30 June 2025

Macro | FX Research & Strategy

Global

Global Markets Daily

The Cost of Credibility

The Cost of Credibility

The USD continues to test lower albeit with some support as Trump once again slammed Powell and accused him of keeping interest rates "artificially high". Many are starting to weigh the prospect of a shadow Fed Chair and the cost of credibility of Trump's general policies will no doubt be a theme to revisit. Japan and India have reportedly extended their negotiations in the White House to strike a deal ahead of the 9 Jul deadline while Taiwan reported "constructive progress". Bear in mind that there could be some volatility in the lead up to the deadline, especially since US markets are at record highs. The BIS also warned of the potential resurgence in inflation due to tariffs. The Fed's mandate of inflation and employment remains regardless of who is President and any departure from that due to political influence could weigh heavily on US credibility and on the USD. There have already been suggestions that Trump's policies have come at the cost of credibility. Continued efforts to undermine well established and respected US institutions such as the Federal Reserve could well exacerbate any negative sentiment for the USD. We maintain our view for a lower USD amid fading US exceptionalism and eventual Fed rate cuts, and policies weighing on US credibility would support this.

Tax Bill at Senate Floor

Trump's US$4.5t tax bill is now awaiting a final vote at the Senate where they are expected to squabble over Medicaid among other things. The current Senate version of the bill would add US$3.3t to the US deficit over a decade as estimated by the Congressional Budget Office. One question that lingers is how such a massive increase to the deficit will be funded and if the government's answer to that is tariffs, then there could be further volatility for markets ahead. If the answer to that is an increase in borrowings, then the viability of the US sovereign debt position could also be called into question. Nonpartisan Tax Foundation estimates that even a 20% global tariff would not be able to fund a US$3.3t deficit, considering that tariffs would also reduce the tax base and have a negative feedback loop. The USD could come under pressure if US fiscal fundamentals are further scrutinized with the AAA status already lost with the recent Moody's downgrade.

Data/Events We Watch

We watch the ECB Sintra Central Banking conference that starts today and ends on Wed (2 Jul).

FX: Overnight Closing Levels % Change					
Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.1718	0.15	USD/SGD	1.2759	0.14
GBP/USD	1.3716	-0.09	EUR/SGD	1.4954	0.32
AUD/USD	0.6529	-0.26	JPY/SGD	0.8821	-0.02
NZD/USD	0.6055	-0.03	GBP/SGD	1.7507	0.08
USD/JPY	144.65	0.16	AUD/SGD	0.833	-0.14
EUR/JPY	169.48	0.30	NZD/SGD	0.7729	0.16
USD/CHF	0.799	-0.15	CHF/SGD	1.597	0.32
USD/CAD	1.3689	0.33	CAD/SGD	0.9327	-0.16
USD/MYR	4.2308	0.00	SGD/MYR	3.3188	-0.09
USD/THB	32.618	0.44	SGD/IDR	12686.52	-0.32
USD/IDR	16205	0.00	SGD/PHP	44.3689	-0.16
USD/PHP	56.561	-0.08	SGD/CNY	5.6168	-0.20

