

Global Markets Daily

Goldilocks PPI, RBNZ Cuts

Relief Rally

US bourses rose across the board after US PPI final demand came in slightly below estimates at +0.1% m/m vs. previous 0.2%. Ex food and energy PPI was flat. Year-on-year, PPI final demand softened to 2.2% y/y from previous 2.7% (revised higher). This was taken as a sign of disinflation making progress. Markets seem to assume that the CPI due tonight will also be one that is not too hot and not too cold. Consensus looks for core inflation to tick higher to 0.2% m/m from previous 0.1%. Year-on-year, core inflation is expected to ease to 3.2% from previous 3.3%. Should inflation turn out close to consensus, we can expect USD to continue to remain under pressure. Focus will then be shifted towards US retail sales for a gauge on private consumption and US' economic resilience.

RBNZ's Cuts 25bps as We Have Expected (Against Consensus)

RBNZ took its OCR lower by 25bps to 5.25%, in line with our expectations and against the consensus looking for a hold. The call was a close one though based on survey. NZDUSD fell towards the 0.60-figure. RBNZ sees average cash rate falling around 101bps by mid-2025 as recession is seen in 2Q-3Q this year. RBNZ pointed out that NZ's output gap was more negative than what was assumed in May. Orr will give his press conference at 11am (KLT/SGT). Our call for a cut was based on the fall of the CPI that drifts closer to the 1-3% target and the fact that there are also plenty of other indicators (PMI, house sales, jobless rate) that suggest economic activity is weakening. To a certain extent, a cut will not be that much of a surprise in light of the dovish pivot last month. Pullback could be shallow and could be a buying opportunity. The likely RBA-RBNZ policy divergence could lift AUDNZD towards 1.1030 and back above 1.11. Support at 1.0855.

Data/Event We Watch Today

We watch UK CPI, RPI, PPI. Eurozone 2Q GDP is due.

FX: Overnight Closing Levels % Change					
Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.0993	↑ 0.57	USD/SGD	1.3176	↓ -0.51
GBP/USD	1.2862	↑ 0.72	EUR/SGD	1.4485	↑ 0.06
AUD/USD	0.6634	↑ 0.73	JPY/SGD	0.8973	↓ -0.26
NZD/USD	0.6076	↑ 0.95	GBP/SGD	1.6949	↑ 0.26
USD/JPY	146.84	↓ -0.25	AUD/SGD	0.8742	↑ 0.23
EUR/JPY	161.42	↑ 0.32	NZD/SGD	0.8008	↑ 0.50
USD/CHF	0.8648	↓ -0.05	CHF/SGD	1.5235	↓ -0.46
USD/CAD	1.3706	↓ -0.28	CAD/SGD	0.9614	↓ -0.24
USD/MYR	4.4472	↓ -0.15	SGD/MYR	3.3618	↓ -0.04
USD/THB	34.994	↓ -0.42	SGD/IDR	11966.59	↓ -0.63
USD/IDR	15833	↓ -0.76	SGD/PHP	43.0549	↓ -0.54
USD/PHP	56.975	↓ -0.62	SGD/CNY	5.4323	↑ 0.26

Implied USD/SGD Estimates at, 9.00am

Upper Band Limit	Mid-Point	Lower Band Limit
1.3226	1.3496	1.3766

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G10: Events & Market Closure

Date	Ctry	Event
12 Aug	JP	Market Closure
14 Aug	NZ	RBNZ Policy Decision

AXJ: Events & Market Closure

Date	Ctry	Event
12 Aug	TH	Market Closure
15 Aug	PH	BSP Policy Decision
15 Aug	SK, IN	Market Closure

