- **1m USDINR NDF - *Oil Gains, Rupee Gains***. 1M USDINR NDF slipped and was last seen around 68.60. The rupee strengthens as crude slipped as we have forewarned in our piece last week. If not for the USD strength overnight, the rupee might have gained a lot more. Support at 68.3040 (50-dma). We see a risk of this USDINR heading towards the 68-figure. That said, we have not turned optimistic on the currency as we see a limit to how much crude can fall. Rupee is still trapped in opposing forces of crude moves, RMB swings and the constant shifts in risk sentiments. Momentum indicators are increasingly bearish. Resistance at 69.20 before 70.05 (2013 high). WPI came in firmer than expected at 5.77%/y/y, accelerating from the previous 4.43%. Price pressure was underpinned by the rally in the crude and there are some expectations that this may not last. RBI could still choose not to raise reverse repo rates in light of the softer industrial production numbers of late.

- **1m USDIDR NDF - *Going Nowhere For Now***. 1m USDIDR NDF trades mildly bid this morning amid a firmer USD. 1m NDF though continues to trade within familiar range of 14265-14573. Helping to mitigate upside pressures on the 1m NDF to a certain extent is softer oil prices (given its status as a net oil-importer). Net foreign portfolio outflows was supportive of the 1m NDF yesterday. Foreign investors had sold USD51.1mn in equities yesterday (note that updated bond flows data is currently not available). Further net portfolio outflows should also put upside pressure on the 1m NDF intraday. Aside from Fed Chair Powell's testimony to the House today and tomorrow's US public hearing on auto tariffs, *market focus remains on BI meeting on starting today. Consensus and our economic team are expecting the central bank to remain on hold when it releases its decision tomorrow. Still, we cannot rule out another move by the central bank as the IDR remain under further depreciation pressure. Spot*

USDIDR gapped higher at the opening to 14392 from yesterday's close of 14378 amid USD strength. Last seen around 14463-levels. Daily momentum indicators remains mildly bearish bias, while stochastics shows tentative signs of turning higher. Weekly chart though remains bullish bias. We expect the 1m NDF to remain hovering within familiar ranges for now as BI remains in the market to curb IDR and IndoGB volatility. Look for 14265-14573 range to hold intraday. We need to see a break in either direction for directional clarity. JISDOR was fixed at 14391 on yesterday, 5bp lower than the fixing on Mon. Focus ahead is on BI meeting on Thu. In the news, Senior Deputy Governor Mirza Adityaswara in a wide range comment, said that the IDR was still undervalued against the USD; that 2Q current account could come at more than 2.5% of GDP; and that the BI would remain in the FX and bond markets to maintain macroeconomic stability.

- **1m USDPHP NDF - *Stuck-In-Range*.** 1m USDPHP NDF trades little changed this morning within familiar ranges of 53.40-53.90 amid a firmer USD. 1m NDF had been on the slide the past two sessions and some profit-taking activities could be in the works currently. Putting downside pressure on the 1m NDF was the continued sell-off in equities. Foreign investors sold USD9.0mn in equities yesterday. Further foreign selling is likely to keep the 1m NDF supported intraday. Spot USDPHP gapped higher at the opening to 53.410 this morning from yesterday's close of 53.339 amid USD strength. Last seen around 53.58-levels. Very mild bearish bias on the daily chart remains intact, while stochastics shows tentative signs of turning lower. Weekly chart remains bullish bias, but is waning. We look for the pair to remain in familiar ranges within 53.30-53.90 intraday. We need to see a break-out in either direction for the 1m NDF to trade in a wider 53.00-54.00 range. Watch out for continued BSP intervention to curb excessive volatility in the PHP. Remaining week has BoP overall (Jun) on Thu.
- **USDTHB - *Range-Bound*.** USDTHB trades bid this morning amid firmer UST yields and USD. In addition, the firmer USDCNH is also supportive of the pair. Mitigating somewhat upside pressure on the pair is firmer gold prices (negative relationship between gold and USDTHB), capping upmoves moves in the pair. Weighing on the pair as well is the net foreign portfolio inflows. Foreign investors bought USD0.4mn and USD11.1 in equities and debt yesterday. Further net foreign portfolio inflows should weigh on the pair intraday. Last seen around 33.326-levels, daily momentum is very mildly bearish bias, while stochastics is back at overbought conditions. Weekly chart though shows bullish bias, and stochastics at overbought conditions. This suggests risks remain to the upside but in the near-term, there is potential for a mild pullback ahead. Any pullback is likely to stay within familiar ranges of 33.00-33.400. Week ahead brings customs trade (Jun), foreign reserves (13 Jul) on Fri.