Implied USD/SGD Estimates at, 9.00am

Upper Band Limit	Mid-Point	Lower Band Limit
1.2735	1.2996	1.3255

Analysts

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

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

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

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

G10: Events & Market Closure

Date	Ctry	Event
1 Jul	CA	Market Closure
4 Jul	US	Market Closure

AXJ: Events & Market Closure

Date	Ctry	Event
1 Jul	HK	Market Closure

G10 Currencies

- **DXY Index - *Senate Passes the OBBBA and a Flurry of Trade Talks*.** The Senate had passed a version of the OBBBA that would add around $3.3trillion to US deficits over a decade according to the non-partisan CBO – it raisings the debt ceiling by $5trillion, it shortens the cap on federal deductions for state and local taxes to 5yr from 10yr proposed by the House but limit remains unchanged at $40,000. The CBO sees a $4.5trillion decrease in revenues and a $1.2 trillion decrease in spending through 2034 relative to a current law baseline. The Senate republicans have inserted provisions in Trump's domestic policy bill that would end subsidies for wind and solar energy by 2027 and impose a new tax on future projects. Worsening fiscal position could add to concerns on debt sustainability of the US and could potentially weigh on the USD in the medium term. Data-wise, personal income fell -0.4%m/m in May vs. previous +0.7%. Personal spending also fell -0.1% vs. previous +0.2%. Core PCE price index picked up pace to 2.7%y/y from previous +2.6% but the biggest contributor to core PCE inflation remains services-related. Durable goods and non-durable goods inflation continue to remain rather muted. Even so, Powell had mentioned that the Jun and Jul inflation reports are the ones to monitor and any impact of tariff on inflation would surface in those reports. Meanwhile, trade negotiations continue to hog the headlines as well with Canada rescinding its digital services tax to resume tariff negotiations and agreed to strive for a deal by 21 Jul. Trump lamented about the car trade surplus Japan has with the US as both countries pushed for a tariff deal. India negotiators were reported to have extended their US stay to resolve differences (BBG). We continue to hold the view that kneejerk reactions to trade deals tend to be brief and better prospect of global growth would drive the USD lower. Key support for the DXY around the 97.70 – level has been broken and was last seen around 97.17. Pressure remains to the downside but oversold conditions are slowing the decline. Next support is seen around 96.60 before the next at 95.40. Resistance at 99.00. Data-wise, MNI Chicago PMI for Jun and Dallas Fed Mfg activity for Jun are due today. ISM Mfg for Jun is due on Tue along with JOLTS job openings for May. Wed has ADP for Jun. Thu has NFP and trade.

- **EURUSD - *Double Top Nullified, Eyes on 1.17 and 1.20*.** EURUSD was last seen higher at 1.1732 levels as momentum against the USD continued to build. USD is weaker after the Iran-Israel ceasefire and the market seems to want to ignore any "escalations", as was the case with the alleged ceasefire violations. Trump though seems to be intent on enforcing some level of peace in the region. Earlier double top pattern has been nullified with the breakout in the EUR. 1.17 level is key with the heaviest notional volume of EUR bullish options. Lagarde called for policymakers to increase the profile of the Euro as Trump's policies undermine confidence in the greenback. The EU was reportedly prepared to accept a flat US tariff of 10% as part of the trade talks and is hopeful that the flat rate will help the bloc avoid higher tariffs on cars, pharmaceuticals and electronics, which Trump slammed as unfair. In line with our own view, ECB speakers seem to be hinting that the ECB is for now done with rate cuts. Stournaras referred to an equilibrium where real rates are zero being reached and Villeroy said that the ECB should consider the oil price and EUR in setting rates. Scahnabel pointed out that medium-term inflation is stabilizing around the target and growth outlook is "broadly stable, despite the trade conflict" with private consumption, manufacturing, and construction improving. A key reason for the hurdle to be higher for its next cut could also be due to the fact that fiscal spending is expected to expand on defence and infrastructure. Support at 1.1700, 1.1573 followed by 1.1500. Resistance at 1.1800 with eyes also on the psychological 1.2000 mark.

- **GBPUSD - *Retraces Some Gains*.** GBPUSD was slightly lower at 1.3728 levels this morning, retracing some gains against the USD. Pair continues to have bullish momentum against the USD with the greenback weaker after the Iran-Israel ceasefire and the market seems to want to ignore any “escalations”, as was the case with the alleged ceasefire violations. Trump though seems to be intent on enforcing some level of peace in the region. The BOE stood pat as expected, although the vote split at 6 (hold) - 3 (cut) was more divided than expected. An Aug cut is likely, with market pricing at 74.9%. We think BOE cuts by 25bps more to 4.00% as inflation remains sticky for the UK, although growth prospects could also be hurt by broader developments on the trade front. News out of the G7 meeting was positive with Trump and Starmer inking the previously agreed trade deal. Watch for potential further downside in pair as the Iran-Israel conflict escalates. The GBP could benefit from the UK’s proactive deal-making (India, EU, US). We maintain our view that the GBP could be somewhat sheltered from tariffs as it avoids specific trade action from the Trump administration as a close ally and as a services based economy. Resistance is at 1.3800. Pullbacks to bring cable towards support at 1.3700 followed by 1.3650.