G10 Currencies

- **DXY Index - Slipped on Goldilocks PPI.** The DXY was last seen around 102.70. The greenback softened overnight on softer-than-expected PPI. US bourses rose across the board after US PPI final demand came in slightly below estimates at +0.1%*m/m* vs. previous 0.2%. Ex food and energy PPI was flat. Year-on-year, PPI final demand softened to 2.2%*y/y* from previous 2.7% (revised higher). This was taken as a sign of disinflation making progress. Markets seem to assume that the CPI due tonight will also be one that is not too hot and not too cold. Consensus looks for core inflation to tick higher to 0.2%*m/m* from previous 0.1%. Year-on-year, core inflation is expected to ease to 3.2% from previous 3.3%. Should inflation turn out close to consensus, we can expect the USD to continue to remain under pressure. Focus will then be shifted towards US retail sales for a gauge on private consumption and US' economic resilience. Back on the DXY index, spot at 102.60. Resistance remains at 103.56 (50% Fibonacci retracement of the Dec 2023- Apr 2024 rally) before 104.26. Support at 102.00. Data we watch for this week include Jul CPI, real average hourly earnings for Jul today. Thu has empire mfg for Aug, Jul retail sales, Philly Fed business outlook, Import/export price index for Jul along with Jul industrial production.

- **EURUSD - Near key resistance.** EURUSD was last seen at 1.0995 levels this morning, making another attempt to break the 1.10 key resistance. Pair earlier steadied after finding support at around 1.0880 and being resisted at around 1.1000. We see two-way risks for the EUR at these levels, despite fears fading, Fed bets are still rather dovish and USD has weakened further as one would expect in a Goldilocks (steady growth, benign inflation) scenario. Risk is that Fed cut bets could pare and USD could rebound. We look once again to buy EURGBP on dips as we continue to believe perceived central bank divergences should narrow and see value in fading the latest rally in the GBP. ECB are likely adopting a cautious approach despite having cut in the face of an uptick in inflation previously. We closely watch developments in French politics, namely who is chosen as the new PM although this is likely to happen on the conclusion of the Olympics as Macron had expressed a preference for. Nevertheless, broader events beyond EU politics should continue to drive the pair for now, such as the Eurozone's recovery trajectory. Eurozone data this week includes 2QP GDP, Employment, Jun Industrial production (Wed) and Jun Trade Balance (Fri).

- **GBPUSD - Buoyant.** GBPUSD trades higher at 1.2864 levels this morning. Pair seems buoyant as one would expect with the recovery in risk sentiment and the USD being weaker in a Goldilocks (steady growth, benign inflation) scenario. In addition, robust employment data trimmed market expectations for BOE rate cuts. We however, continue to see potential for 50bps cuts in 2024, which could keep the GBPUSD from rising much further. That said, we continue to monitor services inflation and wages, which is likely the BOE's sole source of discomfort, closely for more hints to their leanings for future meetings. We continue to suggest that GBP outperformance could moderate, although we are bullish on GBP in the longer-term. Talks of a re-negotiation of Brexit terms and warmer relations with the EU could provide GBPUSD support on dips. Starmer had dropped some hints on re-engaging the EU post-Brexit and positive outcomes could have significant upside for the pair. We look once again to buy EURGBP on dips as we continue to believe perceived central bank divergences should narrow and see value in fading the latest rally in the GBP. Back on the GBPUSD, resistances at 1.2800 and 1.2850. Supports are at 1.2700 and 1.2650. UK data this week includes Jul CPI/PPI/RPI Inflation (Wed), 2QP GDP, Jun Monthly GDP, Jun Industrial/Manufacturing Production, Jun Trade Balance (Thu) and Jul Retail Sales (Fri).

