

Global Markets Daily

French Risks Weigh on EUR

French Risks Weigh on EUR

The USD rally paused briefly last Fri as the USD and UST yields (10Y: -9bps) were both lower in tandem. However, the DXY looks to start this week higher, with French political risks continuing to weigh on the EUR. EURUSD trades at 1.0533 levels after coming off from last week's highs of around the 1.06 handle. French Finance Minister Antoine Armand said that the government would not be blackmailed by Marine Le Pen over the 2025 budget. The far-right leader had called for changes by today, where the opposition is expected to kick start the no-confidence vote. The 10-year Oat-Bund premium rose to a high of about 86bps on Fri and hovers around that region. Risks for the EUR remain firmly to the downside, with political uncertainty in France and Germany and Trump's tariffs possibly hurting Eurozone exports. Nevertheless, USD-drivers could dominate and Dec is a month where the greenback is seasonally weaker.

Trump Warns BRICS on USD

Over the weekend, President-elect Trump warned BRICS and demanded a "commitment" that they would not create an alternative currency to the USD or back any other currency as a replacement for the dollar. A 100% tariff on countries that attempted to replace the USD was part of Trump's threat. Trump's statement comes on the back of a BRICS summit in Oct where there were discussions on boosting non-USD transactions. There is an ongoing push to reduce reliance on the USD and it remains to be seen if Trump can do anything to stop or delay this. In separate news, current US President Biden pardoned his son Hunter of criminal charges in an unprecedented move after he previously declared he would not use his executive authority to interfere in the legal process.

Data/Events We Watch Today

We watch Nov CH Caixin PMIs, various Nov ASEAN PMIs, and Nov US ISM Mfg.

FX: Overnight Closing Levels % Change					
Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.0577	↑ 0.24	USD/SGD	1.3395	↓ -0.27
GBP/USD	1.2735	↑ 0.38	EUR/SGD	1.4166	↓ -0.07
AUD/USD	0.6512	↑ 0.20	JPY/SGD	0.8946	↑ 0.94
NZD/USD	0.5916	↑ 0.46	GBP/SGD	1.7057	↑ 0.09
USD/JPY	149.77	↓ -1.17	AUD/SGD	0.8722	↓ -0.07
EUR/JPY	158.41	↓ -0.93	NZD/SGD	0.7928	↑ 0.25
USD/CHF	0.881	↓ -0.23	CHF/SGD	1.5199	↓ -0.04
USD/CAD	1.4006	↓ -0.06	CAD/SGD	0.9561	↓ -0.25
USD/MYR	4.4475	↑ 0.05	SGD/MYR	3.3184	↑ 0.36
USD/THB	34.302	↓ -0.40	SGD/IDR	11832.74	↑ 0.16
USD/IDR	15845	↓ -0.16	SGD/PHP	43.8018	↑ 0.28
USD/PHP	58.635	↓ -0.09	SGD/CNY	5.4083	↑ 0.21

Implied USD/SGD Estimates at, 9.00am

Upper Band Limit	Mid-Point	Lower Band Limit
1.3292	1.3563	1.3834

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
27 Nov	AU	Policy Decision
28 Nov	US	Market Closure
29 Nov	US	Partial Market Closure

