Maybank

Macro | FX Research & Strategy

Global

Global Markets Daily

DXY Declines, Limited Moves Elsewhere

DXY Decline, No Major Directional Move in Other Parts

Overnight, there were not exactly any strong directional moves in the general overall market as investors could be awaiting still for further key events and data this week. In particular, we have the Nvidia earnings that would be due today (Wed US time, Thurs SG time), which is seen as a key bellwether for the AI sector. The strong performance of AI has fueled the strong general equity market sentiment and in turn can have some spillover effect on the currencies. Any disappointment in earnings can potentially dent the positive broader market risk sentiment. However, expectations are strong for the firm and if it can beat, this can still help support the broad market risk appetite. Wild swings are a possibility too and we are wary of the impact it can have on other asset classes. We do take note that the DXY was an exception yesterday as it continued to decline with the release of better than expected US consumer confidence data that helped back the thesis for Fed cuts and a US soft landing. At time of writing, it is testing the key support level at 100.62. However, it is difficult to see if the DXY can decline much further as there eventually could be some pare back in the Fed rate cut expectations (markets pricing in 100bps by year end) given US data, particularly jobs may not drop sufficiently to push the Fed to cut so aggressively. We would not rule out the possibility that the DXY can keep above the support and just trade sideways before any rebound. USDAsian pairs are likely to continue to take cue from the DXY, making downside too limited and sideway trading possible near term.

Oil Prices Pullback After Recent Strong Climb

A recent rally in oil prices came to a halt with Brent and WTI both falling by over 2% yesterday after having climbed by more than 7% in the prior three sessions. There could be technical reasons behind the pullback as prices fail to break the 200-dma, leading to traders taking profit. On the other hand, markets may be thinking the recent move is overdone given continued weakness in China's economy whilst the US also is seeing softening. Even so, geopolitical concerns linger. Libya's eastern government has declared force majeure on all oil fields, terminals and facilities with the production of the El-Feel field reportedly being the first to stop. Tensions between Israel and Hezbollah remains even as the two sides have said that they have concluded military operations for now. We stay wary of oil prices and the impact it can have on oil importing Asian FX such as THB, IDR and PHP.

Data/Event We Watch Today

This includes GE Sep GfK consumer confidence, PH Jul budget balance

FX: Overnight Closing Levels % Change

Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.1184	0.21	USD/SGD	1.3011	-0.23
GBP/USD	1.3261	0.55	EUR/SGD	1.4552	-0.01
AUD/USD	0.6793	0.31	JPY/SGD	0.9038	0.18
NZD/USD	0.6252	0.77	GBP/SGD	1.7254	0.33
USD/JPY	143.96	-0.39	AUD/SGD	0.8838	0.09
EUR/JPY	161.02	-0.18	NZD/SGD	0.8137	0.58
USD/CHF	0.8416	-0.67	CHF/SGD	1.5462	0.47
USD/CAD	1.3444	-0.32	CAD/SGD	0.9678	0.10
USD/MYR	4.348	-0.02	SGD/MYR	3.3349	-0.10
USD/THB	34.07	0.28	SGD/IDR	11878.81	0.22
USD/IDR	15495	0.42	SGD/PHP	43.1164	0.26
USD/PHP	56.248	-0.15	SGD/CNY	5.4749	0.22

Implied USD/SGD Estimates at, 9.00am

Upper Band Limit	Mid-Point	Lower Band Limit
1.3010	1.3276	1.3542

Analysts

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

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

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

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

G10: Events & Market Closure

Date	Ctry	Event
26 Aug	UK	Market Closure

AXJ: Events & Market Closure

Date	Ctry	Event
26 Aug	CH	1Y MLF Policy Decision
26 Aug	PH	Market Closure
26 Aug	IN	Market Closure