- **USDCHF - Steady.** USDCHF remains fairly steady at 0.8658 levels. Sentiment likely turned cautious ahead of the US CPI release on Wed. Not helping in the least is US officials' warnings that Iran will attack Israel which drove gold and oil prices higher. We continue to look for two-way movements for the pair. Of the traditional safe-havens, it does seem that only gold and CHF retain most of the safe-haven properties. Further rate cuts from SNB could pressure USDCHF higher and if a situation arises where it becomes the global funding currency of choice (like the JPY), then we could see more upside for USDCHF. Nevertheless, we do see USDCHF lower into quarters ahead alongside fading US economic exceptionalism and Fed rate cuts. Back on the chart, bias is to the downside but further decline could slow given that stochastics flag oversold conditions. Supports are at 0.8550 and 0.8500. Rebounds to meet resistance at 0.8680 and 0.8750 thereafter. Swiss data this week includes Jul Producer/Import Prices, 2QP GDP (Thu) and 2Q Industrial and Construction Output (Fri).
- **USDJPY - Steady, Markets Awaiting CPI, Two - Way Risks.** The pair was last seen at 147.09 as it continued to trade at around the same levels as in the last few sessions. Market expectations for a Sep cut has not changed much in the last few sessions with the futures implying 40bps of cuts. US CPI is due later and we are keeping a close eye on whether the number can surprise on the downside after yesterday's lower than expected PPI reading. A reading much lower than the estimates can go some way in guiding USDJPY lower although a number just around the expectations may have little impact. If the number comes out much stronger than estimates, then there could be a climb up in the pair. Back on the chart, resistance at 147.50, 150.00 and 152.00. Support at 145.37 and 140.25. Data-wise, we have 2Q GDP, Jun final IP due on Thu.
- **AUDUSD - Recovery Play.** AUDUSD was lifted once again in overnight trade on broader USD decline after US PPI turned out softer than expected. Positive risk sentiment also boosted the antipodean. AUDUSD was last seen around 0.6640. Momentum is bullish still. Pair has broken above the 0.6610-resistance and is about to rise above the next at 0.6630 towards 0.67. Labour market report is the next key data for Australia this week, as well as US CPI and China's activity data. Afterall, the recent AUD decline was triggered by China's Jun data which surprised to the downside. At home, with RBA being perceived as hawkish and still likely to remain one of the last to start easing, we remain constructive on the AUD. As we have mentioned before, AUDUSD could take time to form a bottom as global growth recovery is now in question. We still see room for upside for the AUD, potentially back towards 0.67. Key support is seen around 0.6470. Resistance is seen around 0.6609 before the next at 0.6640 (50-dma). Data-wise from home, we have consumer inflation expectation for Aug along with Jul labour report on Thu.
- **NZDUSD - Rising Wedge.** NZDUSD gave back its overnight gains and last seen around 0.6040. The double bottom around 0.5850 is compelling but near-term, a rising wedge has caught my attention and this coincides with the RBNZ decision. RBNZ took its OCR lower by 25bps to 5.25%, in line with our expectations and against the consensus looking for a hold. The call was a close one though based on survey. NZDUSD fell towards the 0.60-figure. RBNZ sees average cash rate falling around 101bps by mid-2025 as recession is seen in 2Q-3Q this year. Output gap was more negative than what was assumed in May. Orr will give his press conference at 11am (KLT/SGT). Our call for a cut was based on the fall of the CPI that drifts closer to the 1-3% target and the fact that there are also plenty of other indicators (PMI, house sales, jobless rate) that suggest economic activity is weakening. To a certain extent, a cut will not be that much of a surprise in light of the dovish pivot last month. Pullback could be shallow. The likely RBA-RBNZ policy divergence could lift AUDNZD towards 1.1030 and back above 1.11. Support at 1.0855. As for the NZD, pullbacks to potentially meet support at

0.6000 before 0.5970 and we see them as buying opportunities as we continue to look for global growth to gain a tad more traction and the US to soft land. Resistance at 0.6050 to eye before 0.6070 (50-dma) and then at 0.6200. Ultimate key support at 0.5850. Week ahead has RBNZ decision on Wed. We look for a 25bps cut. Thu has food prices for Jul and card spending. Fri has BusinessNZ Mfg PMI.

- **USDCAD - *Still Falling*.** USDCAD slid and was last seen around the 1.37-figure. Bullish momentum is fading and stochastics show signs of falling from overbought conditions. Our call for a pullback has come to fruition almost completely. A break of the current support around 1.3720 would open the way towards 1.3600. Last week, BOC officials revealed in its summary of deliberations last week that the governing council spent “considerable time” to discuss the state of the labour market as further deterioration could dampen consumption and weigh on growth and inflation. That underpins the decision for a back-to-back cut on 24 Jul. Week remaining has wholesale sales ex petroleum for Jun and Jul existing home sales on Thu. Jul housing starts and Jun mfg sales are due Fri.
- **Gold (XAU/USD) - *Not much momentum*.** Gold was unable to break above the 2480-resistance. The bullion last printed 2464. Prices could remain within the 2360-2480 range. Dips are likely to see bargain hunters. We remain constructive on the gold given geopolitical risks but prefer to buy on deeper pullbacks before towards 2367 (50-dma) before the next at 2290. Any sign of geopolitical escalation (middle east tensions) could give gold a nudge higher. However, the converse is also true. Without fresh cue, action could remain largely within 2360-2480.