AXJ: Events & Market Closure

Date	Ctry	Event
27 Nov	ID	Market Closure
28 Nov	KR	Policy Decision

G10 Currencies

- **DXY Index - *Interim rebounds*.** The DXY index edged higher, propped up by the sluggish EUR which was dragged by political and fiscal uncertainty in France. Le Pen's National Rally threatened to support a no-confidence motion unless PM Barnier index pensions to inflation among other requests for Budget 2025 by today. FinMin Antoine Armand said France will not accept artificial budget deadlines from Le Pen. In the US, Trump has threatened to impose 100% tariff on China and Russia unless BRICS countries give commitment that "they will neither create a new BRICS currency, nor bank any other currency to replace the mighty US dollar". In separately news, solar imports from Cambodia, Malaysia, Thailand and Vietnam are being unfairly sold in the US below their production costs according to initial findings of a Commerce Department review. They could face duties of as much as 271% to counteract the practice. USDAsians are higher as a result of this announcement over the weekend, not helped the least by the sluggish EUR that adds boost to the greenback. Back on the DXY index daily chart, a bearish divergence is still seen for the DXY index with the MACD forest. Stochastics are still falling from overbought conditions. Price action suggests that there could be some rebound before extending lower. Resistance at 106.21 is being tested before the next at 106.90. Support is seen at 105.06. As for the FX in the broader space, relative value plays could be at work in the interim. We expect currencies that have been weakened by aggressive policy easing may not see more policy-driven weakness such as the NZD while central banks that have been more reluctant to ease may have the opportunity to and could start to see more weakness in the currencies (AUD, SGD and KRW). Data-wise, ISM Mfg (Nov) is due on Mon. Tue has JOLTs job openings (Oct) followed by Fed waller and William speaking. Wed has ADp reemployment numbers for Nov before ISM services (Nov) and final Oct durable goods orders. Fed Goolsbee speaks and Fed Musalem will speak on Wed. Beige Book will be released before Asia awakes on Thu. Oct trade is due as well as weekly jobless claims and Fed Powell speaks. Fri has Nov NFP for Nov, prelim. Univ. Mich. Sentiment index for Dec. Fed Bowman will speak as well as Fed Goolsbee.
- **EURUSD - *Bullish Divergence*.** EURUSD was last seen lower at 1.0531 levels this morning amid French political risks. The factors that weigh on EUR could remain a drag on the currency - including the escalation of the war in Ukraine as well as weak growth prospect of the Eurozone that sharpens the Fed-ECB policy divergence. Putin declared that he could use ballistic missiles on Kyiv as retaliation for the use of Western missiles on Russia. There is now an additional overlay of French political uncertainty and also lingering Germany political uncertainty in the backdrop. Trump tariffs could also have an additional Eurozone specific element which should weigh on the EUR. Back on the EURUSD chart, pairing could be in the midst of a reversal higher but resistance at 1.0610 could be harder to break through given political uncertainty in France and Germany. Support at 1.05 before 1.04. Data for this week includes Nov F EC Mfg PMI, Oct EC Unemployment Rate (Mon), Nov F EC Svcs/Comp PMI, Oct PPI, OECD EC Economic Outlook (Wed), Oct Retail Sales (Thu) and 3Q F GDP (Fri).
- **GBPUSD - *Bullish Divergence*.** GBPUSD was last seen lower at 1.2692 levels as USD weakness took a breather. Similar to EURUSD, we also spot a bullish divergence for the GBPUSD. We expect broader USD drivers to dominate moves for this pair. The UK and by extension the GBP could be a tad more resilient to Trump's trades policies, being a key ally of the US and a services, rather than goods, oriented economy. While we spot a bullish divergence for the cable, there could be limit to its gains at 1.2733 (61.8% Fibonacci retracement of the Apr-Sep rally) before the next at 1.2820 (200-dma). Support is at 1.2680 followed by 1.2600. Resistances are at 1.2750 and 1.2800. Data this week includes Nov Lloyds Business

Barometer, Lloyds Own Price Expectations, Nov F Mfg PMI, Nov Nationwide House Px Indices (Mon), Nov BRC Sales Like-for-like (Tue), Nov Official Reserves Changes, Nov F Svcs/Comp PMIs (Wed), Nov Construction PMI and Nov 3M Output Price/1Y CPI Expectations (Thu).