SEE PAGE 14 FOR IMPORTANT DISCLOSURES AND ANALYST CERTIFICATIONS

G10 Currencies

- **DXY Index – *Falling Wedge*, *Rebound Risks*.** The DXY index slipped overnight on buoyant sentiment. UST yields were knocked off intra-day highs (10y yield now seen around 3.80% and 2Y at 3.86%) after the release of the FHFA house price which recorded a decline of -0.1%m/m in Jun from 0.0% previously, adding to the picture of disinflation. When it comes to growth, the data was a tad mixed - Conf. board consumer confidence rose to 103.3 in Aug from previous 101.9 and Dallas Fed Services activity clocked a smaller decline -7.7 in the same month vs. previous -0.1. Meanwhile, Richmond Fed Mfg index on the other hand fell -19 in Aug vs. previous -17. Back on the DXY index, a break of the 100.62-support could open the way towards 99.60. However, conditions are increasingly stretched to the downside and bearish momentum is waning. On top of that, a falling wedge has formed which typically precedes a bullish retracement. We think it is more likely for consolidative action to take hold within 100.60-101.50. Data-wise, Thu has secondary 2Q GDP print. Fri has Jul personal income, spending as well as core PCE price index for Jul. MNI Chicago PMI for Aug will also be released. Eyes are also on Nvidia, being the AI leader of the “Magnificent Seven” is seen as the bellwether of broader index performance. Afterall, 35% of the S&P is concentrated in the “Magnificent Seven” and with these stocks contributing the bulk gains of equities, there is a fear of a more significant correction in the S&P 500, driven by the fall of these few shares.

- **EURUSD – *Above 1.11 figure*.** EURUSD continues to trade above the 1.11 figure, slightly higher at 1.1179 this morning. The backdrop is favourable for USD softness as the case for a Goldilocks/soft-landing scenario continues to build. However, we still recognize that the risk of a reversal in the USD rises as the USD softens. Given how dovish Fed cut bets are at this point, one risk Is that Fed cut bets could pare and USD could rebound. At the same time, we view rebounds in the USD (lower EURUSD) as opportunities to sell the USD (buy EURUSD). 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 be drive the pair for now, such as the Eurozone’s recovery trajectory. Support is at 1.1150 and 1.1100, resistance at 1.1200 and 1.1250. Eurozone data this week includes Jul Money Supply, Aug Consumer/Services/Industrial/Economic Confidence (Thu), Aug CPI Inflation and Jul Unemployment Rate (Fri).

- **GBPUSD – *Higher*.** GBPUSD trades higher at 1.3258 levels this morning. Options are showing that the market is most bullish GBP since 2020 with 1M risk reversals trading at seven basis points (calls over puts). As the backdrop of a soft landing/Goldilocks scenario builds, conditions become more favourable for GBP strength (and USD weakness). However, BOE is priced as the most hawkish DM central bank at this point and that is providing the GBP some lift. We continue to see potential for 50bps cuts in 2024, which could keep the GBPUSD from rising much further. Services inflation, the main source of discomfort for the BOE, has come off in the latest print. We think risks are two-way at this juncture, although we continue to suggest that GBP outperformance could moderate in the near-term while remaining 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 1.3300 and 1.3350. Supports are at 1.3250 and 1.3200. UK data this week includes Aug Lloyds Business Barometer, Aug Nationwide House Px, Jul Mortgage Approvals and Jul Money Supply (Fri).

- **USDCHF - *Lower.*** USDCHF trades lower at 0.8421 levels this morning. We continue to look for two-way movements for the pair with SNB also on a somewhat dovish tilt. Of the traditional safe-havens, it does seem that gold and CHF retain most of the safe-haven properties, with the JPY being pressured by yield differentials. 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. Supports are at 0.8450 and 0.8400. Rebounds to meet resistance at 0.8500 and 0.8550 thereafter. Swiss data this week includes Aug UBS Survey Expectations (Wed), Aug KOF Leading Indicator (Fri).

- **USDJPY - *Sideways, Likely Ranged*.** The pair was last seen at 144.23. BOJ Deputy Governor Ryota Himino comments did not appear quite that hawkish even though he is seen leaning that way generally. He noted that "if prices are expected" then easing can occur and that it is difficult to pinpoint a specific neutral rate. He also mentioned that financial and capital markets remain unstable and that they need monitor markets "with utmost vigilance". USDJPY did bounce up from its lows this morning but it is still around recent levels. We have been calling that it will trade sideways this week and so far it looks to be the case. Overall, it could still remain within a range between 144.00 - 150.00. Crucially, this week, we are awaiting the core PCE data where the increase should be little changed on a monthly basis and it may not necessarily move the pair substantially. More focus would likely be placed on US jobs data and other indicators such as retail sales to see the extent to which the economy can hold up as inflation comes down. There is also Tokyo CPI due later this week where it could move little and not exactly derail the BOJ's tightening path. Back on the chart, support at 143.60 with the next level after that at 140.25. Resistance at 150.00 and 152.00. Remaining key data releases this week include Jul jobless rate and job-to-applicant ratio (Fri), Aug Tokyo CPI (Fri), Jul P IP (Fri), Jul retail sales (Fri), Jul dept store, supermarket sales (Fri) and Jul housing starts (Fri).