Asia ex Japan Currencies

SGDNEER trades around +2.00% from the implied mid-point of 1.3437 with the top estimated at 1.3168 and the floor at 1.3705.

- **USDSGD - Two-way risks.** USDSGD was lower at 1.3168 levels this morning as USD weakness resumed. The resumption of USD weakness has contributed to SGDNEER strength and we are right where band edge of our model is, underscoring elevated intervention risks. Earlier MAS held as expected and reiterated they see that price gains will slow “further to around 2% in 2025”. They lowered their inflation forecast this year to 2% - 3% from 2.5% - 3.5% whilst they expect economic growth to come out closer to the upper half of 1% - 3% this year. Broadly this is in line with final 2Q GDP growth released yesterday which came in line with flash estimate at 2.9% YoY. Our economists see bright spots in Finance, Infocomm and Trade-Related services. MTI also narrowed the forecast range to 2% to 3% (prev: 1% to 3%). Our economists forecast full year growth at 3%, the upper end of the MTI range. SGD remains resilient after MAS’ hold, and the trade-weighted SGDNEER is stronger at +2.00% above the mid-point this morning. MAS policy continues to be supportive of SGD strength and we look for the resilience to continue. Although the SGD is still subject to broader drivers, we expect it to hold up better than other currencies in times of USD-strength. At the same time, it is unlikely to outperform in times of USD-weakness. Long-term view is still for USDSGD to go lower. MAS appears to be in no hurry to ease, especially not when growth and inflation outcomes are essentially in line with their expectations. MAS Chief Economist seems to have hinted at MAS not being able to ease as easily as an interest rate regime in his speech on monetary policy. We think that the SGDNEER outperformance could taper as Fed cuts come in, although we do not expect SGDNEER to tank. In the medium -term, we remain positive on the SGD given robust macro fundamentals and a monetary policy that has an appreciating currency as a default stance. Resistance at 1.3200 and 1.3300. Supports are 1.3150 and 1.3100. SG data releases this week include Jul NODX/Electronics Exports (Fri).
- **SGDMYR - Lower.** Cross was lower at 3.3567 levels this morning as the USD weakened and MYR outperformance resumed. Support at 3.3553 with the next support at 3.3032. Resistances at 3.40 and 3.45 levels.
- **USDMYR -Lower, Ranged.** Pair was last seen at 4.4268 as it moved lower in line with the decline in UST yields with the release of US PPI that was below expectations. As a whole, the pair is still trading within a range of 4.4000 - 4.5000. For now, we await the release of US CPI although a number just around estimates may not have much impact on the EM FX space. However, any reading that is much lower than expectations can go some way in supporting the EM FX more. We note that there is more positive idiosyncratic optimism towards the MYR amid the government reforms (diesel subsidy rationalization), better than expected growth and more foreign investor interest. Also, authorities leading coordinated conversions by GLCs/GLICs into local currency has given much support to the currency. BNM likely to keep rates on hold can also be giving MYR support at a time when we talk about easing elsewhere about the Fed and globally. External events especially those related to the US, China and Japan are likely to remain the key drivers going forward. Back on the chart, support at 4.4000 and 4.3800. Resistances are at 4.5000 and 4.5500. Key data for Malaysia this week includes 2Q Current Account and 2Q GDP (Fri).
- **USDCNH - Now in Two-way trades.** USDCNH was last seen around 7.1520. USDCNY is fixed at 7.1415, higher than the previous 7.1479. There are two-way risks for the yuan at this point from China’s own Jul data given low expectations already, US’ data that could unwind the aggressive dovish bets on the Fed (we saw that on ISM services) and potentially from Powell at

Jackson Hole. The range where the yuan could trade could be wide within 7.14-7.20. In news, there are rumours of PBoC potentially narrowing the interest rate corridor within which short-term interest rates can fluctuate. Data-wise, Jul credit data could be due anytime by Thu. FDI could be released anytime within the week. Thu would have 1Y MLF rate, home prices for Jul as well as other activity data. As the Fed starts its easing cycle, PBoC is no longer under pressure to defend the CNY against the USD, we see room for CNY to fall on a trade-weighted basis.