Malaysia Fixed Income

Rates Indicators

Analysts

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR MJ 11/21	3.57	3.58	+1
5YR MI 4/23	3.77	*3.80/77	Not traded
7YR MK 3/25	3.96	*3.99/96	Not traded
10YR MO 6/28	4.11	4.10	-1
15YR MT 11/33	4.55	4.57	+2
20YR MX 6/38	4.79	*4.82/79	Not traded
30YR MZ 7/48	4.91	*4.93/90	Not traded
IRS			
6-months	3.70	3.70	-
9-months	3.70	3.71	+1
1-year	3.70	3.71	+1
3-year	3.75	3.76	+1
5-year	3.85	3.87	+2
7-year	3.97	3.99	+2
10-year	4.15	4.16	+1

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Source: Maybank KE

*Indicative levels

- Government bonds traded mixed amid still thin liquidity in the market ahead of Malaysia's CPI number, which will be out on Wednesday noon. Trades concentrated at the belly of the curve to the front end. All eyes will be on the June CPI release; consensus expecting a lower print than the 1.8% YoY in May.
- IRS curve shifted higher by 1-2bps due to aggressive paying flows by foreign accounts. The 4y and 6y IRS were dealt at 3.80% and 3.935% respectively. If this momentum sustains, the 5y IRS could test the previous support level of 3.90%. 3M KLIBOR was unchanged at 3.69%.
- Corporate bonds secondary space was very active. Long end GG credits, largely Danainfra and Prasarana, traded 1bp tighter. Short dated GovCo also tightened 2bps, while the belly area saw Prasarana bonds being lifted 1bp tighter. In the AA space, outperformers were SEB and SPG which saw their front end and belly bonds dealt 2-3bps tighter.

Singapore Fixed Income

Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	1.86	1.85	-1
5YR	2.12	2.12	-
10YR	2.42	2.42	-
15YR	2.67	2.67	-
20YR	2.70	2.72	+2
30YR	2.78	2.79	+1

Source: Maybank KE

- Softer UST overnight turned SGS market slightly bearish, leading to a selloff in long end bonds. The sector underperformed the short end, which was supported by persistent selling interest in short dated forwards. Weaker forwards, in turn, pressured SGD IRS lower, though rates closed little changed. Intermittent buying kept SGS yields mostly unchanged to marginally higher, with the 20y up 2bps. Swap spreads remained very tight.
- There was good two-way flow for Asian credits, though China tech credits underperformed. EM sovereign bond spreads widened slightly, while INDONs lowered in cash price on the back of the UST movement. Malaysian credit such as EIBMAL and GENTMK still saw good buying interest. In primary, HDB plans to issue SGD600m senior bonds with guidance at 2.42%.

Indonesia Fixed Income

Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Yesterday's Close	Change (bp)
2YR	7.27	7.30	3.09
5YR	7.44	7.53	9.28
10YR	7.48	7.54	5.57
15YR	7.80	7.82	1.08
20YR	7.97	8.03	5.93
30YR	8.35	8.35	-