- **AUDUSD - *Double Topped*.** AUDUSD hovered around 0.6790, underpinned by the buoyant sentiment overnight and the decline of the USD. Key resistance at 0.6799 (Jun high) remains intact. We watch to see if the bearish double top price formation could play out. Australia's CPI was the the first test. Expectations are for the CPI to slow to 3.4%y/y in Jul from previous 3.8% but the actual print was a tad firmer at 3.5%y/y. The trimmed mean measure for Jul slowed to 3.8%y/y from previous 4.1%. That lifted the AUD above the 0.68-figure briefly and it is now back under the figure again. On the daily chart, stochastics are increasingly overbought but momentum is still bullish. We cannot rule out a technical pullback towards 0.6696. Given RBA's hawkish comments, AUD could still be vulnerable if upcoming data turns out to be softer or if broader risk sentiment sours. Right now cash rate futures suggest only one cut is being priced in. Beyond the near-term, we still hold a glass half full view of the world where global growth is more likely to soft land and bottom out as major central banks (ex BoJ) start to ease monetary policies. Support at 0.6655 before 0.6610. Week ahead has construction work done in 2Q, Jul CPI on Wed. Thu has private capex for 2Q and Jul retail sales on Fri.

- **NZDUSD - *Bearish Risks*.** NZDUSD rose further overnight and was last seen around 0.6250, edging lower from morning open. Pair has been buoyed by rising dairy prices. The last auction saw dairy prices rising to 23-month high. Still, we are wary of bearish risks. Recent price action has also formed a rising wedge though but apex is still far away at around 0.6400 but that does not mean that the pair can rise as high in the near-term. Resistance at 0.6250 before the next at 0.6370. Support at 0.6170 before 0.6110. We see risks of the pair turning lower. Data-wise, we have Jul filled jobs due on Wed. Thu has ANZ activity outlook, business confidence for Aug. Consumer confidence for Aug will be out on Fri along with building permits.

- **USDCAD – *Bearish*.** USDCAD was last seen around the 1.3450. Momentum is bearish still but stochastics show signs of turning from oversold conditions. Support at 1.3470 (61.8% Fibonacci retracement of the Dec-Aug rally) is broken and the next at 1.3420 is eyed before 1.3360. Rebounds to meet resistance at 1.3560 before 1.3650. Statistics Canada's latest survey revealed that cost pressures have eased but businesses still face challenges linked to inflation, costs of borrowing and debt burden. That said, optimism has returned to businesses in Canada.

- **Gold (XAU/USD) – *Rising Wedge*, *Bearish Risks Still Loom*.** Gold was little moved, last printed $2521 this morning. Momentum is mildly bullish bias but a rising wedge has also formed with apex around 2651. We also spot a bearish divergence between the price action and the MACD forest. Stochastics are plateauing as well in overbought conditions. As such, we see potential for gold to pull back. Resistance is still seen at 2530 and a pullback could potentially bring the bullion towards 2407 (50-dma) before 2375 (100-dma). Any sign of geopolitical escalation (Middle-East tensions) could give gold a nudge higher.

Asia ex Japan Currencies

SGDNEER trades around +1.91% from the implied mid-point of 1.3276 with the top estimated at 1.3010 and the floor at 1.3542.

- **USDSGD - Two-way risks.** USDSGD was higher at 1.3023 levels this morning, with SGDNEER remaining close to the 2% band edge. We highlight that the bilateral USDSGD can continue to decline so as long as the SGD does not outperform on a trade-weighted basis. Standout SGD outperformance would raise the risk of MAS intervention. The case for a Goldilocks/soft landing scenario continues to build, which weighs on the USD. Singapore's own growth and inflation trajectory is somewhat in line with this narrative as growth is healthy and inflation is coming off. SGD remains resilient after MAS' hold, and the trade-weighted SGDNEER is at +1.91% 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 1.3050 and 1.3100. Supports are 1.3000 and 1.2950. Data due this week includes Jul Money Supply (Fri).

- **SGDMYR - *Lower*.** Cross was relatively lower at 3.3383 levels this morning. Risks are two-way as we believe rebounds are possible as pair gets stretched. At the same time, the soft-landing narrative favours the MYR more than the SGD. Support at 3.3300 with the next support at 3.3000. Resistances at 3.3500 and 3.3700 levels.