- **USDCHF - *Within range***. USDCHF rose to 0.8842 levels this morning in line with the pause in USD weakness. Recall that SNB Chief had flagged about negative rates (reuters) in a bid to weaken the CHF. CHF had weakened as markets priced in the scenario of SNB cutting rates to near zero by Sep 2025. With that, one can arguably said that policy divergence between the Fed and SNB is at its widest at this point. The room for CHF to fall because of policy divergence might be less as well. With the USD in a corrective mode (lower), USDCHF may move lower from here. The next support is seen around 0.8735 before 0.8650 (100-dma). Resistance is the 0.8820 support turned resistance. 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. Safe-havens could be better supported on heightened volatility and uncertainty in the lead up to key events like the US elections. 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. Data-wise we have Oct Retail Sales, Nov Mfg/Svcs PMI, 29 Nov Sight Deposits (Mon), Nov CPI (Tue), Nov Unemployment Rate (Thu) and Nov FX Reserves (Fri).
- **USDJPY - *Testing Key Support, Downside Potential***. The pair was last seen are around 150.00 as it continues to test that key support level. On Friday, the pair had actually managed to finish below the 150.00 level as Ueda appeared to more strongly hint on the possibility of a Dec rate hike. In own words, the BOJ Governor had said that the next rate hike is “nearing in the sense that economic data are on track”. On our part we continue to see that the BOJ would hike by 25bps at the Dec meeting to 0.50% as we view that both inflation and wages remain supportive. Meanwhile, we also expect that the Fed would ease by 25bps in Dec. Therefore, we see the potential for more downside on the pair as yield differentials narrow. This morning, a climb in UST yields looks to have supported some upward move on the pair. Back on the chart, we continue to watch if the pair can decisively break below the support at the 150.00 level with the next after that at 145.00 and 142.00. Resistance is at 155.00 and 160.00. Meanwhile, economic data out this morning though was mixed as 3Q company sales and profits disappointed below expectations at 2.6% YoY (est. 3.2% YoY, 2Q. 3.5% YoY) and -3.3% YoY (est. 9.3% YoY, 2Q. 13.2% YoY). However, capital spending actually came out higher than expected at 8.1% YoY (est. 6.7% YoY, 2Q. 7.4% YoY). For this coming week, we keep a close eye on Powell’s speech on Thurs and the release of Oct cash earnings on Fri. The latter we expect should remain robust and supportive of the JPY. Powell in contrast may still keep things open and balanced still. Key data releases this week include Nov monetary base (Tues), Nov F Jibun Bank PMI composite and services (Wed), Oct cash earnings (Fri), Oct household spending (Fri) and Oct P leading/coincident index (Fri).
- **AUDUSD - *USD Fatigue Can help Support***. AUDUSD was last seen at 0.6500 levels, caught in a tug of war between signs of stronger activities in China (as indicated by Nov PMIs) and concerns over political uncertainties and fragmentations in Europe. AUDUSD remained within the 0.6450-0.6540 range, potentially forming a bottom. The notion of a trade war is negative for global growth and pro-cyclical AUD. Two-way trades within 0.6450-0.6540 could continue within the near-term but bias is skewed to the upside. Some optimism over China’s stimulus in light of the incoming US President-Elect that is hostile to China could also be supportive of the AUD. RBA remains one of the few central banks of developed countries to not have embarked on an easing cycle yet. Potential trade war may dim

growth outlook for Australia and help to ease inflation there, thereby effectively nudging the RBA into an easing cycle. AUDNZD could continue to fall towards 1.08. Data-wise, M-I inflation has eased to 0.2%*m/m* from previous 0.3%. Building approvals also slowed to 4.2%*m/m* in Oct vs. previous 5.8%. Retail sales picked up pace to 0.6%*m/m* in Oct from previous 0.1%. For the rest of the week, we have 3Q net exports of GDP and BoP current account. Wed has 3Q GDP. Thu has household spending for Oct before trade data. Fri has Nov foreign reserves.