- **USDCHF - *Double Bottom Nullified, Bearish*.** USDCHF was last seen lower at 0.7986 levels and we stay bearish on the pair in the near-term especially as concomitant rallies in EUR and GBP could stave off SNB intervention. SNB could intervene to weaken CHF if there outperformance on a trade-weighted basis. We are bearish on USDCHF with the earlier double bottom pattern nullified. Market seems to want to ignore any “escalations”, as was the case with the alleged ceasefire violations. Trump though seems to be intent on enforcing some level of peace in the region. A double bottom is still at play with a convincing break below 0.8040 nullifying the pattern. SNB cut its policy rate by 25bps, in line with our expectations. CHF strengthened as some were looking for a larger 50bps cut. We see no further cuts from SNB this year unless inflation heads into negative territory, which is a possibility but not our base case. Still watching EURCHF going below 0.92 as potential intervention trigger. Data showed that SNB bought about CHF1.2b last year to weaken the CHF. We expect safe-havens to remain well supported through tariff turmoil and now with the new geopolitical conflicts. Even with the latest rally in EUR and GBP, CHF NEER & REER have remained elevated. The strong CHF has downside implications for Swiss inflation, and while SNB did not rule out negative rates, the risk of them moving there has now been reduced (with rally in EUR and GBP). We look for CHF to remain stable against a backdrop of heightened global uncertainty. SNB President Schlegel said that rates would only go negative if necessary to keep inflation within the 0 to 2% target band. On the USDCHF chart, resistance is at 0.8040 followed by 0.81. Support is at 0.7900 followed by 0.7840.

- **USDJPY - *Sideways, Likely Ranged*.** The pair was last seen at 144.30 as it edged lower this morning amid softness in the broad dollar. Over the weekend, the Trump $4.5tn tax-cut bill has passed the vote to open debate in the Senate with the final vote on it expected by Wed. It would still have to pass the House but the President wants it at his desk by the 4 July (American Independence Day). The passing of the bill does create concerns about US fiscal health and does less favor for the broad greenback although interestingly, it also can boost sentiment for risk assets such as equities. On the trade front, markets do not also appear to interpreting developments negatively as Japan and India have extended their negotiators’ stay in DC, which may probably raise hopes that all sides are making progress. Taiwan has also reported “constructive progress”. That said, Trump did describe that Japan’s trade imbalance of car with the US is “not fair” and claimed that Japan did understand that. Bessent has said that the trade talks could stretch until 1 Sep Labor Day, which makes the 9 Jul deadline less of a concern. Nonetheless, for this week, we still keep an eye on progress related to the trade negotiations. With risk sentiment looking strong, JPY seems mainly just to be getting the lift from the broad greenback's weakness at this point. Aside that, we are also closely watching the Tankan data due on Tuesday which should give us some crucial cues on the health of the Japanese economy. Near term, USDJPY is likely to stay ranged between 142.00 – 145.00 until there are significant breakthrough in the key developments. Support is at the lower end of the range at 142.00 with the next level after that at 140.00. Resistance at 145.00 and 148.00. Key data releases this week include May housing starts (Mon), 2Q Tankan data (Tues), Jun F S&P Global PMI mfg (Tues), Jun consumer confidence (Tues), Jun monetary base (Wed), Japan/foreign buying Japan/foreign stocks/bonds (Thurs), Jun F S&P Global PMI composite and services (Thurs) and May household spending (Fri).

- **AUDUSD –** ***0.6550 Still the Key Resistance***. The AUDUSD last seen around 0.6530. Bullish momentum seems to be gaining and the break of this key resistance could open the way towards the next resistance at 0.6700. Support at 0.6430 before the next at 0.6350 (100-dma). Resistance remains at 0.6550 before the next at 0.6700. Volatile risk sentiment could continue to keep the AUDUSD in two-way trades. That said, the pair remains in a rising trend channel right now, the pair is near the upper bound. We see room for pullback below the 21-dma at 0.6500 and then towards 0.6420. We also continue to look for AUDNZD to remain pressured. The AUD weakness is still more apparent against NZD. The AUDNZD is testing the 21-dma and was last seen around 1.0770, likely to keep within the 1.0740-1.0850 range for now. Week ahead has M-I inflation gauge which slowed in Jun (2.4%y/y from previous 2.6%). Wed has building approvals and May retail sales. Thu has May trade. Fri household spending for May is due.

- **NZDUSD –** ***Channel Violation***. NZDUSD remained elevated around 0.6060 this morning, largely due to the weak USD. This pair needs to make a decisive break above the 0.6050 or risk forming an arguable head and shoulders bearish price formation. Resistance remains at 0.6050 before the next at 0.6175. Support at 0.5850 (38.2% Fibonacci retracement of the Oct-Apr decline). We see two-way action for now within 0.5850-0.6030.