- **USDMYR - *Steady.*** Pair was last seen at 4.3475 as it continued to trade around levels seen yesterday. We note that there is more positive idiosyncratic optimism towards the MYR amid the government reforms (diesel subsidy rationalization), strong 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, we watch if it can decisively hold below the support at 4.3602 with the next level after that at 4.2250. Resistances are at 4.4439 and 4.5000. There are no key data releases this week.

- **USDCNH - *Eyes on Key Support at 7.10 before 7.0838*.** USDCNH was last seen around 7.1255. USDCNY reference rate is fixed at 7.1216, lower than the prev. fix of 7.1249. The direction of the fix remains broadly in line with market forces after USD staged a rebound yesterday on stronger US durable goods order. The fix is still 6 pips lower than the median estimate, offering little signal at this point. We suspect PBoC is also confident of a USD rebound soon that could lead the USDCNH higher anyway. USDCNH trades with a downside bias now with the 7.10-figure now closely eyed as a key support before the next at 7.0838 (Aug low). CFETS TWI had dropped 2.15% from its high in Jun and we continue to see more room for it to fall. USDCNH could consolidation within the 7.11-7.20 range. There has been talks of yuan carry trade unwinding and the repatriation of foreign currencies held by US corporates overseas. However, it is hard to see the allure of any Chinese assets at home that can give a higher return vs. the multitude of alternatives found overseas that could nudge corporates into such a move.

- **1M USDKRW NDF - *Rebounds*.** 1M USDKRW NDF rebounds and is higher at 1330.46 levels this morning. As we expected, and as widely anticipated by markets, the BOK stood pat, unsurprising given their penchant to hold for an extended period before pivoting to a cut. BOK remains concerned about upside risks to inflation and potential overheating of the property sector on rate cuts. Tight Jul job market with unemployment falling to 2.5% (exp: 2.9%; prev: 2.8%) is also supportive of a BOK hold. Apart from the aforementioned concerns, there could also be concerns about KRW weakness if they were to cut ahead of the Fed. KRW has been one of the best performers as the soft landing/Goldilocks narrative gathers steam. This is in line with our view expressed in the 15 Aug FX Insight (Opportunistic FX Plays Beyond Recent Market Volatility), where we see that KRW and TWD could play catch up as recession fears and growth concerns fade and as monetary policy settings become less restrictive. We see resistances at 1340 and 1350. Supports are at 1320 and 1300. Longer term we watch trade data for a possible bottoming of the chip/general trade cycle and AI exuberance, which could buoy the KRW. 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. South Korea data this week includes Jul Industrial Production and Cylical Index Leading Change (Fri).

- **USDINR 1M NDF - *Steady*.** USDINR 1M NDF was relatively steady at 84.01 this morning. The INR has yet to meaningfully retrace carry trade unwind losses even as recession fears fade and the case for a soft landing/Goldilocks scenario builds. 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. Support at 83.65 (100 -dma) before the next at 83.55 (50 -dma). Data for the week ahead includes Jul Fiscal Deficit, Jul Eight Infrastructure Industries, 2Q GDP and 23 Aug FX Reserves (Friday).

- **1M USDIDR NDF - *Sideways, Cautious*.** Pair was last seen at 15537 as it traded around levels seen yesterday. We are more inclined to believe the pair could trade sideways for the rest of this week before some retracement upwards as US data is less likely to support aggressive rate cuts so soon. For this week, externally, there is core PCE data where the increase could be little changed on a monthly basis and it may not necessarily move the pair substantially. More focus would likely be placed on US jobs data and other indicators such as retail sales to see the extent to which the economy can hold up as inflation comes down. Domestically, we continue to keep a close eye on the political situation and any related developments. Back on the chart, resistance is at 15777 and 15893 (200-dma). Support at 15318 and 15000. There are no key data releases this week.

