

# Global Markets Daily

## Recoupling

### Moves in USD and UST Yield “Recoupled”

USD was choppy around the release of Fed Minutes overnight. Initial decline was more than reversed as Minutes showed Fed officials are increasingly finding confidence in economic outlook. Officials viewed the latest data on consumer and business spending as a sign of “substantial underlying economic momentum” and they specifically pointed to the tax reforms as a reason to be optimistic about the economy over the short term. A number of officials saw the initial effects of the tax law as a sign that tax cuts will have a bigger growth effect than they previously thought. Taken together, this sparked off speculation that rates could rise at a faster pace this year. 10Y UST yield pushed higher to fresh multi-year high of 2.945% while USD continues to extend its rebound. The move higher in USD remains consistent with our view this week that USD shorts are expected to be trimmed ahead of key event risks (more Fed speaks tonight and Fed’s report to Congress tomorrow) and this should continue to be supportive of USD strength. Our tactical short EUR and NZD met first objectives.

### Fed Minutes Showed Confidence in Growth Outlook

Fed minutes released overnight noted that the rate of economic growth in 2018 would exceed their estimates of its sustainable longer-run pace and that labour market conditions would strengthen further. A number of participants also noted they had marked up their forecasts for economic growth in the near term relative to those made for the Dec meeting. On wage growth, it was noted that “pace of wage gains may not increase appreciably if productivity growth remains low”. But a number of participants judged that continued tightening in labour markets should translate to faster wage increases at some point. There were also a few participants who were worried about the possibility that the economy would overheat.

### Focus on ECB Minutes; Fed Speaks; UK GDP Today

Fed’s Dudley, Quarles, Bostic and Kaplan are scheduled to speak today. ECB minutes due for release while UK holds their Brexit Away Day.

FX: Overnight Closing Prices					
Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.2284	↓ -0.43	USD/SGD	1.3237	↑ 0.38
GBP/USD	1.3918	↓ -0.56	EUR/SGD	1.626	↓ -0.07
AUD/USD	0.7804	↓ -1.00	JPY/SGD	1.2282	↓ -0.08
NZD/USD	0.7319	↓ -0.39	GBP/SGD	1.8424	↓ -0.18
USD/JPY	107.78	↑ 0.42	AUD/SGD	1.0331	↓ -0.64
EUR/JPY	132.39	↓ -0.02	NZD/SGD	0.9688	↓ -0.04
USD/CHF	0.939	↑ 0.31	CHF/SGD	1.4097	↑ 0.06
USD/CAD	1.2703	↑ 0.43	CAD/SGD	1.0421	↓ -0.07
USD/MYR	3.906	↑ 0.06	SGD/MYR	2.9585	↓ -0.02
USD/THB	31.548	↑ 0.14	SGD/IDR	10303.77	↓ -0.17
USD/IDR	13618	↑ 0.02	SGD/PHP	39.4356	↓ -0.53
USD/PHP	52.091	↓ -0.34	SGD/CNY	4.8045	↓ -0.15

### Implied USD/SGD Estimates @ 22 Feb-18, 9.00AM

Upper Band Limit	Mid-Point	Lower Band Limit
1.3009	1.3243	1.3539

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### G7: Events & Market Closure

Date	Ctry	Event
19 Feb	US	Market Closure

### AXJ: Events & Market Closure

Date	Ctry	Event
19 Feb	CN, HK, TW	Market Closure
20 Feb	CN, TW	Market Closure
21 Feb	CN	Market Closure

