Macro | FX Research & Strategy

Global

15 June 2023

Global Markets Daily

"Hawkish" Pause But Perplexing Messaging

Fed Holds Rates But Signals Two More Hikes Ahead

In line with expectations, the Fed held rates yesterday as Powell expressed a "hawkish" tone. The Fed Chair stated the need to hold steady to allow "the committee to assess additional information and its implications for monetary policy" and at the same time shrugged off any idea of a near term cut, saying that is "a couple of years out". The language was also adjusted on the statement to state that "the extent of additional policy firming that may be appropriate" compared to previously "the extent to which additional policy firming may be appropriate". However, the median dot plot was revised upwards to show at least two more hikes this year to 5.75% (which was beyond our expectations to imply one more hike). Consequently, the overall messaging actually appeared confusing as to why hold but look to rather aggressively hike again later instead of just doing the moves yesterday. Our own interpretation is that the Fed's new dot plot forecast could simply represent some jawboning on their part amid concerns that financial conditions could risk loosening too much. Market reaction as a whole yesterday looked rather mixed, which was a result probably of this Fed unclear messaging. S&P500 and NASDAQ100 erased gains and ended the day the slightest bit higher. UST 10y yields went down before going up, then coming down again but as a whole remains elevated at the 3.80% ish level. The DXY broke below the 100-dma at 103.05 before moving back above it post the FOMC decision. It is trading above that level this morning but it seems conviction may not be strong at this point for it to decisively break below it. The index may range trade around 103.00 - 104.00. For today, watch out for ECB decision where a 25bps hike is expected.

PBOC Cuts MLF as Blinken Set to Visit China

The PBOC cut the 1Y MLF by 10bps to 2.65%. The move comes amid reports that the government is looking to take more measures to boost the economy. On the geopolitical front, there seems to be some positive news as US Secretary of State Blinken is set to visit China from 16 - 19 June. However, the US government is playing down any expectations of large amounts of deliverables. Instead, they seem to be targeting more at working to try to keep communications open. USDCNH moved higher as it tests the 7.1830 resistance.

Key Data/Events Due Today

Data today includes ID May trade data, FR May (F) CPI, US May retail sales, US initial jobless claims, US May IP, US May Import/Export PI and PH OWFR (tentative)

FX: Overnight Closing Levels/ % Change

Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.0830	0.34	USD/SGD	1.3413	-0.07
GBP/USD	1.2664	0.41	EUR/SGD	1.4527	0.27
AUD/USD	0.6796	0.43	JPY/SGD	0.9574	0.01
NZD/USD	0.6207	0.94	GBP/SGD	1.6986	0.34
USD/JPY	140.09	-0.09	AUD/SGD	0.9115	0.35
EUR/JPY	151.73	0.26	NZD/SGD	0.8325	0.85
USD/CHF	0.901	-0.46	CHF/SGD	1.4887	0.38
USD/CAD	1.3324	0.05	CAD/SGD	1.0067	-0.13
USD/MYR	4.6217	0.15	SGD/MYR	3.445	0.07
USD/THB	34.67	0.36	SGD/IDR	11107.61	0.18
USD/IDR	14900	0.27	SGD/PHP	41.7061	-0.07
USD/PHP	55.952	0.01	SGD/CNY	5.3425	0.07

Implied USD/SGD Estimates at, 9.00am

Upper Band Limit	Mid-Point	Lower Band Limit
1.3346	1.3618	1.3890

Analysts

Saktiandi Supaat
(65) 6320 1379
saktiandi@maybank.com

Alan Lau
(65) 6320 1378
alanlau@maybank.com

Fiona Lim
(65) 6320 1374
fionalim@maybank.com

Shaun Lim
(65) 6320 1371
shaunlim@maybank.com

G7: Events & Market Closure

Date	Ctry	Event
14 Jun	US	FOMC Policy Decision
15 Jun	Eurozone	ECB Policy Decision
16 Jun	JP	BOJ Policy Decision

AXJ: Events & Market Closure

Date	Ctry	Event
12 Jun	PH	Market Closure
15 Jun	CH	PBOC 1Y MLF Decision

SEE PAGE 14 FOR IMPORTANT DISCLOSURES AND ANALYST CERTIFICATIONS

G7 Currencies

- **DXY Index – *Testing 100-dma, likely ranged traded near term*.** The greenback was last seen around 103.14. It broke below the 100-dma at 103.05 overnight before moving back above post the FOMC decision. It then broke below it again this morning but failed to hold below it. We do not appear to notice much conviction for it to decisively break below the 100-dma. The Fed put out a rather puzzling message yesterday as they decided to keep rates on hold, expressing a hawkish tone as they implied they wanted to assess the impact of their monetary policy. At the same time, the median dot plot was also raised to imply at least two more hikes of 25bps. It is therefore perplexing as to why the Fed would hold but look to rather aggressively hike again later instead of just doing the moves yesterday. Such mixed messaging is likely to support keeping the DXY ranged traded near term at around 103.00 – 104.00 given that it still looks unclear how the Fed rate path would evolve. Levels wise, we continue to see support at 103.03 (100-dma) and 102.61 (50-dma). Resistance would be at 104.60 and 105.00. Momentum indicators though are implying more downside as stochastics are turning lower from oversold conditions whilst the MACD has crossed below the zero line. However, we would not read too much into this given macro conditions do not support substantial downside for the DXY. Meanwhile, PPI data out yesterday showed some softening as the May headline number declined more than expected at -0.3% MoM (est. -0.1% MoM) whilst the ex food, energy, trade figure was also below estimates at 0.0% MoM (est. 0.2% MoM). The ex food and energy number was in line with expectations though at 0.2% MoM (est. 0.2% MoM). The data initially fed into optimism for an easing in rate pressure in the future although the Fed's increase in dot plot pared back some of that. Remaining key data releases this week include May retail sales (Thurs), May IPI and EPI (Thurs), June Empire mfg (Thurs), May IP (Thurs) and June UMich sentiment/expectations data (Fri).

- **EURUSD – *Higher post hawkish FOMC pause*.** EURUSD trades higher at 1.0825 levels this morning following the FOMC hawkish pause. Support for this pair are at 1.08 and 1.0750 levels with resistances at 1.0880 and 1.10 figure. ECB decision is due this week on Thursday, where expectations are for a hike of 25bps. e are watching developments from FOMC and ECB this week closely for the implications on their future policy paths and possible knock-on effects on currencies. Beyond the near-term, the ECB is still in our view committed to their fight on inflation and we could potentially see a reversion of the market's focus to policy divergence. We maintain our positive medium-term view of the EUR on expected monetary policy divergence between the Fed and ECB, especially as the latter remains arguably the most hawkish central bank. Our base case remains for the ECB and BOE diverge from the Fed, as the current situation for the two major European central banks to continue raise rates is more convincing, unless there is a meaningful pullback in prices. We are cautious that this may not last if history is any indication, as the ECB has never deviated too far from the Fed for an extended period. However, we recognize that they were slower to start on the tightening cycle and also have more space to go in terms of increasing rates. ECB Economic Bulletin for May referred to inflation being "too high for too long", which formed the basis for the ECB's rate hikes in May. Lingering concerns over financial stability, so long as they remain controlled, should not dampen the ECB's resolve to combat inflation. The risks to this medium-term outlook would be any escalation of geopolitical tensions between Russia and NATO, a return of the energy supply issues and a possibly more dovish ECB on financial stability concerns. As rates rise, the risk of the ECB overtightening also exists. We have preliminarily seen that some credit tightening has occurred in the Eurozone. The ECB has also hinted at weaker credit growth in their May economic bulletin. Key data releases this week include May inflation data from France (15 Jun) and Eurozone (16 Jun) and Eurozone Trade Balance (16 Jun).