- **USDCAD –** ***Spurt of Cad Gains***. USDCAD was still seen around 1.3670, swinging within the 1.3540-1.3820 range. Canada has just rescinded its digital services tax in order to continue trade talks with the US and they agreed to continue to strive for a deal by 12 Jul. Resistance remains at 1.3840 while support is seen at 1.3540. Week ahead has May trade on Thu.

- **Gold (XAU/USD) –** ***Toppish Looking***. Gold slipped and was last seen around 3280. Our caution of a technical reversal seemed to have played out over the past few sessions. Next support is seen around 3230. Gold has fallen due to the de-escalation in the conflict between Israel and Iran. As well, trade deals seem to be in the making. Gold is overdue for a technical pullback. Resistance at 3435 and then at 3500. Support at 3230 before 3170 (100-dma).

Asia ex Japan Currencies

SGDNEER trades around +1.96% from the implied mid-point of 1.2996 with the top estimated at 1.2736 and the floor at 1.3255.

- **USDSGD - *Lower*.** USDSGD fell to 1.2741 levels while the SGDNEER was at 1.96% above the mid-point of the policy band. The USD continued to be weaker with the market seeming to ignore any "escalations", as was the case with the alleged ceasefire violations. Trump though seems to be intent on enforcing some level of peace in the region. As we suggested, SGD and the SGDNEER were resilient even as tensions escalated. SGD has been a beneficiary of a potential flight to quality and yet there could still be further positivity for the SGD as growth could come in stronger than expected. Of late SGD liquidity has been flush and that could be due to MAS intervening (buy USD, sell SGD) which increases liquidity in the market. More broadly however, SGS have been outperforming USTs and this could be reflective of interest to invest in Singapore. Of note in the latest US treasury report, Singapore remained on the monitoring list for having material current account surpluses and engaging in persistent one-sided FX intervention. In Apr, MAS eased its slope of the policy band "slightly" in line with our economists' view. Nevertheless, we expect support for the SGD to remain and note that Singapore has other levers apart from monetary policy to respond to a more challenging external environment. House view is now for MAS to hold for 2025, although a shift to a flat slope cannot be ruled out in a deep technical recession or trade war intensification. SG Budget 2025 was released earlier with a projected S$6.8b fiscal surplus (or about 0.9% of GDP). Budget is expansionary even with the healthy surplus. Vouchers are expected to cushion consumption amid an uncertain global environment. We expect that SGD 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. Regional safe-haven properties are also likely to be supportive for the SGD. MAS policy continues to be supportive of SGD strength and we look for the resilience to continue even with this easing. Resistance at 1.2800 followed by 1.2900. Support at 1.2700.

- **SGDMYR - *Slightly Lower*.** SGDMYR was slightly lower at 3.3119 levels with MYR catching up to developments after being out on a holiday on Fri. SGD and MYR have been the more resilient currencies (thanks to solid fundamentals and increased cooperation between the neighbours e.g. JS-SEZ) in the ASEAN space against the uncertain backdrop. We expect the resilience to continue. Resistance at 3.33 followed by 3.35. Support at 3.30 then at 3.27 followed by 3.25.

- **USDMYR - *Lower*.** Pair closed yesterday at 4.2153 as it moved lower on the broad dollar softening further with Trump's tax bill making progress in the Senate. The latter is raising concerns about the US's fiscal health and hence, weighs on the greenback. External developments remain a key driver for the pair especially that related to the USD and geopolitical developments. This week we are keeping a close eye on trade talk especially given the news that Japanese and Indian negotiators have extended their stay in DC. Risk sentiment looks strong as it is and there are hopes that some countries could get to some deal with the US. Back on the chart, resistance at 4.3000 and 4.3600. Support at 4.2500, 4.2000 and 4.1000. Key data release this week include Jun S&P Global PMI mfg (Tues).

- **USDCNH - *Pressing Lower*.** USDCNH was last seen at 7.1620, inching lower due to the broader USD decline. The USDCNY reference rate is set at 7.1586 vs 7.1627 previously, also helping with the bearish USD momentum. Back to the USDCNH chart, key support for the USDCNH is now seen at 7.1470. Resistance at 7.2000 before 7.2290. NBS just released stronger than expected Mfg PMI at 49.7 vs. previous 49.5. Non-mfg PMI also rose to 50.5 from previous 50.3. Caixin Mfg PMI is due on Tue. Thu has Services PMI for Jun.