- **1M USDKRW NDF - Lower.** 1M USDKRW NDF was lower at 1358.54 levels this morning. Growth and inflation prints suggest that BOK should be in no hurry to ease to be growth supportive. BOK stood pat earlier, in line with our expectations. BOK has had a tendency to hold for an extended period before pivoting to a cut and this should provide KRW with some support. Tight Jul job market with unemployment falling to 2.5% (exp: 2.9%; prev: 2.8%) should support a BOK hold. Apart from upside risks on inflation, there could also be concerns about KRW weakness if they were to cut ahead of the Fed. KRW remains vulnerable as one of the lower yielders in the region. USDKRW spot has seen about a week of extended trading hours and we could see some volatility as market acclimates to this change in market structure. Extending trading hours is one of the initiatives to improve investor access to Korea and is in line with the strong push the government is making to get onto global bond indices. We see resistances at 1380 and 1400. Supports are at 1360 and 1340. Longer term we watch trade data for a possible bottoming of the chip/general trade cycle and AI exuberance, which could buoy the KRW. Risks for the KRW include issues with debt mainly related to the property sector, although at this stage signs do not point to wider contagion that could weigh on the KRW in line with BOK assessment. Upside risks for the KRW also exist if KGBs are included in the FTSE Russell WGBI, although it seems like Sep 2024 is the earliest possible inclusion date. We look for a possible recovery with the KRW one of the more stretched currencies in Asia. No further releases for South Korea this week.
- **USDINR 1M NDF - Steady.** USDINR 1M NDF remained broadly steady at 83.99 this morning. Recent carry trade unwind seems to be weighing on INR alongside a sell-off in Indian equities. RBI should still be able to keep INR relatively stable. RBI will likely keep rates on hold at least while Fed remains on hold as data releases continue to reaffirm that India experiences a satisfactory pace of growth. India's budget for the new fiscal year targets narrowing the budget deficit to 4.9% of GDP, which should be INR supportive. We look to see if India could continue to be an economic bright spark relative to the rest of the region. Back on the 1M USDINR NDF daily chart, rising wedge has formed which typically precedes a bearish pullback. Support at 83.65 (100 -dma) before the next at 83.55 (50 -dma). Data for the week ahead includes Jul Trade Balance, Jul Wholesale Prices (Wed) and 9 Aug FX Reserves (Fri).
- **1M USDPHP NDF - Lower.** The pair was last seen at 56.91 as it decline with the US PPI coming out lower than expectations. We await the release of US CPI although a reading around the estimates may not have as much impact given that it could be priced in already. However, a number that is much lower than expectations can still guide the pair lower. Although we do not rule out some further move lower depending on how the data pans out tonight, we see that the pair may consolidate before bouncing back up again. Momentum indicators are looking stretched on the downside at this point. We also await a BSP decision due on Thurs where we see that they are likely to stay on hold and delay initially expected rate cut at that meeting. The impact from the decision could be more limited given Governor Remolona had already previously implied the occurrence of such a delay. Back on the chart, support at 56.87 (200-dma) and 56.50.

Resistance is at 57.50 and 58.00. Key data and events this week includes BSP Policy Decision and Jun Overseas Remittances (Thu).

- **USDTHB - *Cautious***. Pair was last seen at 34.91 as it moved further lower with the US PPI coming out below expectations. The THB in some sense is being lifted by the possibility the BOT could stay on hold whilst the Fed may likely start to ease soon. Also, elevated gold prices look to also be supporting the THB. However, momentum indicators are looking quite stretch on the downside and we therefore cautious about how much lower the pair can go. We await the release of US CPI although a reading around the estimates may not have as much impact given that it could be priced in already. However, a number that is much lower than expectations can still guide the pair lower. Although we do not rule out some further move lower depending on how the data pans out tonight, we see that the pair may eventually bounce back up again. Domestically, there is also a crucial development due today as the Thai constitutional court would give out a verdict at 3pm local Thai time on whether PM Srettha violated “ethical standards” by appointing to the cabinet - former lawyer Pichit Chuenban. A not guilty verdict would mean PM Srettha can stay in his job and it would be business as usual although a guilty verdict would mean he and his cabinet would have to step down. We stay cognizant of risks related to this court case. Back on the chart, we watch if the pair can decisively hold below the support at 35.00 with the next after that at 34.83. Resistance is at 35.50 and 36.00 (around 200-dma). Data-wise, we have gross international reserves due on Fri.