- **GBPUSD – *Higher post hawkish FOMC pause*.** GBPUSD trades higher at 1.2646 levels following the FOMC hawkish pause. We now look forward to the BOE meeting on 22 Jun, where expectations are for the BOE to hike at least 25bps. The last CPI release (24 May) showed that core inflation accelerated, a potential worry for the BOE. Our base case remains for the BOE and ECB to diverge from the Fed, as the current case for the two major European central banks to continue raise rates is more convincing, unless there is a meaningful pullback in prices. We are medium-term neutral on the GBP at around 1.23 to 1.24 and would recommend staying nimble ahead of FOMC (13 to 14 Jun) although we do see an opportunity to fade further rallies in GBPUSD at current levels. If history is any indication, the BOE also should not deviate from the Fed for an extended period. On the daily chart, we watch supports at the 1.26 figure followed by 1.25 further to the downside and resistances at 1.2650 and 1.27. The UK's economic problems such as inflation, a possible impending recession and labour market shortages are largely due to structural factors that remain unresolved from Brexit. In the worst-case scenario, stagflation for the UK economy could also be on the cards, potentially hinted at by the latest reduction in payrolls while wage pressures remain robust. Governor Andrew Bailey has also acknowledged publicly that the UK is dealing with a wage-price spiral. Yesterday, UK Apr GDP printed at +0.2% MoM (exp: 0.2%; prev: -0.3%), while Apr Industrial Production stood at -0.3% MoM (exp: -0.1%; prev: 0.7%) and Manufacturing Production was at -0.3% MoM (exp: -0.1%; prev: 0.7%). The slowdown in construction, manufacturing and industrial activity was offset by strong growth in retail and creative industries. In terms of trade, the UK's Visible Trade Balance (goods) deficit narrowed to -£14.99b (exp: -£16.5b; prev: -£16.36b) and the Trade Balance (goods and services) deficit narrowed to -£1.52b (exp: -£:3.70b; prev: -£2.86b). No key data releases remain for the UK this week.

- **USDJPY – *Trading above 140.00, upside risks*.** The pair was last seen higher around 140.78 as the Fed's dot plots implying at least two more hikes in 2023, weighed on the JPY. There looks to be substantial upside risks for the USDJPY given that the Fed is stating hawkish whilst the BOJ stubbornly holds on to a dovish stance. The BOJ policy decision due tomorrow is likely to be a no move, which would only further reinforce the bearishness towards the JPY. Post the decision, we do not rule out the pair moving closer to test the 142.51 resistance (61.8% FI retracement from Jan low to Oct high). A decisive break above that level, would open the way for the pair to move higher to challenge the 146.12 (FI 76.4% retracement from Jan low to Oct high). The next level after that would be the 2022 high at 151.95. Support is at 140.00, 137.25 (200-dma), 136.73 (50-dma) and 135.00 (psychological level). Momentum indicators do not show any clear bias at this point. That said, Japan's Chief Cabinet Secretary has just said that excessive movement in FX markets are not desirable and there's no change to government stance that it would appropriately respond to unwarranted moves as needed. Despite such words from the government, there is a limit to the extent the government can intervene given the risk that too much intervention can violate the criteria for the JPY to be a freely floating exchange rate. Meanwhile, May trade data out this morning did not appear positive for the currency as the trade deficit was wider than expectations at 1.37tn yen (est, 1.29tn yen). Imports plunged by less than estimates at -9.9% YoY (est. -10.3% YoY) though exports was above expectations at 0.6% YoY (est. -1.2% YoY). Apr core machine orders was better than consensus call at 5.5% MoM (est. 3.0% MoM), reflecting above forecasted levels of investment in the economy. Momentum indicators on the daily chart are not in combination showing clear bias. Remaining key data releases this week include Apr tertiary industry index (Thurs).

- **AUDUSD – *Rate catch up optimism tempered*.** Pair was last seen at around 0.6794 as it was slightly higher from yesterday's morning level. The pair was moving higher throughout the prior day's trading session although this increase was later pared back following the FOMC decision where the dot plots implied at least two more rate hikes. This tempered the rate catch up optimism of the RBA as they now raises the risk that they could be quite behind the Fed again. However, economic data this morning showed a jobs market that still look reasonably strong with May employment change well above expectations at 75.9k (est. 17.5k) and full time employment change shifting back to a positive number at 61.7k (Apr. -28.6k). Unemployment also edged lower to 3.6% (Apr. 3.7%) although the participation rate was higher at 66.9% (Apr. 66.7%). June consumer inflation expectation at the same time was steady but elevated at 5.2%. The rather strong data does back further RBA rate hikes and it looks to have given some support to the AUD this morning. We expect that the pair may soon see some topside amid the mix of contrasting factors would struggle to break and hold above the 0.6800 resistance. However, the next level of resistance if it does though decisively move above it would be 0.6916. Support is at 0.6729 (100-dma) and 0.6691 (200-dma). Near term, we expect the pair to eventually linger around the 0.6750 – 0.6800 range. There are no remaining key data releases this week.

- **NZDUSD – *Steady post hawkish FOMC pause*.** NZDUSD trades barely changed at 0.6165 levels following the hawkish FOMC pause. We see supports at 0.6150 and 0.60 figure, while resistances are at 0.6230 (100 dma) and 0.6290. 1Q23 GDP printed at +2.2% YoY (exp: 2.6%; prev: 2.3%) and -0.1% SA QoQ (exp: -0.1%; prev: -0.7%). NZ has tipped back into a technical recession and market watchers suspect this could lead to RBNZ pivoting to rate cuts to be more supportive of the economy sooner rather than later. House Sales came in at -0.4% (prev: -15.3%) in May. Data releases for NZ remaining are BusinessNZ Manufacturing PMI (16 Jun).

- **USDCAD – *Higher post hawkish FOMC pause*.** USDCAD trades higher at 1.3345 levels this morning following the FOMC hawkish pause, as the CAD underperformed and pared back on recent gains against the USD. We earlier took profit on our short USDCAD position initiated at 1.3570 (30 May) for 2.6% profit ahead of FOMC. We continue to remain medium term bullish on CAD and recommend selling USDCAD on rallies. We see support at 1.3280 and 1.32 and resistances at 1.3380 and 1.3450.

Asia ex Japan Currencies

SGDNEER trades around +1.42% from the implied mid-point of 1.3618 with the top estimated at 1.3346 and the floor at 1.3890.