- **NZDUSD - Two-way Risks.** NZDUSD hovered around 0.5900. Pair may remain in two-way risks as Trump continues to announce tariffs on different sovereigns - with China and Russia being targeted for their de-dollarization efforts. Back on the NZDUSD chart, bullish divergence may play out more strongly. Resistance at 0.5930 before the next at 0.5970. Support is seen around 0.5770. Bias is skewed to the upside as momentum turns bullish. In other data, building permits fell -5.2%*m/m* vs. previous at +2.4%. Terms of trade for 3Q is due on Tue. Wed has ANZ commodity price for Nov.
- **USDCAD - Retracements.** USDCAD pulled back and was last seen around 1.4040. This pair may continue to remain supported on dips given Trump's threat to levy a 25% tariff on all products from Canada. In reaction, Canada has already a plan to boost border security and to help the US curb the "scourge" of fentanyl. PM Trudeau had pledged to step up border enforcement in a "visible and muscular way". Back on the USDCAD chart, momentum is still not bullish. Pair may remain in sideways trades with resistance at 1.4170. There is also a bearish divergence seen for this pair. However, move towards support at 1.3820 may take some time. Data-wise, Mfg PMI for Nov is due tonight. Wed has Services PMI for Nov along with 3Q labor productivity, Oct trade and Nov. Ivey Purchasing managers index are due on Thu. Fri has Nov employment numbers.
- **Gold (XAU/USD) - Pressured .** Gold was last seen around \$2630/oz, now a tad pressured, albeit still within the recently established range. USD rebound might be pressuring the bullion. We remain constructive on gold on the medium term. Gold remains one of the few preferred hedges against the scenario of hard landing of the US economy. Gold, JPY, CHF and US treasuries may have more room to run (higher) in the late cycle of the US economy, geopolitical conflicts and other risk factors (China's hard-landing and etc). With the escalation in the war in Ukraine going on, there is a limit to how much gold can drop in the interim. This sideways trades can continue within 2570-2700 for the bullion.

Asia ex Japan Currencies

SGDNEER trades around +0.95% from the implied mid-point of 1.3563 with the top estimated at 1.3292 and the floor at 1.3834.

- **USDSGD - Bearish Risks.** USDSGD was last seen higher at 1.3435 levels this morning. SGD continues to be broadly in the middle of the pack of currencies and we expect that it could be sheltered given the correlation of SG/US rates. Moreover, Singapore is unlikely to be singled out by the US for additional tariffs given that it has a bilateral trade deficit with the US. Recall that MAS stood pat in Oct. Our economists' base case is for a Jan-25 easing, although easing could be delayed if inflation is sticky and/or growth remains robust. The trade-weighted SGDNEER is at +0.95% 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 1.3490 and 1.3530. Supports are 1.3400 and 1.3340. Pair is sporting a bearish divergence formation. We see retracement risks lower. 3Q Final GDP came in robust at 5.4% YoY (exp: 4.7%; prev: 4.1%) and 3.2% SA QoQ (exp: 2.7%; prev: 2.1%). This print could delay any easing by MAS. Data this week includes Nov Purchasing Managers Index, Nov Electronics Sector Index (Mon), Nov SP Global PMI (Wed), Oct Retail Sales (Thu) and Nov FX Reserves (Fri onwards).
- **SGDMYR - Watch potential downside.** SGDMYR was last seen slightly higher at 3.3188 levels this morning. SGDMYR falling has moderated SGDNEER strength. This has been in line with MYR being the main moderator of the SGDNEER this year. Resistances at 3.32 followed by 3.3430 (100-dma) before the next at 3.3880. Support at 3.30 before the next at 3.28.
- **USDMYR - Cautious.** Pair was last seen at 4.4525 as it moved up in line with the climb in the DXY. MYR has been relatively resilient of late possibly that fiscal consolidation could lead to lower MGS issuance. We also note that the authorities are likely staying vigilant and could step in to moderate excessive volatility. In the background, optimism towards Malaysia looks strong amid the backdrop of an investment upcycle. BNM has also said that they believe there is "enduring support" for the MYR given "Malaysia's positive economic prospects and structural reforms, complemented by initiatives to encourage flows". The government's fiscal consolidation effort (with the budget deficit continuing to narrow) is also likely to instill more confidence with investors on the country's financial position. Meanwhile, Malaysia has been dropped out of the US treasury currency "monitoring list". Back on the chart, near term pair can be remained ranged before edging lower. Resistance at around 4.5290. Support at 4.4200 before the next at 4.3200. Meanwhile, data out this morning showed some fragility in the economy as the Nov S&P Global Malaysia PMI mfg decline to 49.2 (Oct. 49.5). Remaining key data releases this week include 29 Nov foreign reserves (Fri).
- **USDCNH - Testing Higher.** USDCNH traded around 7.2670, probably reacting to Trump's latest tariff threat to impose 100% tariff rate on Russia and China unless the BRICS countries can give their commitment that