Malaysia Fixed Income

Rates Indicators

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR ML 5/27	3.32	3.33	+1
5YR MO 8/29	3.49	3.50	+1
7YR MS 4/31	3.69	3.70	+1
10YR MT 11/33	3.78	3.77	-1
15YR MS 4/39	3.89	3.90	+1
20YR MX 5/44	4.04	4.04	Unchanged
30YR MZ 3/53	*4.18/4.14	4.16	Unchanged
IRS			
6-months	3.48	3.48	-
9-months	3.41	3.43	+2
1-year	3.35	3.38	+3
3-year	3.30	3.30	-
5-year	3.37	3.40	+3
7-year	3.48	3.49	+1
10-year	3.56	3.57	+1

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Source: Maybank

*Indicative levels

**Daily Trade Data: 1) Government bonds and 2) PDS/corporate bonds

- MYR government bonds had a slow session, with most participants staying on the sidelines, awaiting key US inflation data which would be cues to the Fed's next move. Flows were minimal, with some selling in the front end to the belly of the curve, including the 10y bonds. The benchmark curve closed mixed, with minimal changes of +/-1bp.
- MYR IRS edged 1-3bps higher, with decent paying interest late in the session, despite US rates moving lower overnight due to geopolitical risk aversion. 3M KLIBOR remained unchanged at 3.54%, while profit-taking in onshore government bonds near the close likely supported the IRS for the day. Trades included the 2y IRS at 3.30% and 5y IRS at 3.37% and 3.39%.
- PDS market had a quiet session, with most activity concentrated in the GG space. Danainfra and Prasarana spreads tightened by 1bp, while MRL 7/36 traded at MTM level. AAA bonds traded mixed; long-tenor TNB bonds and CIMB Islamic 3/34 moved 1-2bps higher, while JCorp 6/27 lowered 2bps. In the AA1/AA+ space, UMW Holdings 11/26 traded at MTM level. AA3/AA-Edra 7/26 traded at MTM level for MYR60m, and UEM Sunrise 9/30 traded 3bps higher for MYR40m.

Singapore Fixed Income

Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	2.81	2.78	-3
5YR	2.81	2.75	-6
10YR	2.87	2.81	-6
15YR	2.90	2.86	-4
20YR	2.93	2.88	-5
30YR	2.95	2.91	-4

Source: MAS (Bid Yields)

- UST yields were slightly lower overnight, amid escalating geopolitical tensions in the Middle East and ahead of inflation reports. In line with the UST movement, SGS traded firmer with yields down by 3-6bps across the curve, led by the belly segment. All eyes on the US PPI print and a speech by Fed's Bostic.

Indonesia Fixed Income

Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Latest Day's Close	Change
1YR	6.56	6.52	(0.04)
2YR	6.61	6.59	(0.02)
5YR	6.65	6.64	(0.02)
7YR	6.86	6.82	(0.04)
10YR	6.80	6.78	(0.02)
20YR	6.95	6.93	(0.02)
30YR	7.00	6.99	(0.01)

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* Source: Bloomberg, Maybank Indonesia