- **USDSGD - Steady post FOMC hawkish pause.** USDSGD trades barely changed at 1.3424 levels this morning after the FOMC hawkish pause. On a trade-weighted basis, the SGDNEER is at +1.42% above the midpoint. We look for SGDNEER to stay firm above the mid-point of the band. Next key resistance level to watch for USDSGD is at 1.35, followed by the 1.3550. Supports are at 1.34 and 1.3350. On MAS policy, we think that given the “sufficiently tight” language used, it is likely MAS is biased towards standing pat in October as well, as long as their expected path for core inflation holds. Thus far, concerns over a slowdown in growth from global drag have fit MAS’ narrative, although the latest inflation print suggests price pressures could possibly run contrary to MAS’ expectations. Our economists see a sharp decline in manufacturing (Apr IP) raising the risk of a technical recession (defined as two consecutive quarters of QoQ contraction), with 1Q2023 GDP already in contraction. We see continued resilience in SGD on both a bilateral and trade-weighted basis as the robust macro fundamentals such as a large current account surplus; healthy labour market and stable political landscape remain intact. The underlying appreciating policy stance should also provide plenty of support for the SGD. We remain positive on the SGD in the medium term, given that China’s reopening will gain steam later in the year and drive the SGD stronger. In addition, we do not see MAS easing the appreciating path any time soon. Key data releases this week include May NODX and electronic exports (Fri).

- **SGDMYR – *Upside risks*.** Pair was last seen at 3.4462 as the MYR continued its weakening trend whilst the SGD stayed within recent levels. Resistance is at 3.4500 and 3.5000. Support is at 3.4000, 3.3900 and 3.3600. As a whole, we continue to lean upward bias on the pair given that the SGD is likely to be more resilient than the MYR during this period of uncertainty.

- **USDMYR – *Higher*.** Pair was last seen around the 4.6353 as it moved higher amid a still hawkish Fed that released dot plots yesterday that showed the possibility of at least two more rate hikes of 25bps. Oil price weakness is likely also weighing on the MYR. We stay wary of further upside for the pair given a less than favourable macro environment for the MYR going forward. Momentum indicators do not appear to be indicating clear bias at this point. We watch if the pair can decisively hold above the resistance is at 4.6257 (FI retracement of 76.4% from Feb low to Nov high) with the next at 4.7495 (2022 high). Support is at 4.6000, 4.5500 and 4.5000. There are no key data releases due this week.

- **USDCNH – *Upside risks amid easing*.** USDCNH continued its upward trend as it was last seen at around 7.1858. This comes after the PBOC further eased monetary policy by cutting the 1Y MLF by 10bps to 2.65%. Economic data was not exactly positive too as May retail sales, fixed assets and property investment all fell below expectations. May IP on a yearly basis was in line with expectations though whilst residential property sales growth only the slightest bit inched up. May survey jobless rate was unchanged. The pair has now broken the 7.1830 resistance and we now watch if it can decisively hold above it. The next level of resistance stands at 7.2100. Support is seen around 7.1086 (21-dma) and 6.9906 (200-dma). As a whole, we lean bias upside for the pair as we believe that continued economic weakness and the potential of further easing from the PBOC (the possibility of interest rate cuts) is likely to keep pushing the pair higher. Remaining key data releases this week include May FDI YTD (12 – 18 June).

- **1M USDKRW NDF – *Higher post hawkish FOMC pause*.** 1M USDKRW NDF trades higher at 1280.89 levels this morning following the hawkish FOMC pause. We see USDKRW NDF trading within a range of 1250 to 1350 levels. Recent trade and growth data was not as bad as expected and was in line with our view of a possible bottoming of trade flows in line with the expected chip and semi-conductor cycle and as the latest hype on artificial intelligence could also possibly spur demand. The BOK revised its growth forecast downwards to 1.4% (prev: 1.6%), while Korea MOF could possibly do the same as hinted by Finance Minister Choo. We remain cognizant that as US-China trade tensions look to escalate, external factors that could weigh on chip demands. The KRW has been supported by foreign inflows into equity of late and further bolstered by expectations of possible inclusion in the FTSE Russell World Government Bond Index (WGBI). The Korean government is hoping to have its sovereign debt added to this key international benchmark, and the resulting inflows from benchmark investors should spur the KRW on. Industry watchers think there could be a 50% chance for Korea to be added to the WGBI by September. Foreign flows could continue to be a large driver for the KRW from here on. We still look for China's reopening to gain steam later in the year and drive Asian currencies stronger, which underpins our outlook for the KRW. No data releases remain for South Korea this week.

- **1M USDIDR NDF – *Higher*.** The pair was last seen higher at around 14946 following the FOMC where the dot plots imply at least two more rate hikes of 25bps. However, it still remains around our expected range of 14700 – 15100 which we believe it should continue to hold around in the near term. IDR as a whole has been holding up well despite this period of global uncertainty. Sentiment towards the country seems to be quite positive. There seems to be strong appeal for the country's bonds especially among its high yielding peers given Indonesia's resilient trade surplus, solid fiscal discipline and the possibility of BI eventually leaning towards a cut. For the latter, data release out recently showed that May headline CPI had returned just back to the top of the central bank range (2 – 4%) at 4.00% YoY, earlier than expected, which has led real rates to become more supportive and gives support for BI to cut possibly ahead of other central banks. However, we expect them to stay on hold for now and not move given the risk related to further Fed hikes. Momentum indicators meanwhile look mixed, which could be supportive of expectations that the pair may stay within our mentioned range. Resistance is at 15029 (100-dma) and 15100. Support is at 14865 (50-dma) and 14800. Key data releases this week include May trade data (Thurs) and May local auto sales (15 – 21 June).

- **USDTHB – *Gap up*.** The pair was last seen around 34.84, following the FOMC where the dot plots imply at least two more rate hikes of 25bps. In the short term, external events and political developments may affect sentiments. Regarding the latter, there still remains no clarity on who would form the next government given that the Move-Forward led coalition with 312 seats is still well short of the 376 majority. Given that the Prime Minister may not be voted on until early August, there is a possibility for the political noise to be dragged out for an extended period of time. Regardless, we expect limited impact on the THB in the medium term (despite short-term impact) from the country's political situation regardless of the outcome. Other factors such as tourism numbers should be a bigger driver of the currency. Momentum indicators are showing bullishness waning as MACD has crossed below signal line and stochastics are showing signs of turning lower from oversold conditions. Regardless, near term, we expect the pair to hover around a 34.00 – 35.00 range. Resistance is at 35.00 (psychological level), 35.18 (200-dma) and 35.52 (FI retracement of 50.0% from Jan low to Oct high). Support is at 34.35 (50-dma), 34.16 (100-dma) and 34.00. Key data releases this week includes 9 June foreign reserves (Fri).