## G7 Currencies

- **DXY - Supported on Dips.** USD was choppy around the release of Fed Minutes overnight. Initial decline was more than reversed as Minutes showed Fed officials are increasingly finding confidence in economic outlook. Officials viewed the latest data on consumer and business spending as a **sign of “substantial underlying economic momentum”** and they specifically pointed to the tax reforms as a **reason to be optimistic about the economy over the short term.** A number of officials saw the initial effects of the tax law as a **sign that tax cuts will have a bigger growth effect than they previously thought.** Taken together, this sparked off speculation that rates could rise at a faster pace this year. 10Y UST yield pushed higher to fresh multi-year high of 2.945%. USD moves overnight with UST yield appeared to “recouple”. **The move higher in USD remains consistent with our view this week that USD shorts are expected to be trimmed** ahead of key event risks (more Fed speaks tonight and Fed’s report to Congress tomorrow) and **this should continue to be supportive of USD strength.** Our caution for spill-over effect from bond sell-off onto equity markets still stand. We reiterate our caution that **persistent and rapid rise in UST yields above 3.05% could weigh further on sentiment.** On Fed’s report to Congress later this week, we noted that this is published ahead of incoming Fed Chair Powell’s first testimony to House Financial Services Committee on 28 Feb and to the Senate Banking Committee on 1 Mar. He is expected to reiterate his recent comments - Fed to go ahead with gradual rate hikes after share rout... Fed is in the process of normalising both interest rate policy and balance sheet and will remain alert to any developing risks to financial stability. We believe **USD could stay relatively supported on dips this week into the release of the report on Fri/Sat.** We do not rule out the possibility that Fed could revise its dots projection slightly upwards for 2019 and for its terminal rate. **The lead up to next FOMC meeting in Mar could continue to see bouts of USD strength.** DXY was last seen at 90.1 levels. Daily momentum and stochastics indicators are mild bullish bias. Resistance at 90.70 (38.2% fibo retracement of Dec high to Jan-Feb double bottom low), 91.40 (50% fibo). Support seen at 88.40 (double-bottom low). Week remaining brings Fed’s Dudley, Quarles, Bostic, Kaplan to speak on Thu; Fed’s Dudley, Rosengren and Williams to speak; Fed releases monetary policy report to Congress on Fri. Fed minutes released overnight noted that the rate of economic growth in 2018 would exceed their estimates of its sustainable longer-run pace and that labour market conditions would strengthen further. A number of participants also noted they had marked up their forecasts for economic growth in the near term relative to those made for the Dec meeting. On wage growth, it was noted that “pace of wage gains may not increase appreciably if productivity growth remains low”. But a number of participants judged that continued tightening in labour markets should translate to faster wage increases at some point. On tax savings due to Trump’s tax reforms, a few participants noted that firms may use part of the tax savings to boost compensation but such a boost could be in the form of one-time bonuses or variable pay rather than a permanent increase in wage structures. There were also a few participants who were worried about the possibility that the economy would overheat.

- **EURUSD - *ECB Minutes Today***. EUR remains on the back foot on softer than expected prelim PMI readings for Fed amid USD rebound. Move lower met our first tactical short objective at 1.2330. Low seen at 1.2265 this morning. We still hold to our short bias looking for the pair to hit our next objective at 1.2210. Pair was last seen at 1.2280 levels. Daily momentum and stochastics are mild bearish. Support at 1.2210 (38.2% fibo retracement of Dec double-bottom low to Jan-Feb triple top). Interim resistance at 1.24 before bigger area of resistance at 1.2540 - 1.2560 (triple top). Week remaining brings ECB Minutes on Thu - lack on signal for further withdrawal of monetary stimulus could disappoint EUR bulls and result in further EUR-long unwinding; CPI (Jan); ECB's Coeure and Fed's Mester to speak in panel on Fri. EU political risk premium could return over the next 1 - 3 weeks. Voting for German coalition deal (for 440,000 SPD members) starts this week and final results will be made known on 4th Mar. Leading SPD Mayors appear to back coalition deal with Merkel according to polls. A German coalition government appears to be priced in. We caution that no-deal surprise could trigger EUR-long unwinding as fear of re-election may resurface. On Italy politics, General Election is scheduled on 4th Mar. Polls are currently suggesting a hung parliament outcome. EUR could drift lower if the balance is tilted towards Berlusconi's centre-right coalition or Five Star Movement party.
  
- **GBPUSD - *Focus on GDP and Brexit Away Day***. GBP had another choppy session overnight with initial decline driven by slightly weaker labor report - unemployment rate rose while employment change fell but subsequently rose during London trading hours after BoE MPC members' hawkish testimony to parliament. Carney said further stimulus withdrawal is needed in coming years; Haldane said that the pickup in UK wage growth is starting to take root. But into NY hours GBP gains were erased amid broad USD rebound amid the release of FoMC minutes. Pair was last seen at 1.3910 levels. Bearish momentum on daily chart remains intact. We do not rule out interim downside risks. Support at 1.3810 (61.8% fibo retracement of EU referendum high to Oct-2016 low). Resistance at 1.4150, 1.4270 (76.4% fibo). Focus today on PM May's Brexit away day with her cabinet to iron out differences on Brexit and to establish a clear stand. A more united view on Brexit should help with negotiation process but matters of politics are fluid and remain too early to conclude given factions within Conservative party and between different parties (Labour and Conservative). We also noted there was news this week that EU parliament is said to be preparing a detailed resolution calling for more flexibility in future relationship talks with Britain that would allow for privileged single-market access. A more constructive approach towards negotiating a brexit deal with UK helps support our bias for smooth and orderly exit. Such a scenario if confirmed will further support GBP strength amid BoE's explicit willingness to tighten monetary policy earlier than expected (And Carney said that this is conditional on orderly Brexit). Week remaining GDP (4Q); CBI Reported Sales (Feb); Brexit Away Day on Thu; BoE's Ramsden speaks on Fri.
  