“they will neither create a new BRICS currency, nor bank any other currency to replace the mighty US dollar”. This pair may continue to see further sideways trades within 7.2130-7.2700 range. PBoC has been using the daily USDCNY reference rate to support the CNY. USDCNY central parity was fixed lower at 7.1865 vs. prev. at 7.1877. Estimate is at 7.2363, resulting in a gap of -498pips. The gap between estimate and actual fixings continue to hover around 500pips. Over the weekend, Mfg PMI rose to 50.3 from previous 50.1 while non-mfg PMI slipped to 50.0 from previous 50.2. Caixin Mfg PMI rose to 51.5 from previous 50.5. The improvements were largely expected and signs that the policy measures (debt swaps, housing pivot) from the government since late Sep are having some positive effect on the economy. For the rest of the week, we have services PMI from Caixin on Wed. Foreign reserves for nov are due on sat. Break of the 7.2670-resistance is expected to open the way towards 7.30.

- **1M USDKRW NDF - Bearish divergence.** 1M USDKRW NDF was last seen higher around 1400.25 levels this morning. BOK surprised by cutting rates by 25bps, against consensus but in line with our own expectations of a cut. This is the first back-to-back cut by the BOK since 2009 and comes on the back of weakening growth, slowing exports and moderating inflation. We see BOK cutting by 50bps in 2025 as they pivot away from a restrictive stance. KRW may stabilize because of measures by authorities to reduce stock market volatility. Short-term officials should be ready to step in to moderate excessive volatility. Despite the inclusion on FTSE WGBI, pair should face upside risks with support for the USD building. Resistance is at 1410. Support at 1400. Longer term we watch trade data for a possible bottoming of the chip/general trade cycle and AI exuberance, which could buoy the KRW. We also think KRW and TWD could play catch up to their peers as the narrative for a soft landing continues to build and monetary policy becomes less restrictive. Data releases this week include Nov SP Mfg PMI (Mon), Nov CPI (Tue), Nov FX Reserves (Wed), 3QP GDP (Thu) and Oct BOP Goods/CA Balance (Fri).
- **1M USDINR NDF- Pivoting to Neutral.** USDINR 1M NDF is edging higher and was last seen at 84.74 levels. RBI likely to continue ensuring volatility remains low. RBI held steady on its policy rate but notably pivoted to a neutral stance. We think this opens the door for a rate cut in Dec. RBI is expecting food prices to fall and is convinced in the broad disinflationary trajectory. However, they are being a tad more cautious and keeping the policy rate steady (5-1 vote). Sep CPI inflation resurged to 5.49% YoY (exp: 5.10%; prev: 3.65%). This faster than expected acceleration could give the RBI reason to hold rates in Dec. We watch to see if this resurgence in prices continues or there is a return to the broad disinflationary trajectory RBI expects. The USD has been better supported following the stellar NFP print and repricing of Fed rate cut expectations. Note that RBI's preference for INR stability could also weigh on any gains. Resistance at 85.00. Support at 84.50 before the next at 84.00. Data releases this week include Nov F Mfg PMI (Mon), Nov F Svcs/Comp PMI (Wed) and RBI Policy Decision (Fri).
- **1M USDIDR NDF - Cautious.** 1M NDF was last seen higher at around 15888 as it moved slight higher in line with the climb in UST yields. The 1MNDF continues to just trade around the 200-dma support at 15899. For now, BI hinting at keeping rates on hold to stabilize the currency looks to be giving the IDR support. Governor Perry in his own words on Friday said, “In monetary policy, the BI rate will be temporarily maintained as global turbulence requires us to focus on stabilizing the rupiah.” Overall, the 1M NDF remains trading within recent ranges of around 15800 - 16000. We do note though authorities could be moderating volatility. We stay cautious on the pair given the uncertainties although we do not rule out that it can eventually come off. Externally, uncertainty related to Trump policies may remain a concern although we are aware that Dec can seasonally be a