- **1M USDPHP NDF – *Still within range*.** Pair was last seen around 56.12 as the pair moved higher following the FOMC where the dot plots imply at least two more rate hikes of 25bps. We believe drivers of the 1M NDF is likely to come more from external developments near term than it would from the domestic front as the BSP is now likely to be on hold (as inflation gradually eases). Overall, we expect the 1M NDF to stay consolidated within the range of 55.00 – 57.00. Levels wise, support is at 56.00, 55.80 (50-dma) and 54.50. Resistance meanwhile is at 56.14 (200-dma), 57.00 and 57.72. Momentum indicators though are showing bullishness waning as stochastics are fall lower from overbought conditions and the MACD has crossed below the signal line. Even so, we expect the pair to still stay within our mentioned range. Key data releases this week include Apr OFWR (14 – 18 June).

Malaysia Fixed Income

Rates Indicators

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR ML 7/26	3.44	3.44	Unchanged
5YR MI 4/28	3.51	3.50	-1
7YR MS 4/30	3.64	3.66	+2
10YR MO 7/32	3.72	3.73	+1
15YR MX 6/38	4.00	4.00	Unchanged
20YR MY 10/42	4.11	4.11	Unchanged
30YR MZ 3/53	4.13	*4.16/11	Not trade
IRS			
6-months	3.51	3.53	+2
9-months	3.52	3.55	+3
1-year	3.52	3.54	+2
3-year	3.50	3.52	+2
5-year	3.54	3.56	+2
7-year	3.66	3.68	+2
10-year	3.78	3.79	+1

Source: Maybank
**Indicative levels*

Analysts

Winson Phoon
(65) 6340 1079
winsonphoon@maybank.com

Se Tho Mun Yi
(603) 2074 7606
munyi.st@maybank-ib.com

- The fall in UST yields after US CPI headline number marked a slowdown was short-lived as yields rose back up on expectations of a potential higher FOMC dot plot. Not helping was also the hawkishness from other DM central banks. Ringgit government bond market was a tad weaker with prices quoted wide as trading appetite and flows were absent. Yields little changed from previous close.

- MYR IRS was relatively insulated from the overnight selloff in DM bonds. MYR rates were quoted a couple of basis points higher, though market was reluctant to revisit the recent high of 3.58% for the 5y tenor. The session saw plenty two-way quotes, though only 5y IRS was dealt at 3.57% with more interests to receive at this level. 3M KLIBOR stood pat at 3.45%.

- Moderate tone in PDS market though activity picked up slightly. Cagamas 2027 traded 1bp higher, while PLUS long dated bonds saw better buying and traded 3bp lower in yield. AA1/AA+ credits traded mixed in 2-9bp range. Single-A rated bonds DRB HICOM 2029 and Alliance 2030 saw spreads tighten markedly. Tropicana Corp saw significant change in spread, possibly exacerbated by the odd-size lot.

Singapore Fixed Income

Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	3.41	3.46	+5
5YR	3.00	3.06	+6
10YR	2.97	3.01	+4
15YR	2.74	2.75	+1
20YR	2.60	2.62	+2
30YR	2.37	2.39	+2

Source: MAS (Bid Yields)

- The initial relief rally in UST after the CPI release waned as markets dissected the inflation data and UST yields climbed back upwards. Markets are expecting the Fed to pause rates at this June FOMC meeting, but keep the door open for resuming rate hikes as early as July. In line with the weaker UST, SGS retraced most of the previous day's gains with yields moving 1-6bp higher in a bear-flattening move. Besides the FOMC decision, the dot plot will also be closely watched.

Indonesia Fixed Income

Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Latest Day's Close	Change
1YR	5.72	5.63	(0.09)
2YR	5.78	5.73	(0.04)
5YR	5.91	5.87	(0.04)
10YR	6.28	6.26	(0.03)
15YR	6.54	6.45	(0.09)
20YR	6.53	6.52	(0.01)
30YR	6.83	6.76	(0.07)

** Source: Bloomberg, Maybank Indonesia*

Analyst
Myrdal Gunarto
(62) 21 2922 8888 ext 29695
MGunarto@maybank.co.id

- Most Indonesian government bond kept on their rally trends until yesterday. Investors kept putting their strong confidences to invest in Indonesian bond market although there was still uncertainty about further Fed's decision. A solid condition on Indonesian fundamental economy, with modest inflation pressures and relative attractive investment return with lessening new supply on the government notes are the main reasons for investors to keep entering Indonesian bond market.

- We saw investors enjoying their investment activities on Indonesian bond market, as reflected by relative low position of Indonesian 5Y CDS at 82.11 on 14 Jun-23. Foreign investors also increased their ownership on Indonesian government bonds from Rp829.36 trillion on 31 May-23 to be Rp838.32 trillion on 12 Jun-23.

- Early this morning, the Fed is dovish on policy rate decision, but hawkish on its dot plot. As expected, the Federal Reserve decided to change its monetary direction by stopping a hike on its policy rate on the latest monetary meeting. The Fed kept maintaining its policy rate at 5.00%-5.25%.

- We believe that the Fed gave a direct response for halting the policy rate hike for adjusting recent conditions of slowing inflation, gradual increasing of the U.S. unemployment rate, and fragility on the small middle sizes of banking sector.

- On the other side, the Fed changed its view on the latest macroeconomic projection to be more optimistic on the economic prospect in 2023, compared previous edition in Mar-23, as shown by stronger numbers on the projections of the economic growth from 0.4% to be 1.0%, the unemployment rate from 4.5% to be 4.1%, the PCE inflation rate from 3.3% to be 3.2%, and the core PCE inflation from 3.6% to be 3.9%.

- With the projections of stronger GDP growth, lower unemployment rate, and higher core PCE inflation, the Fed gave more hawkish tones on its interest rate projection for this year from 5.1% on previous edition to be 5.6%. Hence, it opens a possibility for another 50 bps of policy rate hikes on the rest period of this year. Nevertheless, we keep expecting it just to be a rhetoric, rather than further action realization by the Fed. We thought that a hawkish of dot plot can act as the smoother for the economic recovery progress to keep running by gradually, not drowning in expectations that are too fast for further aggressive policy rate reductions.

- On its statement, the Fed will keep being data dependent on its further policy rate decision. A possibility on the policy rate cut will be realized, if the level of unemployment rate is equal with the Fed's expectation on its dot plot.

- Furthermore, on Indonesian side, Bank Indonesia is expected to keep maintaining its policy rate at 5.75% on its incoming monetary meeting, regarding to recent conditions of easing global pressures on the Fed's policy decision, modest local inflation pressures, lessening economic contributions by the export side, and relative manageable position of Rupiah. Going forward, we expect both Indonesian FX and financial markets to obtain positive impacts from this latest the Fed's monetary decision. We keep on track with our expectation that Indonesian Rupiah to touch 14,680, then the yield of 10Y Indonesian government bond market to be 6.15%, then Indonesia equity index to reach above 6,850 within this month.