* Source: IBPA, Bloomberg, Maybank Indonesia

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- Indonesia bond market closed with a daily loss on Tuesday trading session as awarded WAY during the auction came in higher compared to Monday yield close while 5y10y awarded WAY narrowed to 3bps. 2WD, 4WD and cement sales declined in the month of Jun 2018 while the Government expect a widening CAD in Q218. 5-yr, 10-yr, 15-yr and 20-yr benchmark series yield stood at 7.529%, 7.539%, 7.816% and 8.026% while 2y yield moved higher to 7.303%. During the day, FR0073 (30y) yield decline the most by 5bps while FR0062 (2mo) yield increased the most by 9bps. Trading volume at secondary market was noted heavy at government segments amounting Rp21,230b with FR0064 as the most tradable bond. FR0064 total trading volume amounting Rp7,307b with 144x transaction frequency.
- Indonesian government conducted their bi-weekly conventional auction yesterday and received moderate incoming bids worth of Rp38.17t versus its target issuance of Rp10.00t or oversubscribed by 3.82x. However, DMO only awarded Rp20.00t bids for its 3mo, 9mo, 5y, 10y and 20y offered series. Incoming bids were more clustered on the money market series ($\leq 1y$). 3mo SPN was sold at a weighted average yield (WAY) of 5.21833%, 9mo SPN was sold at 6.15767%, 5y FR0063 was sold at 7.55633%, 10y FR0064 was sold at 7.58777% while 20y FR0075 was sold at 8.06219%. No bids were rejected during this auction. Bid-to-cover ratio during the auction came in at 1.33X - 3.02X. Foreigner demands during the auction were noted Rp8.31t or 21.8% of total incoming bids. However, only Rp5.10t bid (25.5% of total awarded bids) were awarded to foreign investors.
- Foreign ownership stood at Rp835.5t or 37.9% of total tradable government bond as of Jul 12th. Considering a 2-day's settlement, Foreigner booked net buy worth of Rp6.4t from begin month of Jul 18.
- Corporate bond traded heavy amounting Rp1,635b. NISP03ACN1 (Shelf Registration III Bank OCBC NISP Phase I Year 2018; A serial bond; Rating: _{id}AAA) was the most actively traded corporate bond with total trading volume amounted Rp475b yielding 6.727%.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.1780	113.38	0.7463	1.3350	6.7524	0.6878	132.2267	83.8000
R1	1.1721	113.13	0.7426	1.3233	6.7372	0.6830	131.9333	83.6020
Current	1.1656	112.96	0.7383	1.3111	6.7231	0.6779	131.6600	83.3960
S1	1.1626	112.43	0.7364	1.3034	6.6965	0.6746	131.4033	83.2100
S2	1.1590	111.98	0.7339	1.2952	6.6710	0.6710	131.1667	83.0160

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3699	4.0515	14402	53.6103	33.3977	1.5988	0.6150	2.9820
R1	1.3674	4.0488	14390	53.4747	33.3573	1.5952	0.6092	2.9790
Current	1.3656	4.0580	14415	53.4430	33.3390	1.5918	0.6057	2.9719
S1	1.3605	4.0434	14369	53.2587	33.2483	1.5891	0.5967	2.9703
S2	1.3561	4.0407	14360	53.1783	33.1797	1.5866	0.5901	2.9646

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

Equity Indices and Key Commodities

	Value	% Change
Dow	25,119.89	0.22
Nasdaq	7,855.12	0.63
Nikkei 225	22,697.36	0.44
FTSE	7,626.33	0.34
Australia ASX 200	6,203.64	-0.61
Singapore Straits Times	3,239.64	0.21
Kuala Lumpur Composite	1,737.28	0.61
Jakarta Composite	5,861.51	-0.74
Philippines Composite	7,381.68	0.17
Taiwan TAIEX	10,778.99	-0.36
Korea KOSPI	2,297.92	-0.18
Shanghai Comp Index	2,798.13	-0.57
Hong Kong Hang Seng	28,181.68	-1.25
India Sensex	36,519.96	0.54
Nymex Crude Oil WT1	67.61	-0.57
Comex Gold	1,227.40	-1.10
Reuters CRB Index	191.09	-0.04
MBB KL	9.58	0.10