- **USDJPY - *Near-Term Pullback; Buy On Dips***. USDJPY retreated post-FOMC minutes on concerns that higher UST yields could stall gains in equities. Supportive of the JPY as well is the sell-off in the EUR vs. JPY this morning. Still, key risk events ahead, namely are

further UST auctions and Fed's release of semi-annual monetary policy report to Congress this Fri as well as Fed Chair Powell's testimony to Congress next week could keep the USD supported as short-USD positions are pared further and weigh on the JPY. Last seen around 107.19 levels. Bearish momentum on daily chart has dissipated while stochastics has climbed from oversold conditions. Weekly momentum and stochastics though remains bearish bias. Support is around 106.70 (23.6% fibo retracement of Feb high to low), 106-levels. Dips could be an opportunity to buy towards the 108-handle (50% fibo), and then 108.60 (61.8% fibo). CPI, PPI (Jan) are on tap tomorrow.

- **NZDUSD - Near Term Pullback.** NZD fell, in line with our call for near term pullback. Pair traded an intra-day low of 0.7308 and was last seen at 0.7318 levels. Weekly stochastics indicates that pair is near overbought conditions and could be at risk of short term pullback. Sustained close below 0.7320 puts next support at 0.7290 (23.6% fibo retracement of Dec low to Jan top) and 0.72 levels (38.2% fibo). Resistance at 0.7440 (double-top). Week remaining brings Retail Sales (4Q) on Fri.
- **AUDUSD - Bears To Stay A Little Longer.** AUDUSD has been swivelling within the 0.7770-0.7940 range for the past few weeks. On the weekly chart, the pair seems vulnerable to the downside. A double top is seen at 0.8120 and the target of 0.76-figure seen. This pair needs to break the support at 0.7770 first before 0.7600. Prices are last seen around the 0.78-figure. We have downgraded our 1Q forecast for AUDUSD from 0.80 to 0.7850, expecting the bears to stay a little longer in an environment of USD resurgence and heightened volatility. We also see a risk to our call for RBA to hike in May given the fact that federal agencies are no longer required to enter into enterprise agreements. This latest development could dampen wage increase and lower inflation pressure. Resistance is seen at 0.7850 before 0.7940. Support at 0.7770 before 0.7600. UST 10y yields have reached 2.945% after minutes of the FOMC meeting in Feb revealed that the officials are considering "further gradual adjustments" and that the rate of economic growth in 2018 would exceed their estimates, also interpreted as overheating risks.
- **USDCAD - Turning Higher.** USDCAD bounced to levels around 1.27-figure, buoyed by the rising USD and crude slippages. Support is seen at 1.2570 (55-DMA). With that move, this pair has broken above the 1.2630-resistance level. The kijun-sen at 1.2470 still acts as a support. Next resistance is seen at 1.2760 (76.4% Fibonacci retracement of the Dec-Feb fall). That said, this resistance may not hold for long and pair may return to the sticky levels of 1.2850 sooner rather than later. Week remaining has retail sales for Dec on Thu and Jan CPI on Fri.