MYR Bonds Trades Details

MGS & GII	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
MGS 1/2016 3.800% 17.08.2023	3.800%	17-Aug-23	59	2.955	3.24	2.955
MGS 3/2019 3.478% 14.06.2024	3.478%	14-Jun-24	3	3.259	3.259	3.259
MGS 2/2017 4.059% 30.09.2024	4.059%	30-Sep-24	4	3.275	3.299	3.275
MGS 1/2018 3.882% 14.03.2025	3.882%	14-Mar-25	108	3.338	3.344	3.338
MGS 1/2015 3.955% 15.09.2025	3.955%	15-Sep-25	7	3.357	3.359	3.357
MGS 1/2019 3.906% 15.07.2026	3.906%	15-Jul-26	198	3.461	3.461	3.44
MGS 2/2006 4.709% 15.09.2026	4.709%	15-Sep-26	4	3.447	3.447	3.447
MGS 3/2016 3.900% 30.11.2026	3.900%	30-Nov-26	151	3.497	3.497	3.451
MGS 3/2007 3.502% 31.05.2027	3.502%	31-May-27	5	3.537	3.537	3.521
MGS 4/2017 3.899% 16.11.2027	3.899%	16-Nov-27	160	3.578	3.578	3.541
MGS 2/2023 3.519% 20.04.2028	3.519%	20-Apr-28	70	3.5	3.514	1.408
MGS 5/2013 3.733% 15.06.2028	3.733%	15-Jun-28	44	3.579	3.588	3.513
MGS 3/2022 4.504% 30.04.2029	4.504%	30-Apr-29	20	3.65	3.65	3.65
MGS 2/2019 3.885% 15.08.2029	3.885%	15-Aug-29	183	3.638	3.669	3.638
MGS 3/2010 4.498% 15.04.2030	4.498%	15-Apr-30	46	3.64	3.654	3.638
MGS 2/2020 2.632% 15.04.2031	2.632%	15-Apr-31	50	3.753	3.761	3.753
MGS 1/2022 3.582% 15.07.2032	3.582%	15-Jul-32	44	3.706	3.752	3.706
MGS 4/2013 3.844% 15.04.2033	3.844%	15-Apr-33	50	3.78	3.801	3.78
MGS 4/2019 3.828% 05.07.2034	3.828%	5-Jul-34	5	3.891	3.91	3.891
MGS 4/2015 4.254% 31.05.2035	4.254%	31-May-35	5	3.963	3.968	3.943
MGS 3/2017 4.762% 07.04.2037	4.762%	7-Apr-37	51	4.024	4.029	4.022
MGS 4/2018 4.893% 08.06.2038	4.893%	8-Jun-38	90	4.001	4.012	4.001
MGS 5/2019 3.757% 22.05.2040	3.757%	22-May-40	5	4.08	4.102	4.08
MGS 2/2022 4.696% 15.10.2042	4.696%	15-Oct-42	9	4.123	4.123	4.113
MGS 7/2013 4.935% 30.09.2043	4.935%	30-Sep-43	1	4.129	4.129	4.127
MGS 5/2018 4.921% 06.07.2048	4.921%	6-Jul-48	3	4.19	4.19	4.19
MGS 1/2020 4.065% 15.06.2050	4.065%	15-Jun-50	9	4.171	4.193	4.164
GII MURABAHAH 2/2017 4.045% 15.08.2024	4.045%	15-Aug-24	10	3.275	3.275	3.275
GII MURABAHAH 3/2019 3.726% 31.03.2026	3.726%	31-Mar-26	10	3.413	3.413	3.413
GII MURABAHAH 3/2016 4.070% 30.09.2026	4.070%	30-Sep-26	18	3.459	3.465	3.459
GII MURABAHAH 1/2017 4.258% 26.07.2027	4.258%	26-Jul-27	9	3.494	3.494	3.494
GII MURABAHAH 1/2020 3.422% 30.09.2027	3.422%	30-Sep-27	6	3.484	3.484	3.484
GII MURABAHAH 1/2023 3.599% 31.07.2028	3.599%	31-Jul-28	10	3.562	3.562	3.562
GII MURABAHAH 1/2019 4.130% 09.07.2029	4.130%	9-Jul-29	29	3.684	3.73	3.684
GII MURABAHAH 3/2015 4.245% 30.09.2030	4.245%	30-Sep-30	77	3.723	3.723	3.723
GII MURABAHAH 2/2020 3.465% 15.10.2030	3.465%	15-Oct-30	141	3.763	3.792	3.763
GII MURABAHAH 1/2022 4.193% 07.10.2032	4.193%	7-Oct-32	728	3.835	3.838	3.826
GII MURABAHAH 6/2017 4.724% 15.06.2033	4.724%	15-Jun-33	53	3.859	3.859	3.85
GII MURABAHAH 5/2017 4.755% 04.08.2037	4.755%	4-Aug-37	40	4.008	4.008	4.007
Total			**2,512**			

Sources: BPAM

MYR Bonds Trades Details

PDS	Rating	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
PLUS BERHAD IMTN 4.720% 12.01.2026 -Sukuk PLUS T4	AAA IS (S)	4.720%	12-Jan-26	20	3.92	3.941	3.92
DANGA IMTN 4.600% 23.02.2026 - Tranche 6	AAA (S)	4.600%	23-Feb-26	80	3.83	3.83	3.83
CAGAMAS IMTN 4.50% 13.12.2027	AAA	4.500%	13-Dec-27	75	3.961	3.961	3.961
CAGAMAS IMTN 4.260% 18.01.2028	AAA	4.260%	18-Jan-28	20	3.895	3.895	3.895
BPMB IMTN 3.600% 08.06.2028	AAA IS	3.600%	8-Jun-28	30	4.027	4.043	4.027
MAHB SENIOR SUKUK WAKALAH 4.140% 29.12.2028	AAA	4.140%	29-Dec-28	11	4.107	4.111	4.107
PLUS BERHAD IMTN 4.526% 12.01.2029 -Sukuk PLUS T20	AAA IS (S)	4.526%	12-Jan-29	40	4.049	4.073	4.049
PLUS BERHAD IMTN 4.582% 11.01.2030 -Sukuk PLUS T21	AAA IS (S)	4.582%	11-Jan-30	30	4.088	4.112	4.088
DIGI IMTN 4.050% 30.05.2030 - Tranche No 8	AAA	4.050%	30-May-30	3	4.038	4.041	4.038
PLUS BERHAD IMTN 4.821% 12.01.2035 -Sukuk PLUS T26	AAA IS (S)	4.821%	12-Jan-35	20	4.32	4.32	4.32
PLUS BERHAD IMTN 4.891% 11.01.2036 -Sukuk PLUS T27	AAA IS (S)	4.891%	11-Jan-36	15	4.368	4.368	4.368
PLUS BERHAD IMTN 5.017% 12.01.2038 -Sukuk PLUS T29	AAA IS (S)	5.017%	12-Jan-38	20	4.48	4.48	4.48
SABAHDEV MTN 730D 13.12.2023 - Tranche 2 Series 2	AA1	4.200%	13-Dec-23	1	7.018	7.018	7.018
SABAHDEV MTN 1096D 30.7.2024 - Tranche 1 Series 1	AA1	4.400%	30-Jul-24	2	6.01	6.01	6.01
YTL POWER IMTN 5.050% 03.05.2027	AA1	5.050%	3-May-27	20	4.266	4.272	4.266
EMSB IMTN 4.440% 07.09.2029	AA+ IS	4.440%	7-Sep-29	4	4.097	4.101	4.097
KLK IMTN 4.170% 16.03.2032	AA1	4.170%	16-Mar-32	10	4.227	4.233	4.227
YTL CORP MTN 7305D 11.11.2036	AA1	5.150%	11-Nov-36	20	4.968	4.971	4.968
PTP IMTN 3.950% 18.06.2027	AA IS	3.950%	18-Jun-27	20	4.177	4.183	4.177
IMTIAZ II IMTN08 4.970% 08.11.2027	AA2 (S)	4.970%	8-Nov-27	8	4.06	4.065	4.06
WCT IMTN 5.150% 01.04.2024	AA- IS	5.150%	1-Apr-24	20	5.068	5.081	5.068
DRB-HICOM IMTN 4.550% 12.12.2024	A+ IS	4.550%	12-Dec-24	1	4.683	4.726	4.683
AISL IMTN 4.880% 18.10.2028	A1	4.880%	18-Oct-28	30	4.1	4.16	4.1
DRB-HICOM IMTN 5.100% 12.12.2029	A+ IS	5.100%	12-Dec-29	4	5.1	5.1	5.1
DIALOG PERPETUAL SUKUK WAKALAH TRANCHE NO. 1	A1	4.150%	15-Nov-20	20	4.849	4.854	4.849
TROPICANA IMTN 5.450% 07.06.2024 - SEC. SUKUK T6S1	A IS	5.450%	7-Jun-24	1	7.04	7.062	7.04
ALLIANCEB MTN 3650D 25.10.2030	A2	3.600%	25-Oct-30	1	4.432	4.89	4.432
Total				**527**			