Rates	Current (%)	Upcoming CB Meeting	MBB Expectation
MAS SGD 3-Month SIBOR	1.6300	Oct-18	Modest and Gradual Appreciation
BNM O/N Policy Rate	3.25	5/9/2018	Neutral
BI 7-Day Reverse Repo Rate	5.25	19/7/2018	Tightening
BOT 1-Day Repo	1.50	8/8/2018	Tightening Bias
BSP O/N Reverse Repo	3.50	9/8/2018	Tightening Bias
CBC Discount Rate	1.38	27/9/2018	Neutral
HKMA Base Rate	2.25	-	Tightening
PBOC 1Y Lending Rate	4.35	-	Tightening Bias
RBI Repo Rate	6.25	1/8/2018	Tightening
BOK Base Rate	1.50	31/8/2018	Tightening
Fed Funds Target Rate	2.00	2/8/2018	Tightening
ECB Deposit Facility Rate	-0.40	26/7/2018	Neutral
BOE Official Bank Rate	0.50	2/8/2018	Neutral
RBA Cash Rate Target	1.50	7/8/2018	Neutral
RBNZ Official Cash Rate	1.75	9/8/2018	Neutral
BOJ Rate	-0.10	31/7/2018	Easing
BoC O/N Rate	1.50	5/9/2018	Tightening

MYR Bonds Trades Details

MGS & GII	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
MGS 5/2015 3.759% 15.03.2019	3.759%	15-Mar-19	110	3.374	3.374	3.351
MGS 3/2004 5.734% 30.07.2019	5.734%	30-Jul-19	40	3.442	3.442	3.442
MGS 4/2014 3.654% 31.10.2019	3.654%	31-Oct-19	198	3.448	3.491	3.448
MGS 2/2009 4.378% 29.11.2019	4.378%	29-Nov-19	218	3.443	3.463	3.443
MGS 6/2013 3.889% 31.07.2020	3.889%	31-Jul-20	2	3.529	3.529	3.529
MGS 3/2015 3.659% 15.10.2020	3.659%	15-Oct-20	24	3.526	3.526	3.434
MGS 5/2017 3.441% 15.02.2021	3.441%	15-Feb-21	10	3.563	3.563	3.563
MGS 1/2011 4.16% 15.07.2021	4.160%	15-Jul-21	1	3.577	3.577	3.559
MGS 3/2014 4.048% 30.09.2021	4.048%	30-Sep-21	11	3.633	3.633	3.613
MGS 4/2016 3.620% 30.11.2021	3.620%	30-Nov-21	97	3.571	3.594	3.562
MGS 1/2016 3.800% 17.08.2023	3.800%	17-Aug-23	54	3.909	3.909	3.909
MGS 1/2014 4.181% 15.07.2024	4.181%	15-Jul-24	4	3.963	3.963	3.963
MGS 2/2017 4.059% 30.09.2024	4.059%	30-Sep-24	121	4.012	4.049	4.012
MGS 1/2015 3.955% 15.09.2025	3.955%	15-Sep-25	5	4.048	4.109	4.048
MGS 4/2017 3.899% 16.11.2027	3.899%	16-Nov-27	12	4.166	4.199	4.166
MGS 5/2013 3.733% 15.06.2028	3.733%	15-Jun-28	150	4.104	4.126	4.104
MGS 3/2010 4.498% 15.04.2030	4.498%	15-Apr-30	80	4.514	4.514	4.514
MGS 4/2013 3.844% 15.04.2033	3.844%	15-Apr-33	3	4.641	4.647	4.641
MGS 3/2018 4.642% 07.11.2033	4.642%	7-Nov-33	20	4.568	4.568	4.568
MGS 4/2015 4.254% 31.05.2035	4.254%	31-May-35	16	4.801	4.801	4.801
MGS 3/2017 4.762% 07.04.2037	4.762%	7-Apr-37	1	4.824	4.824	4.824
PROFIT-BASED GII 3/2013 30.11.2018	3.399%	30-Nov-18	10	3.284	3.284	3.284
GII MURABAHAH 4/2016 3.226% 15.04.2020	3.226%	15-Apr-20	8	3.553	3.553	3.553
GII MURABAHAH 2/2015 3.799% 27.08.2020	3.799%	27-Aug-20	1	3.451	3.451	3.451
PROFIT-BASED GII 3/2011 30.04.2021	4.170%	30-Apr-21	100	3.712	3.714	3.712
GII MURABAHAH 3/2018 4.094% 30.11.2023	4.094%	30-Nov-23	70	3.91	3.916	3.91
GII MURABAHAH 1/2017 4.258% 26.07.2027	4.258%	26-Jul-27	30	4.278	4.278	4.278
GII MURABAHAH 2/2018 4.369% 31.10.2028	4.369%	31-Oct-28	230	4.229	4.237	4.226
GII MURABAHAH 9/2013 06.12.2028	4.943%	6-Dec-28	30	4.298	4.299	4.298
GII MURABAHAH 6/2017 4.724% 15.06.2033	4.724%	15-Jun-33	10	4.63	4.63	4.63
SPK 2/2012 3.691% 12.07.2022	3.691%	12-Jul-22	120	3.921	3.921	3.921