## Asia ex Japan Currencies

- **SGD trades around 0.24% above the implied mid-point of 1.3274. The top is estimated at 1.3009 and the floor at 1.3539.**
- **USDSGD - *Watching Break Of 50DMA.*** USDSGD remains on the uptick post-FOMC minutes, lifted by higher UST yields and USD. Eyed will be MAS auction of SGD1.7bn of its benchmark 30-year bond on Mon could see domestic yields going higher on supply concerns. The sell-off of longer tenor bonds could weigh on the SGD. Potential for further upside in the near term given key risks events ahead including further UST auctions, Fed's release of semi-annual monetary policy report to Congress this Fri evening and Fed Chair Powell's testimony to Congress next week. Rising UST yields sent 3-month SOR climbing by another 9.0% to 1.32% yesterday. With risks to UST yields still to the upside, further upticks in the 3-month SOR can be expected ahead. Pair was last seen at 1.3249 levels. Daily momentum and stochastics are very mildly bullish bias. Weekly chart is also showing no strong bias in either direction while stochastics shows tentative signs of climbing higher from oversold conditions. Move higher could thus remain a slow grind. Immediate resistance is around 1.3260-levels (50DMA). A clean break here could see bullish extension towards 1.33-levels, 1.3340 (2018 high on 9 Feb). Pullbacks should find support around the 1.32-levels (50% fibo). CPI (Jan) is due for release tomorrow.
- **AUDSGD - *Flounder.*** In an environment of USD strength, this cross would flounder. AUDSGD waffled around 1.0330. This cross is testing support around 1.0330. A break there opens the way towards 1.0260. Resistance seen at 1.0390, 1.0420 (55-DMA). Bearish momentum persists.
- **SGDMYR - *Lean against Strength.*** SGDMYR slipped, in line with our bias to stay short. Cross was last seen at 2.9560 levels. Bearish momentum on weekly chart remains intact. Trend is your friend; bias to stay short. Support at 2.95, 2.9270 levels (76.4% fibo). Resistance at 2.9750 (61.8% fibo retracement of 2016 low to 2017 high), 2.9970 levels (50 DMA).
- **USDMYR - *Bearish Bias.*** USDMYR continued to inch higher amid broad USD recovery. The move higher is in line with our short term view of ***Cautious of short term upside risk amid USD rebound but bias remains to lean against strength.*** Pair was last seen at 3.9110 levels. Mild bullish momentum on daily chart remains intact. Resistance at 3.92, 3.9510 levels (38.2% fibo retracement of Jan high to low). Support seen at 3.88, 3.8660 (previous low). We **reiterate our bias for MYR strength** to continue in early part (next few months) of 2018 amid expectations for announcement for Malaysian GE (likely to be held in coming months), positive development in domestic fundamentals including shifts in investor sentiment, strong GDP outlook, widening current account surplus against supporting external environment - synchronous global economic recovery benefitting Asian exports including Malaysia and possibly see this extending into investment recovery in 2018. Furthermore there are also signs of stabilising commodity prices amid OPEC production cut extension and steady demand for oil

prices. And we expect these drivers - both external and domestic to provide the near term support for MYR.

- **1m USDKRW NDF - *More Upside?*** 1m USDKRW continued to trade higher; last seen at 1081 levels. Mild bearish momentum on daily chart is waning while stochastics is showing tentative signs of turning from near-oversold conditions. Rebound risks on the horizon. Key resistance at 1081 (38.2% fibo retracement of 2018 low to high). Sustained close above could point to further upside towards 1087 (23.6% fibo). Support at 1076 (50% fibo). Suggest trading 1076 - 1087 range this week.
- **USDCNH - *Rallying with the USD.*** USDCNH rebounded back to the 6.34-figure on the back of the strong USD as market players position themselves ahead of the publication of the semi-annual testimony to the Congress to be delivered by Jerome Powell. UST 10y has touched 2.95%, unwinding carry trades. *CGB-UST 10y spread has dwindled to 95bps. USDCNH trades par with USDCNY this morning as onshore returns. PBoC fixed the USDCNY reference rate at 6.3530, 102 pips higher than the previous 6.3428. CNYMYR was fixed 56 pips lower at 0.6148 vs. previous at 0.6205. EURCNY was fixed 377 pips lower at 7.7966 vs. the previous at 7.8343.* This morning, PBoC injected a net CNY350bn in reverse repos. In the medium term, China could relax capital controls which could result in bouts of weakness in the CNY against the USD as mainland market players, investors, merchants rush to meet their pent-up demand. That could mean more volatility in the CNY and CNH against the USD but in the medium term, we see little risk of rising depreciation expectations of the yuan against the USD.
- **1M USDINR NDF - *Surge.*** 1M NDF was last seen at 65.40. Rupee has been hurt by news of Punjab National Bank hurt by a loan fraud. RBI released the Minutes of the Feb meeting yesterday. *MPC Michael Patra warned that "various measures of underlying inflation converging to the headline at above 5%. Fixed income markets are telling us that we have fallen behind the curve".* He was the only to vote for a rate hike. Rupee-denominated securities have been underperforming as investors were concerned about the rising current account deficit and slipping real rates that have unwound carry trade. Bonds were also hit by a deficit of liquidity in the banking system. Investors sold US\$112.9 of equities on Tue and bought US\$46.4mn of bonds. 10y yields continue to creep higher, last seen at 7.71%. For the 1M USDINR NDF, price action may remain bias to the upside with resistance at 65.50 (76.4% fibo retracement of the Sep-Jan fall). Support at 64.78, 64.40.
- **1m USDIDR NDF - *Bullish Bias.*** 1m USDIDR NDF trades bid as UST yields and USD continue to climb higher. IDR gains following the announcement that local government bonds will be included in the Bloomberg Barclays fixed income indices effective Jun proved to be fleeting as markets re-focused their attention to other key risk events ahead including further UST auctions, Fed's release of semi-annual monetary policy report to Congress this Fri evening and Fed Chair Powell's testimony to Congress next week. Not surprising, short-USDIDR positions were pared further, weighing on the IDR with spot USDIDR gapping higher at the opening to 13643 this morning from yesterday's close of 13618. That said, appetite for local

securities positive. Foreign investors purchased USD5.8mn of equities yesterday. They had also purchased USD142.5mn in debt on 20 Feb (latest data available). With USD likely to remain supported ahead, our bearish target of 13500 and 13380 may have to wait for a tad longer. Last seen around 13691-levels. Both daily and weekly chart and stochastics are mildly bullish bias. Resistance is seen at 13700 levels ahead of 13740 (2017 high). JISDOR was fixed at 13582 yesterday, 9 pips higher than the fixing on Tue.