- Most Indonesian government strengthened yesterday, driven by a relative conducive investment environment on the local bond market. On the global side, most investors seemed having strong expectation for incoming moderate pressures on the U.S. CPI inflation at 3.00% YoY in Jul-24. A moderate pressure on the U.S. CPI inflation pressures will give more investors' confidences for incoming dovish monetary decision by the Federal Reserve. On the local side, we saw the positive developments on both latest of Indonesian fiscal condition and the car sales. The government's fiscal deficit ratio kept being manageable at 0.41% of GDP (Rp93.4 trillion) in 7M24 amidst aggressive spending for fulfilling high demand of fuel subsidy, social safety net program, national infrastructure program, and routine payment for the state apparatus. Then, the new car sales also kept stable from 74,623 units in Jun-24 to be 74,160 units in Jul-24. We expect Indonesian new car sales to be more impressive after further lower lending rate environment and more affordable of the new models & brands of electric cars that have various tax incentives from the government.
- Yesterday, the Indonesian government successfully met its indicative target by Rp8 trillion on its latest Sukuk auction. However, we saw a relative modest investors' enthusiasm for participating this auction, as shown by Rp17.97 trillion of total investors' incoming bids. It seemed that investors are still on "wait & see" mode for incoming release of U.S. CPI inflation result. PBS032 became the most attractive for the investors at yesterday's auction, with Rp5.01 trillion of investors' total incoming bids and range of investors' asking yields around 6.57000% - 6.80000%. Then, the government only absorbed Rp1 trillion for investors' total incoming bids and awarding 6.66988% of weighted average yield for PBS032.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.1055	148.48	0.6676	1.2943	7.1966	0.6123	162.4400	98.3160
R1	1.1024	147.66	0.6655	1.2903	7.1723	0.6100	161.9300	97.8640
Current	1.0992	146.53	0.6629	1.2861	7.1478	0.6038	161.0600	97.1280
S1	1.0938	146.31	0.6596	1.2792	7.1344	0.6035	160.7800	96.8440
S2	1.0883	145.78	0.6558	1.2721	7.1208	0.5993	160.1400	96.2760
	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3280	4.4794	15978	57.4277	35.2520	1.4517	0.6244	3.3838
R1	1.3228	4.4633	15905	57.2013	35.1230	1.4501	0.6230	3.3728
Current	1.3169	4.4305	15700	56.9300	34.9640	1.4474	0.6199	3.3649
S1	1.3145	4.4338	15792	56.8593	34.9210	1.4456	0.6191	3.3516
S2	1.3114	4.4204	15752	56.7437	34.8480	1.4427	0.6167	3.3414

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

Policy Rates

Rates	Current (%)	Upcoming CB Meeting	MBB Expectation
MAS SGD 3-Month SIBOR	3.8000	Oct-24	Neutral
BNM O/N Policy Rate	3.00	5/9/2024	Neutral
BI 7-Day Reverse Repo Rate	6.25	21/8/2024	Neutral
BOT 1-Day Repo	2.50	21/8/2024	Neutral
BSP O/N Reverse Repo	6.50	15/8/2024	Neutral
CBC Discount Rate	2.00	19/9/2024	Neutral
HKMA Base Rate	5.75	-	Neutral
PBOC 1Y Loan Prime Rate	3.35	-	Easing
RBI Repo Rate	6.50	9/10/2024	Neutral
BOK Base Rate	3.50	22/8/2024	Neutral
Fed Funds Target Rate	5.50	19/9/2024	Neutral
ECB Deposit Facility Rate	3.75	12/9/2024	Neutral
BOE Official Bank Rate	5.00	19/9/2024	Neutral
RBA Cash Rate Target	4.35	24/9/2024	Neutral
RBNZ Official Cash Rate	5.25	14/8/2024	Neutral
BOJ Rate (Lower bound)	0.00	20/9/2024	Tightening
BoC O/N Rate	4.50	4/9/2024	Neutral

Equity Indices and Key Commodities

	Value	% Change
Dow	39,765.64	1.04
Nasdaq	17,187.61	2.43
Nikkei 225	36,232.51	3.45
FTSE	8,235.23	0.30
Australia ASX 200	7,826.84	0.17
Singapore Straits Times	3,258.57	0.72
Kuala Lumpur Composite	1,609.52	0.18
Jakarta Composite	7,356.64	0.81
Philippines Composite	6,650.44	0.56
Taiwan TAIEX	21,796.57	0.11
Korea KOSPI	2,621.50	0.12
Shanghai Comp Index	2,867.95	0.34
Hong Kong Hang Seng	17,174.06	0.36
India Sensex	78,956.03	-0.87
Nymex Crude Oil WTI	78.35	-2.14
Comex Gold	2,507.80	0.15
Reuters CRB Index	276.33	-1.14
MBB KL	10.20	0.00

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