Total
1,786

Sources: BPAM

MYR Bonds Trades Details

PDS	Rating	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
PASB IMTN (GG) 4.28% 28.09.2020 - Issue No. 20	GG	4.280%	28-Sep-20	10	4.022	4.022	4.022
GOVCO IMTN 4.45% 23.02.2021	GG	4.450%	23-Feb-21	10	4.035	4.035	4.035
PRASARANA IMTN 4.53% 09.12.2022 - Series 2	GG	4.530%	9-Dec-22	10	4.212	4.212	4.212
PASB IMTN (GG) 4.43% 03.02.2023 - Issue No. 22	GG	4.430%	3-Feb-23	10	4.232	4.232	4.232
PASB IMTN (GG) 4.410% 06.06.2023 - Issue No. 33	GG	4.410%	6-Jun-23	10	4.26	4.26	4.26
DANAINFRA IMTN 3.870% 19.07.2024 - Tranche No 3	GG	3.870%	19-Jul-24	5	4.249	4.249	4.249
JAMB.KEDUA IMTN 4.300% 28.05.2025	GG	4.300%	28-May-25	40	4.361	4.364	4.357
PASB IMTN (GG) 4.560% 06.06.2025 - Issue No. 35	GG	4.560%	6-Jun-25	20	4.31	4.31	4.31
PRASARANA IMTN 0% 04.08.2026 - MTN 4	GG	4.350%	4-Aug-26	25	4.387	4.391	4.387
GOVCO IMTN 4.550% 22.02.2027	GG	4.550%	22-Feb-27	50	4.51	4.521	4.51
PRASARANA SUKUK MURABAHAH 4.00% 06.09.2027 - T2	GG	4.000%	6-Sep-27	55	4.451	4.451	4.45
PRASARANA IMTN 4.58% 29.08.2028 - Tranche 2	GG	4.580%	29-Aug-28	5	4.51	4.51	4.51
PRASARANA IMTN 4.560% 15.11.2028 - Tranche 4	GG	4.560%	15-Nov-28	5	4.53	4.53	4.53
DANAINFRA IMTN 4.820% 12.11.2030 - Tranche No 39	GG	4.820%	12-Nov-30	30	4.689	4.691	4.689
GOVCO IMTN 4.950% 20.02.2032	GG	4.950%	20-Feb-32	20	4.929	4.93	4.929
DANAINFRA IMTN 4.950% 19.03.2032 - Tranche No 58	GG	4.950%	19-Mar-32	5	4.792	4.792	4.792
LPPSA IMTN 4.940% 16.04.2032 - Tranche No 10	GG	4.940%	16-Apr-32	10	4.799	4.801	4.799
PRASARANA SUKUK MURABAHAH 5.01% 14.09.2037 - S4	GG	5.010%	14-Sep-37	25	4.972	4.972	4.969
DANAINFRA IMTN 5.380% 21.04.2039 - Tranche No 18	GG	5.380%	21-Apr-39	10	5.028	5.031	5.028
DANAINFRA IMTN 5.140% 22.07.2039 - Tranche No 24	GG	5.140%	22-Jul-39	20	5.029	5.031	5.029
DANAINFRA IMTN 5.350% 15.11.2047 - Tranche No 72	GG	5.350%	15-Nov-47	10	5.159	5.161	5.159
DIGI IMTN 4.530% 12.04.2024 - Tranche No 2	AAA	4.530%	12-Apr-24	5	4.461	4.461	4.461
AMAN IMTN 4.780% 30.05.2024 - Tranche No 34	AAA IS	4.780%	30-May-24	60	4.62	4.622	4.608