- **1m USDPHP NDF - *Climbing Higher*.** 1m USDPHP NDF is trading mildly higher amid higher UST yields and USD. Waning risk appetite saw foreign investors selling USD9.9mn of equities yesterday and extension of the sell-off into this session could keep the 1m NDF supported. Speculation of a BSP tightening continues to be supportive of the PHP and could cap gains in the 1m NDF. Last seen around 52.32 levels. Daily chart shows no strong bias in either direction, while stochastics shows tentative signs of turning lower from overbought conditions. Bullish bias on the weekly chart remains intact while stochastics is fast approaching overbought conditions. Thus uptrend remains intact though we are wary of further corrections in the near term, though any dips could be opportunities to buy into. Resistance remains around the 52.70 levels. Support at 52.00 (23.6% fibo retracement of the Jan low to Feb high).
- **USDTHB - *Grinding Higher*.** USDTHB continues to bounce higher from its 2018 and multi-year low of 31.189 amid higher UST yields and USD. Also supportive of the pair was the unexpected trade deficit of USD119mn in Jan when market was looking for a surplus of USD433mn. Still, the THB found support from foreign portfolio inflows yesterday with foreign investors purchasing USD27.6mn and USD102.1mn in equities and debt yesterday. Continuing net foreign inflows should continue to support the THB and could cap upside in the pair. Last seen at 31.600 levels. Daily chart shows very mild bullish bias and stochastics climbing higher. Momentum indicators and stochastics on the weekly chart though shows no clear bias. Further moves higher could be a slow grind. Resistance is seen at 31.665 (61.8% fibo retracement of the Feb high to low), 31.780 (76.4% fibo). Support remains around 31.480 (38.2% fibo, 21DMA), 31.370 (23.6% fibo). This pair could trade higher but expect much of its moves to be within 31.370-31.660 for now. A break higher could open the way towards the 32-figure.

## Malaysia Fixed Income

### Rates Indicators

### Analysts

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR MH2/21	3.37	3.36	-1
5YR MI3/22	3.59	3.58	-1
7YR ML9/24	3.99	3.99	Unchanged
10YR MO11/27	4.03	4.04	+1
15YR MX4/33	4.47	4.51	+4
20YR MX4/37	4.64	4.65	+1
30YR MZ3/46	4.87	4.86	-1
IRS			
6-months	3.70	3.70	-
9-months	3.73	3.73	-
1-year	3.77	3.77	-
3-year	3.83	3.83	-
5-year	3.93	3.93	-
7-year	4.05	4.05	-
10-year	4.17	4.17	-

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Source: Maybank KE

\*Indicative levels

- Ringgit govies market encountered some selling in the afternoon, with 10y and 15y benchmark MGS 11/27 and MGS 4/33 ending 1bp and 4bps higher respectively. Trading volume picked up. Islamic GII yields were mostly flat to previous day, with small buying in 7y GII 8/25 which closed unchanged at 4.11%.
- In IRS space, the 5y rate was again taken higher at 3.93% as the onshore IRS curve steepened a tad, higher by 1-2bps at the back end while front end stood pat. No other trades were concluded. 3M KLIBOR remained at 3.69%.
- Constructive tone in corporate bonds market, though trading volume remained low. There was demand for long end AAA credits such as Tenaga 2032 which rallied 2bps. The belly, however, was unchanged and saw Plus and Putrajaya 2026s exchange hands. AA space saw better selling with the belly and long end widening 1bp, while GGs stayed quiet on tepid interest.