Sources: BPAM

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.0913	140.88	0.6876	1.2753	7.1959	0.6289	152.3367	95.7200
R1	1.0871	140.48	0.6836	1.2708	7.1849	0.6248	152.0333	95.4660
Current	1.0815	141.04	0.6788	1.2637	7.1821	0.6170	152.5400	95.7340
S1	1.0781	139.49	0.6756	1.2610	7.1569	0.6154	151.1733	94.7770
S2	1.0733	138.90	0.6716	1.2557	7.1399	0.6101	150.6167	94.3420

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3460	4.6272	14957	56.0927	34.8653	1.4598	0.6477	3.4521
R1	1.3437	4.6245	14928	56.0223	34.7677	1.4562	0.6465	3.4485
Current	1.3440	4.6380	14938	56.0750	34.8250	1.4536	0.6463	3.4508
S1	1.3386	4.6170	14870	55.8653	34.5797	1.4479	0.6442	3.4390
S2	1.3358	4.6122	14841	55.7787	34.4893	1.4432	0.6431	3.4331

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

Equity Indices and Key Commodities

	Value	% Change
Dow	33,979.33	-0.68
Nasdaq	13,626.48	0.39
Nikkei 225	33,502.42	1.47
FTSE	7,602.74	0.10
Australia ASX 200	7,161.75	0.32
Singapore Straits Times	3,218.14	0.90
Kuala Lumpur Composite	1,385.42	0.35
Jakarta Composite	6,699.72	-0.29
Philippines Composite	6,434.06	-1.12
Taiwan TAIEX	17,238.14	0.13
Korea KOSPI	2,619.08	-0.72
Shanghai Comp Index	3,228.99	-0.14
Hong Kong Hang Seng	19,408.42	-0.58
India Sensex	63,228.51	0.14
Nymex Crude Oil WTI	68.27	-1.66
Comex Gold	1,968.90	0.53
Reuters CRB Index	260.27	-0.21
MBB KL	8.60	-0.23

Policy Rates

Rates	Current (%)	Upcoming CB Meeting	MBB Expectation
MAS SGD 3-Month SIBOR	4.0900	Oct-23	Neutral
BNM O/N Policy Rate	3.00	6/7/2023	Neutral
BI 7-Day Reverse Repo Rate	5.75	22/6/2023	Tightening
BOT 1-Day Repo	2.00	2/8/2023	Tightening
BSP O/N Reverse Repo	6.25	22/6/2023	Tightening
CBC Discount Rate	1.88	15/6/2023	Tightening
HKMA Base Rate	5.50	-	Tightening
PBOC 1Y Loan Prime Rate	3.65	-	Easing
RBI Repo Rate	6.50	10/8/2023	Neutral
BOK Base Rate	3.50	13/7/2023	Neutral
Fed Funds Target Rate	5.25	15/6/2023	Tightening
ECB Deposit Facility Rate	3.25	15/6/2023	Tightening
BOE Official Bank Rate	4.50	22/6/2023	Tightening
RBA Cash Rate Target	4.10	4/7/2023	Neutral
RBNZ Official Cash Rate	5.50	12/7/2023	Tightening
BOJ Rate	-0.10	16/6/2023	Neutral
BoC O/N Rate	4.75	12/7/2023	Neutral

DISCLAIMER

This report is for information purposes only and under no circumstances is it to be considered or intended as an offer to sell or a solicitation of an offer to buy the securities or financial instruments referred to herein, or an offer or solicitation to any person to enter into any transaction or adopt any investment strategy. Investors should note that income from such securities or financial instruments, if any, may fluctuate and that each security's or financial instrument's price or value may rise or fall. Accordingly, investors may receive back less than originally invested. Past performance is not necessarily a guide to future performance. This report is not intended to provide personal investment advice and does not take into account the specific investment objectives, the financial situation and the particular needs of persons who may receive or read this report. Investors should therefore seek financial, legal and other advice regarding the appropriateness of investing in any securities and/or financial instruments or the investment strategies discussed or recommended in this report.

The information contained herein has been obtained from sources believed to be reliable but such sources have not been independently verified by Malayan Banking Berhad and/or its affiliates and related corporations (collectively, "Maybank") and consequently no representation is made as to the accuracy or completeness of this report by Maybank and it should not be relied upon as such. Accordingly, no liability can be accepted for any direct, indirect or consequential losses or damages that may arise from the use or reliance of this report. Maybank and its officers, directors, associates, connected parties and/or employees may from time to time have positions or be materially interested in the securities and/or financial instruments referred to herein and may further act as market maker or have assumed an underwriting commitment or deal with such securities and/or financial instruments and may also perform or seek to perform investment banking, advisory and other services for or relating to those companies whose securities are mentioned in this report. Any information or opinions or recommendations contained herein are subject to change at any time, without prior notice.

This report may contain forward looking statements which are often but not always identified by the use of words such as "anticipate", "believe", "estimate", "intend", "plan", "expect", "forecast", "predict" and "project" and statements that an event or result "may", "will", "can", "should", "could" or "might" occur or be achieved and other similar expressions. Such forward looking statements are based on assumptions made and information currently available to us and are subject to certain risks and uncertainties that could cause the actual results to differ materially from those expressed in any forward looking statements. Readers are cautioned not to place undue relevance on these forward looking statements. Maybank expressly disclaims any obligation to update or revise any such forward looking statements to reflect new information, events or circumstances after the date of this publication or to reflect the occurrence of unanticipated events.