- **1M USDKRW NDF – *Slightly Higher*.** 1M USDKRW NDF was slightly higher at 1353.45 levels on a continued weaker USD. Market seems to want to ignore any “escalations”, as was the case with the alleged ceasefire violations. Trump though seems to be intent on enforcing some level of peace in the region. Lee Jae Myung has officially won the race for President in South Korea and that could mean better stability for the KRW as the political risk premium eases. The KOSPI rose by almost 2% and the KRW was some 0.3% stronger after Lee’s win, which should herald a turning point for the country that was plunged into chaos from Yoon’s declaration of martial law. Nevertheless, we cannot rule out the risk of Trump’s planned semiconductor and pharmaceutical tariffs weighing on the KRW. BOK cut rates by 25bps to 2.50% as expected to support the economy amid uncertainty. We see 50bps more of cuts in 2025 for the BOK. BOK cuts should resume with central banks generally pivoting towards growth support given the downside risks to both growth and inflation from tariffs. Back on the chart, resistance is at 1370. Support is at 1350.

- **1M USDIDR NDF – *Lower*.** 1M USDIDR NDF was last seen at 16235 as it traded sideways even with a softer greenback. Pair could be impacted by month end demand for USD. Nonetheless, we see the possibility edging lower in the near term amid possibility of further greenback weakness although we are cautious of the fiscal situation. In Jul, we could get the fiscal outlook from the government and also potentially some idea of the 2026 budget. Aside that, we are also watching the trade developments closely. Back on the chart, support at 16200 and 16000. Resistance at 16400 and 16500. Key data releases this week include Jun S&P Global PMI mfg (Tues), Jun CPI (Tues) and Jun trade data (Tues).

- **1M USDPHP NDF – *Downside Risks*.** Pair was last seen lower at 56.41 as it continued its drive lower amid both a softening USD and relief from the retreat in crude prices. We expect for more downside in the pair near term given that these two factors are likely to stay in play. Meanwhile, on domestic matters, the BSP is expecting a bigger balance of payment deficit at $6.3bn compared to $4bn previously due to global uncertainty, heightened geopolitical risks and weakened investor confidence. Back on the chart, resistance at 57.50 and 58.00. Support is at 56.00 and 55.50. Key data releases this week include Jun S&P Global PMI mfg (Tues) and Jun CPI (Fri).

- **1M USDINR NDF- *Lower*.** USDINR 1M NDF was last seen lower at 85.60, catching up with to the earlier bout of USD weakness. Market seems to want to ignore any “escalations”, as was the case with the alleged ceasefire violations. Trump though seems to be intent on enforcing some level of peace in the region. India have reportedly proposed a zero-tariff framework for steel, car parts and drugs to the US, with some thresholds. It remains to be seen if the US will accept a zero-tariff proposal, having already rebuffed Japan’s. RBI’s short positions in USD in their forward book surged to US$88.75b as at end Feb 2025 (prev: -US$77.5b). This suggests that some forward intervention could have occurred in Feb. RBI Chief has hinted at some willingness to allow more flexible currency moves. Growth support is likely to be a major concern for the RBI, as more generally central banks have shown a preference to opt to be more growth supportive and are generally less worried about inflation. INR could face some near-term pressures as expectations of easing build, although it remains one of the more sheltered against the impact of US tariffs. Also contrary to what some might suggest, we think RBI maintains a relatively tight grip on the INR. Resistance at 87.00. Support at 86.00.

- **USDTHB** – ***Lower, Downside***. Pair was last seen at 32.55 as it moved lower from Friday's close amid the softer dollar. We expect that further downside for the pair given the possibility of further dollar softness and a relief from the retreat in crude prices. Gold prices are also looking like they can stay elevated too. We are though also cognizant of the domestic political situation. PM Paetongtarn has submitted a new cabinet list to the King and they include Phumtham Wechayachai (current DPM) as the new Interior Minister whilst Narumon Pinyosinwat from Kla Tham would be the Minister of Education. Meanwhile, Hun Sen did talk as he promised on the Thai PM and her family although some of the points he mentioned were just that PM Paetongtarn insulted the monarchy by insulting the regional commander whilst questioning whether Thaksin is actually truly sick. Nida's Jun poll is showing that only 9.2% of respondents support Paetongtarn as PM, which is a large drop from 30.9% in Mar. Protestors did hit the street on the weekend. At this point though, it is actually not very clear if there would even be a change in govt. On the trade front, Thailand's Finance Minister would be heading to the US for the trade talks this week. BOT Deputy Governor Piti Disyatat as said they would not let the THB be volatile especially if it is driven by "non-fundamental reaons, portfolio perceptions, sentiment that's unhinged with macro fundamentals". Back on the chart, support is at 32.00 and 31.00. Resistance is at 33.00 and 33.50. Key data releases this week include May ISIC mfg production index/capacity utilization (Mon), May trade data (Mon), May BoP (Mon), Jun S&P Global PMI mfg (Tues), Jun business sentiment index (Tues) and 27 Jun gross international reserves/forward contracts (Fri).