GENM CAPITAL MTN 3653D 11.7.2028	AAA (S)	5.300%	11-Jul-28	48	5.145	5.145	5.145
SEB IMTN 4.500% 19.01.2022	AA1	4.500%	19-Jan-22	30	4.533	4.544	4.533
CTX IMTN 4.85% 29.08.2022 - Series 9	AA+ IS	4.850%	29-Aug-22	10	4.684	4.695	4.684
CTX IMTN 5.05% 29.08.2024 - Series 10	AA+ IS	5.050%	29-Aug-24	15	4.809	4.814	4.809
SEB IMTN 4.850% 19.01.2027	AA1	4.850%	19-Jan-27	10	4.788	4.791	4.788
PUBLIC SUB-NOTES 4.85% 23.04.2027	AA1	4.850%	23-Apr-27	20	4.678	4.693	4.678
SEB IMTN 5.320% 03.12.2032	AA1	5.320%	3-Dec-32	20	5.199	5.201	5.199
TMSB Senior Sukuk Murabahah 21.10.2033(Tranche 12)	AA1	5.600%	21-Oct-33	10	5.019	5.025	5.019
IMTIAZ II IMTN 4.580% 27.05.2022	AA2 (S)	4.580%	27-May-22	10	4.593	4.593	4.579
OCBC 6.750% 15.04.2039	AA2	6.750%	15-Apr-39	1	4.448	4.448	4.448
MCIL MTN 1826D 25.2.2019	AA3	4.800%	25-Feb-19	70	5.012	5.012	4.961
GAMUDA IMTN 13.03.2019	AA3	4.620%	13-Mar-19	15	4.266	4.282	4.266
BUMITAMA IMTN 5.000% 02.09.2019	AA3	5.000%	2-Sep-19	10	4.578	4.583	4.578
KESTURI IMTN 4.000% 02.12.2019 - IMTN 1	AA- IS	4.000%	2-Dec-19	10	4.377	4.388	4.377
SPRE IMTN 4.690% 17.07.2020	AA3	4.690%	17-Jul-20	10	4.605	4.61	4.605
JEV IMTN 0% 12.05.2021	AA3	9.250%	12-May-21	10	4.467	4.478	4.467
UEMS IMTN 5.000% 19.05.2023	AA- IS	5.000%	19-May-23	15	4.832	4.844	4.832
RHBA 4.950% 15.05.2024 (Series 1)	AA3	4.950%	15-May-24	10	4.491	4.497	4.491
SPG IMTN 4.850% 31.10.2024	AA- IS	4.850%	31-Oct-24	10	4.728	4.732	4.728
SPG IMTN 4.880% 30.04.2025	AA- IS	4.880%	30-Apr-25	10	4.759	4.762	4.759
TANJUNG O&M IMTN 5.270% 01.07.2026	AA- IS	5.270%	1-Jul-26	20	4.84	4.852	4.84
SPG IMTN 5.450% 31.10.2033	AA- IS	5.450%	31-Oct-33	5	5.178	5.178	5.178
SPG IMTN 5.530% 31.10.2034	AA- IS	5.530%	31-Oct-34	5	5.258	5.258	5.258
SPG IMTN 5.570% 30.04.2035	AA- IS	5.570%	30-Apr-35	15	5.279	5.287	5.279

SPG IMTN 5.610% 31.10.2035	AA- IS	5.610%	31-Oct-35	5	5.339	5.339	5.339
TCMH MTN 1824D 22.11.2019	A1	4.500%	22-Nov-19	4	6.07	6.873	6.07
MUAMALAT IMTN 5.500% 25.11.2021	A IS	5.500%	25-Nov-21	5	5.274	5.274	5.274

Total **853**

Sources: BPAM

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