This report is prepared for the use of Maybank's clients and may not be reproduced, altered in any way, transmitted to, copied or distributed to any other party in whole or in part in any form or manner without the prior express written consent of Maybank. Maybank accepts no liability whatsoever for the actions of third parties in this respect. This report is not directed to or intended for distribution to or use by any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation.

APPENDIX I: TERMS FOR PROVISION OF REPORT, DISCLAIMERS AND DISCLOSURES

DISCLAIMERS

This research report is prepared for general circulation and for information purposes only and under no circumstances should it be considered or intended as an offer to sell or a solicitation of an offer to buy the securities referred to herein. Investors should note that values of such securities, if any, may fluctuate and that each security's price or value may rise or fall. Opinions or recommendations contained herein are in form of technical ratings and fundamental ratings. Technical ratings may differ from fundamental ratings as technical valuations apply different methodologies and are purely based on price and volume-related information extracted from the relevant jurisdiction's stock exchange in the equity analysis. Accordingly, investors' returns may be less than the original sum invested. Past performance is not necessarily a guide to future performance. This report is not intended to provide personal investment advice and does not take into account the specific investment objectives, the financial situation and the particular needs of persons who may receive or read this report. Investors should therefore seek financial, legal and other advice regarding the appropriateness of investing in any securities or the investment strategies discussed or recommended in this report.

The information contained herein has been obtained from sources believed to be reliable but such sources have not been independently verified by Maybank Investment Bank Berhad, its subsidiary and affiliates (collectively, "Maybank IBG") and consequently no representation is made as to the accuracy or completeness of this report by Maybank IBG and it should not be relied upon as such. Accordingly, Maybank IBG and its officers, directors, associates, connected parties and/or employees (collectively, "Representatives") shall not be liable for any direct, indirect or consequential losses or damages that may arise from the use or reliance of this report. Any information, opinions or recommendations contained herein are subject to change at any time, without prior notice.

This report may contain forward looking statements which are often but not always identified by the use of words such as "anticipate", "believe", "estimate", "intend", "plan", "expect", "forecast", "predict" and "project" and statements that an event or result "may", "will", "can", "should", "could" or "might" occur or be achieved and other similar expressions. Such forward looking statements are based on assumptions made and information currently available to us and are subject to certain risks and uncertainties that could cause the actual results to differ materially from those expressed in any forward looking statements. Readers are cautioned not to place undue relevance on these forward-looking statements. Maybank IBG expressly disclaims any obligation to update or revise any such forward looking statements to reflect new information, events or circumstances after the date of this publication or to reflect the occurrence of unanticipated events.

Maybank IBG and its officers, directors and employees, including persons involved in the preparation or issuance of this report, may, to the extent permitted by law, from time to time participate or invest in financing transactions with the issuer(s) of the securities mentioned in this report, perform services for or solicit business from such issuers, and/or have a position or holding, or other material interest, or effect transactions, in such securities or options thereon, or other investments related thereto. In addition, it may make markets in the securities mentioned in the material presented in this report. One or more directors, officers and/or employees of Maybank IBG may be a director of the issuers of the securities mentioned in this report to the extent permitted by law.

This report is prepared for the use of Maybank IBG's clients and may not be reproduced, altered in any way, transmitted to, copied or distributed to any other party in whole or in part in any form or manner without the prior express written consent of Maybank IBG and Maybank IBG and its Representatives accepts no liability whatsoever for the actions of third parties in this respect.

This report is not directed to or intended for distribution to or use by any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. This report is for distribution only under such circumstances as may be permitted by applicable law. The securities described herein may not be eligible for sale in all jurisdictions or to certain categories of investors. Without prejudice to the foregoing, the reader is to note that additional disclaimers, warnings or qualifications may apply based on geographical location of the person or entity receiving this report.

Malaysia

Opinions or recommendations contained herein are in the form of technical ratings and fundamental ratings. Technical ratings may differ from fundamental ratings as technical valuations apply different methodologies and are purely based on price and volume-related information extracted from Bursa Malaysia Securities Berhad in the equity analysis.

Singapore

This report has been produced as of the date hereof and the information herein may be subject to change. Maybank Research Pte. Ltd. ("MRPL") in Singapore has no obligation to update such information for any recipient. For distribution in Singapore, recipients of this report are to contact MRPL in Singapore in respect of any matters arising from, or in connection with, this report. If the recipient of this report is not an accredited investor, expert investor or institutional investor (as defined under Section 4A of the Singapore Securities and Futures Act), MRPL shall be legally liable for the contents of this report, with such liability being limited to the extent (if any) as permitted by law.

Thailand

Except as specifically permitted, no part of this presentation may be reproduced or distributed in any manner without the prior written permission of Maybank Securities (Thailand) Public Company Limited. Maybank Securities (Thailand) Public Company Limited ("MST") accepts no liability whatsoever for the actions of third parties in this respect.

Due to different characteristics, objectives and strategies of institutional and retail investors, the research products of MST Institutional and Retail Research departments may differ in either recommendation or target price, or both. MST reserves the rights to disseminate MST Retail Research reports to institutional investors who have requested to receive it. If you are an authorised recipient, you hereby tacitly acknowledge that the research reports from MST Retail Research are first produced in Thai and there is a time lag in the release of the translated English version.

The disclosure of the survey result of the Thai Institute of Directors Association ("IOD") regarding corporate governance is made pursuant to the policy of the Office of the Securities and Exchange Commission. The survey of the IOD is based on the information of a company listed on the Stock Exchange of Thailand and the market for Alternative Investment disclosed to the public and able to be accessed by a general public investor. The result, therefore, is from the perspective of a third party. It is not an evaluation of operation and is not based on inside information. The survey result is as of the date appearing in the Corporate Governance Report of Thai Listed Companies. As a result, the survey may be changed after that date. MST does not confirm nor certify the accuracy of such survey result.

The disclosure of the Anti-Corruption Progress Indicators of a listed company on the Stock Exchange of Thailand, which is assessed by Thaipat Institute, is made in order to comply with the policy and sustainable development plan for the listed companies of the Office of the Securities and Exchange Commission. Thaipat Institute made this assessment based on the information received from the listed company, as stipulated in the form for the assessment of Anti-corruption which refers to the Annual Registration Statement (Form 56-1), Annual Report (Form 56-2), or other relevant documents or reports of such listed company. The assessment result is therefore made from the perspective of Thaipat Institute that is a third party. It is not an assessment of operation and is not based on any inside information. Since this assessment is only the assessment result as of the date appearing in the assessment result, it may be changed after that date or when there is any change to the relevant information. Nevertheless, MST does not confirm, verify, or certify the accuracy and completeness of the assessment result.

US

This third-party research report is distributed in the United States ("US") to Major US Institutional Investors (as defined in Rule 15a-6 under the Securities Exchange Act of 1934, as amended) only by Wedbush Securities Inc. ("Wedbush"), a broker-dealer registered in the US (registered under Section 15 of the Securities Exchange Act of 1934, as amended). All responsibility for the distribution of this report by Wedbush in the US shall be borne by Wedbush. This report is not directed at you if Wedbush is prohibited or restricted by any legislation or regulation in any jurisdiction from making it available to you. You should satisfy yourself before reading it that Wedbush is permitted to provide research material concerning investments to you under relevant legislation and regulations. All U.S. persons receiving and/or accessing this report and wishing to effect transactions in any security mentioned within must do so with: Wedbush Securities Inc. 1000 Wilshire Blvd, Los Angeles, California 90017, +1 (646) 604-4232 and not with the issuer of this report.