- **1M USDPHP NDF - *Steady, Cautious*.** The pair was last seen at 56.27 as it traded around levels seen yesterday. We are more inclined to believe the pair could trade sideways for the rest of this week before some retracement upwards as US data is less likely to support aggressive rate cuts so soon. For this week, externally, there is core PCE data where the increase could be little changed on a monthly basis and it may not necessarily move the pair substantially. Domestically, there are little drivers for now as BSP cuts cumulatively for 50bps this year are expected and would likely fall in line with the Fed easing. Back on the chart, support at 56.21 with the next after that at 55.27. Resistance is at 56.89 and 57.50. Meanwhile, Jul budget balance out this morning is still in deficit albeit narrower at -PHP28.8bn (Jun. -PHP209.1bn). Remaining key data releases this week include Jul bank lending (Fri) and Jul M3 money supply (Fri).

- **USDTHB – *Hovering around 34.00, Cautious*.** Pair was last seen at 33.96 as it continues to test the 34.00 level. We are less inclined to believe that the USDTHB can see much further downside and instead stay cautious of the possibility of a rebound. High gold prices which have been supporting the THB can risk pulling back as they hover near record levels. US data we believe is also less likely to point to aggressive rate cuts so soon. Momentum indicators are also stretched on the downside. Back on the chart, support is at 34.00, 33.61 and 33.00. Resistance at 34.50 and 35.00. Meanwhile, on the political front, Palang Pracharath Party, which has 40 lawmakers will no longer be part of the governing coalition. The coalition still has a majority although the development can somewhat delay the formation of the new cabinet. Economic data wise, Jul customs trade balance saw a wider than expected deficit at -$1370m (est. -$50m, Jun. $218m) which can be seen as a negative factors for the currency. Remaining key data releases this week include Jul BoP CA and overall balance (Fri), Jul trade data (Fri) and 23 Aug gross international reserves/forward contracts (Fri).

- **USDVND – *Finding Support*.** USDVND slipped this morning and was last printed 24824 this morning, after falling rather sharply yesterday. Resistance is seen around 25100 while support is seen at 24810. In news from home, new Communist Party Chief To Lam will renounce his role as President and the National Assembly will vote on a candidate in Oct.

Malaysia Fixed Income

Rates Indicators

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR ML 5/27	3.34	3.34	Unchg
5YR MO 8/29	3.48	3.48	Unchg
7YR MS 4/31	3.68	3.68	Unchg
10YR MT 11/33	3.78	3.78	Unchg
15YR MS 4/39	*3.91/3.89	*3.91/3.89	Unchg
20YR MX 5/44	*4.06/4.04	*4.06/4.04	Unchg
30YR MZ 3/53	4.18	4.18	Unchg
IRS			
6-months	3.48	3.50	+1
9-months	3.42	3.42	-
1-year	3.39	3.39	-
3-year	3.32	3.33	+1
5-year	3.39	3.40	+1
7-year	3.48	3.48	-
10-year	3.58	3.59	+1

Source: Maybank
**Indicative levels*
***Daily Trade Data: 1) Government bonds and 2) PDS/corporate bonds*

- The government bond market was relatively quiet with the benchmark MGS curve unchanged for the day. Trading activities skewed toward off-the-run papers for yield pick-up while the benchmark bonds saw muted interest with many tenors seeing volumes below standard size. The key focus today is the 10y MGS auction. WI was last quoted at 3.78/3.74%.

- MYR IRS levels drifted 0.5-1.5bp higher with light paying interest in the 5y. The intraday tone was set by US rates market, which bounced higher. 3M KLIBOR was unchanged at 3.53%. 5y IRS traded at 3.395% and 3.40%.

- In GG space, Danainfra and Prasarana long-tenor bonds traded range-bound. AAA PLUS 1/31 traded 1bp lower in yield, Putrajaya Holdings 5/26 and Cagamas 3/25 traded at MTM. Energy sector names reversed the heavy buying activity earlier this month, seeing spread 2-5bp wider, specifically TNB, Sarawak Energy and Sarawak Hidro. AA1/AA+ YTL 6/28 was dealt at MTM. AA3/AA- Point Zone 3/33 and Penang Port 12/29 spread tightened 1bp. Outperformer of the session was Danum Capital 6/25, trading 4bp lower with MYR65m exchanged. In single-A space, DRB Hicom and Sunsuria traded in odd amount.

Analysts

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

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

Singapore Fixed Income

Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	2.65	2.66	+1
5YR	2.64	2.65	+1
10YR	2.71	2.74	+3
15YR	2.77	2.80	+3
20YR	2.83	2.86	+3
30YR	2.83	2.85	+2

Source: MAS (Bid Yields)

- SGS reversed the gains in the prior session with yields 1-3bp higher across the curve. The overnight SORA remained stable in 3.20-3.25% area. The OIS curve shifted 5bp higher on parallel move. 5y swap spread (vs SGS) narrowed slightly to -25bp.