softer month for the greenback. Back on the chart, resistance at 15962 and 16170. Support is at 15800 and 15611. Meanwhile, economic data out this morning was less positive as the Nov S&P Global PMI mfg remained in contraction at 49.6 (Oct. 49.2). Key data release this week include Nov CPI (Mon) and Nov foreign reserves (Fri).

- **1M USDPHP NDF - *Cautious*.** The 1M NDF was last seen at around 58.82 as it moved up slightly in line with the climb in the UST yields and greenback. We are staying cautious on the pair given the risks related to the external environment especially in relation to Trump policies. However, we note that Dec can be a seasonally weaker month for the greenback and technical also indicate the USD is stretched on the upside. We therefore do not rule out the pair coming off. Meanwhile, Governor Eli Remolona isn't ruling out the possibility of the USDPHP hitting the 60 mark though he did say that the monetary authorities will ensure that such a fall would not be abrupt. Back on the chart, resistance at 59.13 (YTD high) with the next level after that at 59.84. Support is at 58.15 followed by 57.47 (100-dma). Economic data wise this morning, there was some positive news as Nov S&P Global PMI mfg was slightly stronger at 53.8 (Oct. 52.9). Key data releases this week include Nov CPI (Thurs), Oct unemployment rate (Fri) and Nov foreign reserves (Fri).
- **USDTHB - *Lower, Cautious*.** Pair was last seen at 34.47 as it rose in line with the climb in broad dollar and the UST yields. Although it is still remains within recent ranges of 34.00 - 35.00, we still believe there is potential for downside for the pair near term as the broad dollar enters a seasonally weaker Dec. Regardless, in the medium in contrast, we stay cautious on USDTHB into next year given Thailand is one of the export exposed countries in the region and the Trump tariffs can risk having quite some negative impact on the THB. Meanwhile, domestically, we continue to keep a close eye on the pressure the BOT faces to ease especially following the appointment of Kittiratt Na-Ranong as the central bank Chairman. Kittiratt has been known as a critic of the central bank's hawkish stance and the appointment comes to only highlight the government's determination to push the BOT to loosen policy further. The BOT Chair does not have the power to decide on the central bank's policy but he would be able to assess the performance of the governor. Back on the chart, resistance is at 35.36 (200-dma) and 35.84. Support is at 34.31 (100-dma) and 33.90. Meanwhile, on domestic data out end last week, Oct trade balance remained in surplus at \$1446m (Sep. \$2470m) whilst the Oct BoP overall balance slipped slightly into deficit -\$259m (Sep. \$2357m). Regardless, BoP balance has improved this year whilst the trade balance has held up, which is some support for the currency. Key data releases this week include Nov business sentiment index (Mon), Nov CPI (Fri) and 29 Nov gross international reserves/forward contracts (Fri).
- **USDVND - *Capped for now*.** USDVND hovered around 25360. This pair continues to be driven by broader USD movement as well as the swings of the UST yields. The downside risks to the USD at this point may provide some relief for the VND. 25475 could still cap this pair. Recent price action has been more consolidative. At home, PM Pham Minh Chinh announced that the government will strive for 8% growth for 2025, in spite of earlier announcement by the National Assembly that the growth target for 2025 is set at around 6.5-7%. He elaborated that it is "the year of acceleration".