## Singapore Fixed Income

### Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	1.61	1.61	-
5YR	2.04	2.04	-
10YR	2.38	2.38	-
15YR	2.69	2.69	-
20YR	2.76	2.75	-1
30YR	2.86	2.87	+1

Source: Maybank KE

- SGS attempted to move tighter at the open but soon saw selling interest as market digests the big auction size for 30y SGS reopening. Selling in SGS 4/42 continued. Yields initially traded down -2bps but was capped by liquidating flows and ended unchanged from previous day's levels. SGS could stay under pressure on still weak UST and upcoming 30y supply. SGD IRS closed 1-2bps lower yesterday.
- In Asian credit market, China IG space shrugged off the softer CDS as short covering and pension fund interests drove buying of China SOEs. China oil names tightened 2bps, while financials were unchanged. AUD rates also rallied and continued to lag UST trading below the latter. The rally in Bunds after a weaker-than-expected Germany PMI also lent support to credits. Sovereigns were not left out with INDONS and MALAYS trading 1-2bps tighter. Primary market remain muted.

## Indonesia Fixed Income

### Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Yesterday's Close	Change (bp)
2YR	5.35	5.37	2.03
5YR	5.74	5.73	(1.56)
10YR	6.41	6.40	(0.65)
15YR	6.90	6.90	0.07
20YR	7.20	7.20	(0.39)
30YR	7.16	7.15	(0.66)

\* Source: Maybank Indonesia

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- Indonesia bond market closed slightly negative during Wednesday trading session amid Bloomberg announced the inclusion of Indonesia's local currency bonds to Bloomberg Barclays Global Aggregate Bond index effective from 1st June 2018. A total of 50 rupiah-denominated government bonds, both INDOGB and INDOIS, with market value of USD151.3b are eligible for the inclusion. During the day, benchmark series yield were noted declining while other series moved higher. We estimate potential foreign inflows of USD4.0-4.5b to Indonesia's local bond market. 5-yr, 10-yr, 15-yr and 20-yr benchmark series yield stood at 5.729%, 6.403%, 6.899% and 7.195% while 2y yield moved higher to 5.371%. During the day, FR0072 (18y) yield decline the most by 3bps while FR0068 (16y) yield increase the most by 4bps. 15y20y G-Spread is the widest on YTD basis currently (15y20y current spread: 30bps). Trading volume at secondary market was noted heavy at government segments amounting Rp16,426b with FR0072 (18y) as the most tradable bond. FR0072 total trading volume amounting Rp1,916b with 192x transaction frequency.
- Foreign ownership stood at Rp856.4t or 40.4% of total tradable government bond as of Feb 20<sup>th</sup>. Considering a 2-day's settlement, Foreigner booked net sell worth of Rp10.7t from begin month Feb 18.
- Corporate bond traded thin amounting Rp360b. BBRI02ACN4 (Shelf registration II Bank BRI Phase IV Year 2018; A serial bond; Rating: <sub>id</sub>AAA) was the top actively traded corporate bond with total trading volume amounted Rp120b yielding 6.650%.

## Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.2387	108.27	0.7934	1.4048	6.3652	0.7410	133.3633	85.1967
R1	1.2336	108.03	0.7869	1.3983	6.3514	0.7364	132.8767	84.6543
<b>Current</b>	1.2283	107.28	0.7800	1.3913	6.3382	0.7320	131.7700	83.6790
S1	1.2257	107.41	0.7771	1.3879	6.3181	0.7295	132.0867	83.7813
S2	1.2229	107.03	0.7738	1.3840	6.2986	0.7272	131.7833	83.4507

  

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3286	n/a	13649	52.3210	31.6347	1.6309	0.6173	2.9673
R1	1.3262	n/a	13634	52.2060	31.5913	1.6285	0.6166	2.9629
<b>Current</b>	1.3240	3.9150	13676	52.1200	31.6010	1.6263	0.6200	2.9572
S1	1.3190	n/a	13588	52.0230	31.4713	1.6244	0.6154	2.9559
S2	1.3142	n/a	13557	51.9550	31.3947	1.6227	0.6150	2.9533

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

## Equity Indices and Key Commodities

	Value	% Change
<b>Dow</b>	24,797.78	-0.67
<b>Nasdaq</b>	7,218.23	-0.22
<b>Nikkei 225</b>	21,970.81	0.21
<b>FTSE</b>	7,281.57	0.48
<b>Australia ASX 200</b>	5,943.72	0.05
<b>Singapore Straits Times</b>	3,516.23	1.14
<b>Kuala Lumpur Composite</b>	1,858.17	0.12
<b>Jakarta Composite</b>	6,643.40	-0.29
<b>Philippines Composite</b>	8,613.65	-1.25
<b>Taiwan TAIEX</b>	10,714.44	2.81
<b>Korea KOSPI</b>	2,429.65	0.60
<b>Shanghai Comp Index</b>	3,199.16	NA
<b>Hong Kong Hang Seng</b>	31,431.89	1.81
<b>India Sensex</b>	33,844.86	0.42
<b>Nymex Crude Oil WTI</b>	61.68	-0.36
<b>Comex Gold</b>	1,332.10	0.07
<b>Reuters CRB Index</b>	194.17	0.26
<b>MBB KL</b>	10.18	0.39