Indonesia Fixed Income

Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Latest Day's Close	Change
1YR	6.50	6.62	0.12
2YR	6.55	6.54	(0.01)
5YR	6.51	6.53	0.01
7YR	6.69	6.69	(0.00)
10YR	6.62	6.63	0.01
20YR	6.80	6.81	0.01
30YR	6.87	6.85	(0.02)

** Source: Bloomberg, Maybank Indonesia*

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

- Most Indonesian government bonds slightly corrected as the market players took profit taking actions amidst relative silent sentiments from both domestic and global sides yesterday. The investors currently are on "wait & see" mode for witnessing the latest domestic social economic conditions and incoming result of U.S. PCE inflation. On the other side, the government successfully absorbed Rp8 trillion from its Sukuk auction yesterday. The government also released the new series FR0105 by Rp3 trillion with coupon rate by 6.875% and yield at 6.930% until 15 Jul-64 through the private placement scheme. Going forward, we expect Indonesian bond market to keep being attractive recently after witnessing recent conducive conditions on the global VIX with relative weakening positions of both US$ & Brent oil prices, and sound fundamental background on Indonesian economy.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.1216	145.61	0.6818	1.3322	7.1399	0.6295	162.6600	98.7057
R1	1.1200	144.79	0.6805	1.3291	7.1307	0.6273	161.8400	98.2463
Current	1.1175	144.34	0.6803	1.3253	7.1301	0.6246	161.2900	98.1830
S1	1.1159	143.53	0.6771	1.3205	7.1157	0.6212	160.5400	97.4983
S2	1.1134	143.09	0.6750	1.3150	7.1099	0.6173	160.0600	97.2097

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3072	4.3660	15580	56.3473	34.2727	1.4600	0.6129	3.3479
R1	1.3042	4.3570	15537	56.2977	34.1713	1.4576	0.6116	3.3414
Current	1.3028	4.3445	15495	56.3010	33.9660	1.4559	0.6094	3.3350
S1	1.2995	4.3430	15461	56.1897	33.9293	1.4535	0.6095	3.3308
S2	1.2978	4.3380	15428	56.1313	33.7887	1.4518	0.6087	3.3267

**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	3.7000	Jul-24	Neutral
BNM O/N Policy Rate	3.00	5/9/2024	Neutral
BI 7-Day Reverse Repo Rate	6.25	18/9/2024	Neutral
BOT 1-Day Repo	2.50	16/10/2024	Neutral
BSP O/N Reverse Repo	6.25	17/10/2024	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	11/10/2024	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	9/10/2024	Neutral
BOJ Rate (Lower bound)	0.00	A Field Not Applica	Tightening
BoC O/N Rate	4.50	4/9/2024	Neutral

Equity Indices and Key Commodities

	Value	% Change
Dow	41,250.50	0.02
Nasdaq	17,754.82	0.16
Nikkei 225	38,288.62	0.47
FTSE	8,345.46	0.21
Australia ASX 200	8,071.16	-0.17
Singapore Straits Times	3,398.47	0.07
Kuala Lumpur Composite	1,652.29	0.81
Jakarta Composite	7,597.88	-0.11
Philippines Composite	6,973.41	0.16
Taiwan TAIEX	22,185.00	-0.25
Korea KOSPI	2,689.25	-0.32
Shanghai Comp Index	2,848.73	-0.24
Hong Kong Hang Seng	17,874.67	0.43
India Sensex	81,711.76	0.02
Nymex Crude Oil WTI	75.53	-2.44
Comex Gold	2,552.90	-0.09
Reuters CRB Index	280.54	-0.51
MBB KL	10.70	1.52

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 2001), MRPL shall be legally liable for the contents of this report.

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, 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 28 August 2024, 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 28 August 2024, 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

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

Tan Yew Yan
Head, Sales Corporates & CFS
yewyan.tan@maybank.com

Singapore
Sheetal Dev Kaur
Head, Corporates Sales (MBS)
skaur@maybank.com
(+65) 63201335

Tan Huilin
Head, Sales FI
TanHuilin@maybank.com
(+65) 63201511

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

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

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

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

Fixed Income
Malaysia
Winson Phoon
Head, Fixed Income
winsonphoon@maybank.com
(+65) 6231 5831

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

s