UK

This document is being distributed by Maybank Securities (London) Ltd ("MSUK") which is authorized and regulated, by the Financial Conduct Authority and is for Informational Purposes only. This document is not intended for distribution to anyone defined as a Retail Client under the Financial Services and Markets Act 2000 within the UK. Any inclusion of a third party link is for the recipients convenience only, and that the firm does not take any responsibility for its comments or accuracy, and that access to such links is at the individuals own risk. Nothing in this report should be considered as constituting legal, accounting or tax advice, and that for accurate guidance recipients should consult with their own independent tax advisers.

DISCLOSURES

Legal Entities Disclosures

Malaysia: This report is issued and distributed in Malaysia by Maybank Investment Bank Berhad (15938- H) which is a Participating Organization of Bursa Malaysia Berhad and a holder of Capital Markets and Services License issued by the Securities Commission in Malaysia. **Singapore:** This report is distributed in Singapore by MRPL (Co. Reg No 198700034E) which is regulated by the Monetary Authority of Singapore. **Indonesia:** PT Maybank Sekuritas Indonesia ("PTMSI") (Reg. No. KEP-251/PM/1992) is a member of the Indonesia Stock Exchange and is regulated by the Financial Services Authority (Indonesia). **Thailand:** MST (Reg. No.0107545000314) is a member of the Stock Exchange of Thailand and is regulated by the Ministry of Finance and the Securities and Exchange Commission. **Philippines:** Maybank Securities Inc (Reg. No.01-2004-00019) is a member of the Philippines Stock Exchange and is regulated by the Securities and Exchange Commission. **Vietnam:** Maybank Securities Limited (License Number: 117/GP-UBCK) is licensed under the State Securities Commission of Vietnam. **Hong Kong:** MIB Securities (Hong Kong) Limited (Central Entity No AAD284) is regulated by the Securities and Futures Commission. **India:** MIB Securities India Private Limited ("MIBSI") is a participant of the National Stock Exchange of India Limited and the Bombay Stock Exchange and is regulated by Securities and Exchange Board of India ("SEBI") (Reg. No. INZ000010538). MIBSI is also registered with SEBI as Category 1 Merchant Banker (Reg. No. INM 000011708) and as Research Analyst (Reg No: INH000000057). **UK:** Maybank Securities (London) Ltd (Reg No 2377538) is authorized and regulated by the Financial Conduct Authority.

Disclosure of Interest

Malaysia: Maybank IBG and its Representatives may from time to time have positions or be materially interested in the securities referred to herein and may further act as market maker or may have assumed an underwriting commitment or deal with such securities and may also perform or seek to perform investment banking services, advisory and other services for or relating to those companies.

Singapore: As of 15 June 2023, Maybank Research Pte. Ltd. and the covering analyst do not have any interest in any companies recommended in this research report.

Thailand: MST may have a business relationship with or may possibly be an issuer of derivative warrants on the securities /companies mentioned in the research report. Therefore, Investors should exercise their own judgment before making any investment decisions. MST, its associates, directors, connected parties and/or employees may from time to time have interests and/or underwriting commitments in the securities mentioned in this report.

Hong Kong: As of 15 June 2023, MIB Securities (Hong Kong) Limited and the authoring analyst do not have any interest in any companies recommended in this research report.

India: As of 15 June 2023, and at the end of the month immediately preceding the date of publication of the research report, MIBSI, authoring analyst or their associate / relative does not hold any financial interest or any actual or beneficial ownership in any shares or having any conflict of interest in the subject companies except as otherwise disclosed in the research report.

In the past twelve months MIBSI and authoring analyst or their associate did not receive any compensation or other benefits from the subject companies or third party in connection with the research report on any account what so ever except as otherwise disclosed in the research report.

Maybank IBG may have, within the last three years, served as manager or co-manager of a public offering of securities for, or currently may make a primary market in issues of, any or all of the entities mentioned in this report or may be providing, or have provided within the previous 12 months, significant advice or investment services in relation to the investment concerned or a related investment and may receive compensation for the services provided from the companies covered in this report.

OTHERS

Analyst Certification of Independence

The views expressed in this research report accurately reflect the analyst's personal views about any and all of the subject securities or issuers; and no part of the research analyst's compensation was, is or will be, directly or indirectly, related to the specific recommendations or views expressed in the report.

Reminder

Structured securities are complex instruments, typically involve a high degree of risk and are intended for sale only to sophisticated investors who are capable of understanding and assuming the risks involved. The market value of any structured security may be affected by changes in economic, financial and political factors (including, but not limited to, spot and forward interest and exchange rates), time to maturity, market conditions and volatility and the credit quality of any issuer or reference issuer. Any investor interested in purchasing a structured product should conduct its own analysis of the product and consult with its own professional advisers as to the risks involved in making such a purchase.

Published by:

Malayan Banking Berhad
(Incorporated In Malaysia)

Foreign Exchange

Singapore
Saktiandi Supaat
Head, FX Research
saktiandi@maybank.com
(+65) 6320 1379

Fiona Lim
Senior FX Strategist
Fionalim@maybank.com
(+65) 6320 1374

Alan Lau
FX Strategist
alanlau@maybank.com
(+65) 6320 1378

Shaun Lim
FX Strategist
shaunlim@maybank.com
(+65) 6320 1371

Indonesia
Juniman
Chief Economist, Indonesia
juniman@maybank.co.id
(+62) 21 2922 8888 ext 29682

Myrdal Gunarto
Industry Analyst
MGunarto@maybank.co.id
(+62) 21 2922 8888 ext 29695

Fixed Income

Malaysia
Winson Phoon
Head, Fixed Income
winsonphoon@maybank.com
(+65) 6340 1079

Se Tho Mun Yi
Fixed Income Analyst
munyi.st@maybank-ib.com
(+60) 3 2074 7606

Sales

Malaysia
Zarina Zainal Abidin
Head, Sales-Malaysia, Global Markets
zarina.za@maybank.com
(+60) 03- 2786 9188

Singapore
Janice Loh Ai Lin
Head of Sales, Singapore
jloh@maybank.com.sg
(+65) 6536 1336

Indonesia
Endang Yulianti Rahayu
Head of Sales, Indonesia
EYRahayu@maybank.co.id
(+62) 21 29936318 or
(+62) 2922 8888 ext 29611

Shanghai
Joyce Ha
Treasury Sales Manager
Joyce.ha@maybank.com
(+86) 21 28932588

Hong Kong
Joanne Lam Sum Sum
Head of Corporate Sales Hong Kong
Joanne.lam@maybank.com
(852) 3518 8790

Philippines
Angela R. Ofrecio
Head, Global Markets Sales
Arofrecio@maybank.com
(+632 7739 1739)