Rates	Current (%)	Upcoming CB Meeting	MBB Expectation
MAS SGD 3-Month SIBOR	1.1891	Apr-18	Neutral
BNM O/N Policy Rate	3.25	7/3/2018	Neutral
BI 7-Day Reverse Repo Rate	4.25	22/3/2018	Neutral
BOT 1-Day Repo	1.50	28/3/2018	Tightening Bias
BSP O/N Reverse Repo	3.00	22/3/2018	Tightening Bias
CBC Discount Rate	1.38	22/3/2018	Neutral
HKMA Base Rate	1.75	-	Tightening
PBOC 1Y Lending Rate	4.35	-	Tightening Bias
RBI Repo Rate	6.00	5/4/2018	Neutral
BOK Base Rate	1.50	27/2/2018	Easing Bias
Fed Funds Target Rate	1.50	22/3/2018	Tightening
ECB Deposit Facility Rate	-0.40	8/3/2018	Easing Bias
BOE Official Bank Rate	0.50	22/3/2018	Neutral
RBA Cash Rate Target	1.50	6/3/2018	Neutral
RBNZ Official Cash Rate	1.75	22/3/2018	Neutral
BOJ Rate	-0.10	9/3/2018	Easing
BoC O/N Rate	1.25	7/3/2018	Tightening

## MYR Bonds Trades Details

MGS & GII	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
MGS 2/2013 3.260% 01.03.2018	3.260%	1-Mar-18	92	3.209	3.507	3.209
MGS 5/2011 3.580% 28.09.2018	3.580%	28-Sep-18	144	3.163	3.181	3.146
MGS 5/2015 3.759% 15.03.2019	3.759%	15-Mar-19	13	3.04	3.165	3.04
MGS 3/2004 5.734% 30.07.2019	5.734%	30-Jul-19	56	3.257	3.257	3.257
MGS 4/2014 3.654% 31.10.2019	3.654%	31-Oct-19	102	3.326	3.326	3.268
MGS 2/2009 4.378% 29.11.2019	4.378%	29-Nov-19	110	3.333	3.333	3.319
MGS 6/2012 3.492% 31.03.2020	3.492%	31-Mar-20	38	3.416	3.416	3.416
MGS 6/2013 3.889% 31.07.2020	3.889%	31-Jul-20	9	3.444	3.444	3.444
MGS 3/2015 3.659% 15.10.2020	3.659%	15-Oct-20	40	3.458	3.458	3.458
MGS 5/2017 3.441% 15.02.2021	3.441%	15-Feb-21	21	3.334	3.363	3.334
MGS 3/2014 4.048% 30.09.2021	4.048%	30-Sep-21	62	3.602	3.614	3.602
MGS 4/2016 3.620% 30.11.2021	3.620%	30-Nov-21	12	3.49	3.49	3.488
MGS 1/2017 3.882% 10.03.2022	3.882%	10-Mar-22	163	3.587	3.598	3.582
MGS 2/2015 3.795% 30.09.2022	3.795%	30-Sep-22	110	3.794	3.806	3.794
MGS 3/2013 3.480% 15.03.2023	3.480%	15-Mar-23	70	3.798	3.842	3.798
MGS 1/2014 4.181% 15.07.2024	4.181%	15-Jul-24	14	3.975	3.975	3.913
MGS 2/2017 4.059% 30.09.2024	4.059%	30-Sep-24	110	3.989	3.998	3.954
MGS 1/2015 3.955% 15.09.2025	3.955%	15-Sep-25	35	4.04	4.04	3.993
MGS 3/2011 4.392% 15.04.2026	4.392%	15-Apr-26	20	4.1	4.1	4.1
MGS 3/2016 3.900% 30.11.2026	3.900%	30-Nov-26	139	4.077	4.098	4.07
MGS 2/2012 3.892% 15.03.2027	3.892%	15-Mar-27	9	4.132	4.152	4.132
MGS 4/2017 3.899% 16.11.2027	3.899%	16-Nov-27	102	4.043	4.043	4.014
MGS 4/2013 3.844% 15.04.2033	3.844%	15-Apr-33	121	4.505	4.514	4.5
MGS 3/2017 4.762% 07.04.2037	4.762%	7-Apr-37	21	4.639	4.65	4.639
MGS 2/2016 4.736% 15.03.2046	4.736%	15-Mar-46	20	4.861	4.861	4.861
GII MURABAHAH 5/2015 3.508% 15.05.2018	3.508%	15-May-18	221	3.229	3.278	3.198
GII MURABAHAH 7/2013 30.04.2019	3.558%	30-Apr-19	2	3.468	3.468	3.468
PROFIT-BASED GII 3/2012 30.09.2019	3.704%	30-Sep-19	51	3.416	3.416	3.416
GII MURABAHAH 4/2016 3.226% 15.04.2020	3.226%	15-Apr-20	42	3.567	3.607	3.567
PROFIT-BASED GII 7/2012 15.05.2020	3.576%	15-May-20	350	3.593	3.593	3.593
GII MURABAHAH 3/2017 3.948% 14.04.2022	3.948%	14-Apr-22	160	3.886	3.886	3.884
GII MURABAHAH 1/2015 4.194% 15.07.2022	4.194%	15-Jul-22	240	3.943	3.943	3.936
GII MURABAHAH 2/2017 4.045% 15.08.2024	4.045%	15-Aug-24	20	4.16	4.16	4.157
GII MURABAHAH 1/2018 4.128% 15.08.2025	4.128%	15-Aug-25	110	4.114	4.114	4.112
GII MURABAHAH 3/2016 4.070% 30.09.2026	4.070%	30-Sep-26	1	4.28	4.28	4.28
GII MURABAHAH 1/2017 4.258% 26.07.2027	4.258%	26-Jul-27	63	4.215	4.225	4.215
GII MURABAHAH 6/2017 4.724% 15.06.2033	4.724%	15-Jun-33	130	4.6	4.6	4.595
<b>Total</b>			<b>3,023</b>			