Malaysia Fixed Income

Rates Indicators

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR ML 5/27	3.47	3.46	-1
5YR MI 8/29	3.60	3.59	-1
7YR MS 4/31	3.77	3.76	-1
10YR MS 7/34	3.81	3.81	Unchg
15YR MS 4/39	3.93	3.93	Unchg
20YR MX 5/44	4.06	4.06	Unchg
30YR MZ 3/53	4.18	4.18	Unchg
IRS			
6-months	3.59	3.59	Unchg
9-months	3.58	3.58	Unchg
1-year	3.55	3.56	+1
3-year	3.45	3.45	Unchg
5-year	3.48	3.48	Unchg
7-year	3.58	3.57	-1
10-year	3.67	3.67	Unchg

Source: Maybank

*Indicative levels

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

Analysts

Winson Phoon
(65) 6231 5831
winsonphoon@maybank.com

- Ringgit bonds had a light session to close the week, with liquidity remaining soft. Nonetheless, flows tilted marginally to buying from front-end up to 7y, and notably in the 15y tenor. At the close, yields ended 1bp lower across the 3-7y tenors as market waited key US data releases this week.
- MYR IRS curve flattened slightly over the week. The 1-3y tenors were unchanged to +1bp day-on-day, while the 7y IRS declined 1bp to 3.57%. Intraday sentiment was a continuation of the month-end bias for lower rates on bond/duration demand but liquidity was thin for both local IRS and MGS/MGII. 3M KLIBOR remained unchanged at 3.62% but seems likely to tick higher in the near term. 2y IRS traded at 3.45% and 3.4525% while 5y traded at 3.48%.
- The PDS market had a muted session with limited activity across segments. In GG space, Danainfra 7/31 and LPPSA 7/33 were traded 1bp lower. In AAA, TNB 8/40 spread widened 1bp, though only for small amount. In AA1/AA+, YTL spread tightened 2bp with MYR30m exchanged. In AA2, Imtiaz Sukuk saw MYR35m exchanged at MTM. In AA3/AA-, Edra Energy 34s were dealt at MTM.

Singapore Fixed Income

Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	2.80	2.77	-3
5YR	2.78	2.73	-5
10YR	2.80	2.74	-6
15YR	2.86	2.80	-6
20YR	2.84	2.78	-6
30YR	2.75	2.71	-4

Source: MAS (Bid Yields)

- The SGS yield curve shifted lower across all tenors, with yields falling between 3-6bp. The largest decline was in the 10-20y tenors by 6bp, while 2y SGS fell by a small 3bp to 2.77%. This flattened further an already flat yield curve, ranging between 2.71-2.80%. The overnight SORA declined 4bp to 2.75% as of 28 November 2024.

Indonesia Fixed Income

Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Latest Day's Close	Change
1YR	6.73	6.70	(0.03)
2YR	6.57	6.66	0.09
5YR	6.82	6.76	(0.06)
10YR	6.92	6.87	(0.05)
15YR	7.03	6.99	(0.04)
20YR	7.07	7.06	(0.02)
30YR	7.08	7.07	(0.01)