Sources: BPAM

## MYR Bonds Trades Details

PDS	Rating	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
IESB MTN 2191D 29.11.2019	AAA (BG)	4.580%	29-Nov-19	20	4.343	4.349	4.343
PLUS BERHAD IMTN 4.720% 12.01.2026 - Series 1 (10)	AAA IS	4.720%	12-Jan-26	10	4.54	4.546	4.54
PUTRAJAYA IMTN 26.05.2026 SERIES 14 TRANCHE 017	AAA IS	4.580%	26-May-26	10	4.523	4.524	4.523
TENAGA IMTN 03.08.2032	AAA	4.950%	3-Aug-32	60	4.876	4.876	4.86
CIMBBANK 4.800% 23.12.2025 - Issue No 2	AA+	4.800%	23-Dec-25	5	4.531	4.531	4.531
WESTPORTS IMTN 4.580% 31.03.2028	AA+ IS	4.580%	31-Mar-28	60	4.902	4.906	4.902
SEB IMTN 5.040% 25.04.2031	AA1	5.040%	25-Apr-31	30	5.11	5.131	5.11
KRUNG THAI 5.100% 04.07.2025 - Tranche No 1	AA2	5.100%	4-Jul-25	10	4.452	4.457	4.452
TANJUNG BP IMTN 5.230% 14.08.2026	AA2	5.230%	14-Aug-26	10	4.755	4.761	4.755
TANJUNG BP IMTN 5.280% 16.08.2027	AA2	5.280%	16-Aug-27	10	4.809	4.816	4.809
ANIH IMTN 6.00% 29.11.2028 - Tranche 15	AA IS	6.000%	29-Nov-28	20	4.868	4.876	4.868
CMS IMTN 4.800% 05.05.2022 - Series No 1	AA3	4.800%	5-May-22	20	4.587	4.592	4.581
BGSM MGMT IMTN 5.600% 27.12.2023 - Issue No 9	AA3	5.600%	27-Dec-23	10	4.668	4.682	4.668
CIMB THAI 5.600% 05.07.2024 - Tranche No 1	AA3	5.600%	5-Jul-24	10	4.83	4.838	4.83
WCT IMTN 5.550% 21.02.2025	AA- IS	5.550%	21-Feb-25	100	5.5	5.5	5.5
SPG IMTN 4.970% 30.10.2026	AA- IS	4.970%	30-Oct-26	20	4.848	4.851	4.848
SAJC IMTN 5.610% 26.01.2029 - Tranche 10	AA- IS	5.610%	26-Jan-29	20	5.493	5.493	5.493
ISLAM 5.08% 12.11.2027 - Tranche 3	A1	5.080%	12-Nov-27	20	4.875	4.884	4.875
CIMB 5.500% Perpetual Capital Securities - T2	A1	5.500%	25-May-16	1	4.908	4.908	4.908
MAH SING 6.900% PERPETUAL SECURITIES - SERIES NO 1	NR(LT)	6.900%	2-Apr-17	14	6.88	6.88	6.877

<b>Total</b>				<b>460</b>			
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Sources: BPAM

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