* Source: Bloomberg, Maybank Indonesia

Analyst

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

- Most Indonesian government bonds strengthened during lessening external during shorter trading days on the U.S. last week. However, we thought that several investors still took profit taking actions as the global financial markets' condition was being unfavourable due to heightening threat of incoming trade war between the U.S. against China, Canada, and Mexico. Donald Trump on its incoming U.S. leadership era is ready to give additional tariffs for importing goods from China, Canada, and Mexico by 10%, 25%, and 25%, respectively. This scenario will potentially add global economic pressures for higher inflation with slowing pace of economic growth due to limited rooms for loosening monetary policy during lacking international trade activities and stricter protectionism period.
- Recently, we saw a quite development on the U.S. economy with 2.8% QoQ (annualized) of economic growth in 3Q24, higher PCE inflation from 2.1% YoY in Sep-24 to be 2.3% YoY in Oct-24, and the latest' lower initial jobless claims record. The Fed also still have a relative neutral on the monetary tones, as shown its latest meeting minutes. Indonesian bond market, as one of global investors' investment destination on the emerging countries, is really sensitive to current development on the global side, although on the domestic side is still on relative stable of social economic condition, ahead of the big political agenda, such as Regional Head Election. On the domestic economic side, we believe that most investors are still on "wait&see" mode for Bank Indonesia's next monetary decision and incoming various fiscal policies that will be applied by the government, such as more tax incentives on the property sector and the electric car, a modification scheme for distributing the energy subsidy, and higher tariff for the value added tax.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.0627	152.34	0.6549	1.2797	7.2709	0.5953	160.7367	98.9267
R1	1.0602	151.06	0.6530	1.2766	7.2600	0.5935	159.5733	98.2163
Current	1.0531	150.32	0.6497	1.2692	7.2580	0.5898	158.3000	97.6670
S1	1.0547	148.98	0.6491	1.2688	7.2332	0.5892	157.6433	97.1243
S2	1.0517	148.18	0.6471	1.2641	7.2173	0.5867	156.8767	96.7427
	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3463	4.4589	15893	58.8043	34.6707	1.4201	0.6158	3.3289
R1	1.3429	4.4532	15869	58.7197	34.4863	1.4183	0.6148	3.3237
Current	1.3428	4.4550	15852	58.7300	34.4620	1.4141	0.6143	3.3179
S1	1.3364	4.4374	15828	58.5317	34.1613	1.4145	0.6126	3.3105
S2	1.3333	4.4273	15811	58.4283	34.0207	1.4125	0.6114	3.3025

*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	3.3000	Jan-25	Neutral
BNM O/N Policy Rate	3.00	22/1/2025	Neutral
BI 7-Day Reverse Repo Rate	6.00	18/12/2024	Easing
BOT 1-Day Repo	2.25	18/12/2024	Neutral
BSP O/N Reverse Repo	6.00	19/12/2024	Easing
CBC Discount Rate	2.00	19/12/2024	Neutral
HKMA Base Rate	5.00	-	Easing
PBOC 1Y Loan Prime Rate	3.10	-	Easing
RBI Repo Rate	6.50	6/12/2024	Easing
BOK Base Rate	3.00	16/1/2025	Easing
Fed Funds Target Rate	4.75	19/12/2024	Easing
ECB Deposit Facility Rate	3.25	12/12/2024	Easing
BOE Official Bank Rate	4.75	19/12/2024	Easing
RBA Cash Rate Target	4.35	10/12/2024	Neutral
RBNZ Official Cash Rate	4.25	19/2/2025	Easing
BOJ Rate (Lower bound)	0.00	19/12/2024	Tightening
BoC O/N Rate	3.75	11/12/2024	Easing

Equity Indices and Key Commodities

	Value	% Change
Dow	44,910.65	0.42
Nasdaq	19,218.17	0.83
Nikkei 225	38,208.03	-0.37
FTSE	8,287.30	0.07
Australia ASX 200	8,436.23	-0.10
Singapore Straits Times	3,739.29	0.05
Kuala Lumpur Composite	1,594.29	-0.20
Jakarta Composite	7,114.27	-1.19
Philippines Composite	6,613.85	-0.37
Taiwan TAIEX	22,262.50	-0.16
Korea KOSPI	2,455.91	-1.95
Shanghai Comp Index	3,326.46	0.93
Hong Kong Hang Seng	19,423.61	0.29
India Sensex	79,802.79	0.96
Nymex Crude Oil WTI	68.00	-1.05
Comex Gold	2,681.00	0.61
Reuters CRB Index	286.94	0.08
MBB KL	10.20	0.00

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 2 December 2024, 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 2 December 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 2 December 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.

No part of this material may be copied, photocopied or duplicated in any form by any means or redistributed without the prior consent of Maybank IBG.

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
Arofreccio@maybank.com
(+632 7739 1739)

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

Soh Jing Ying
Fixed Income Analyst
jingying.soh@maybank.com
(+60) 3 2074 7606

s