- **USDVND - *Softening further*.** USDVND was last seen around 26080, softening further and dropping below the 21-dma at 26084. This pair may continue to take the cue from the broader USD trends. While Vietnam may see some rewards for its efforts to get its tariffs reduced substantially, the possibility of a full reduction to zero tariff or even 10% tariff could be slim and that is why VND may continue to remain on the backfoot. We could however see a kneejerk reaction (lower) should Vietnam manage to be the first few to seal a trade deal with the US. Vietnam has said that it was "narrowing the gap" in trade talks with the US. Over the weekend, Vietnam is said to have approved international financial centre amid US trade pressure and "positive results" is expected "sooner than 2 weeks". Support is seen at 25875 before 25720. However, further extension higher for the USDVND as Vietnam continues to cope with a new tariff regime cannot be ruled out. Resistance remains at 26200.

Indonesia Fixed Income

Rates Indicators

Gov't Bonds	Previous Bus. Day	Latest Day's Close	Change
1YR	5.97	6.01	0.03
2YR	6.11	6.14	0.03
5YR	6.33	6.31	(0.02)
10YR	6.68	6.66	(0.02)
15YR	6.99	6.97	(0.02)
20YR	7.03	7.02	(0.01)
30YR	7.03	7.03	0.00

** Source: Bloomberg, Maybank Indonesia*

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

On the last week, Indonesian government bond market was on a "risk on" euphoria for the global investors to make an investment position amidst lessening potential conflict risks coverage between Israel and Iran after the ceasefire declaration by the U.S. President Donald Trump. We saw that most investors came to a relative liquid of government bonds, such as 1Y, 2Y, 5Y, and 10Y series. The yields of 5Y and 10Y series of Indonesian government bonds dropped by 10 bps and 10 bps, subsequently, to 6.31% and 6.66% from 20 Jun-25 to 26 Jun-25. Moreover, a lower yield mode on Indonesian government bond market is in line with Indonesian modest inflation pace by 1.60% YoY in May-25 and a weakening of imported inflation pressures, following cheap of Brent oil prices at US$67.91/barrel and undervalued of DXY Dollar index at 97.18 until 26 Jun-25. For Jun-25, we foresee Indonesian inflation to keep being low at below 1.61% YoY, following some discounted tariffs on the transport and the toll road during school holiday period, although on the other side, we also saw an increase on the several raw foods commodities prices.

Going forward, we expect Indonesian government bond to continue its positive mode on this week. Indonesian investment climate is still conducive condition until the end of previous week, as shown by relative low global volatility VIX index at 16.64, an undervalued of DXY Dollar Index at 97.18, a wide gap by 239 bps between the yields of Indonesian 10Y government bond with the U.S. 10Y government bond, a below 80 of position on Indonesian 5Y CDS at 79.46, and cheap of Brent oil prices at US$67.74/barrel. The yield of 10Y Indonesian government bond is expected to reach 6.62% this week. Several risk factors that possibly coming for giving negative sentiments for this week are 1.) trade war issues, especially about the deadline of postpone on Indonesian reciprocal tariffs, 2.) various macroeconomic data results that possibly giving surprises reactions by the market players, 3.) higher tensions on the direct war on the Middle East and other regions.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.1789	145.36	0.6586	1.3786	7.1830	0.6098	170.4867	95.1410
R1	1.1754	145.01	0.6557	1.3751	7.1778	0.6076	169.9833	94.8040
Current	1.1734	144.32	0.6541	1.3726	7.1624	0.6075	169.3400	94.3950
S1	1.1682	144.24	0.6504	1.3682	7.1646	0.6035	168.8033	94.1800
S2	1.1645	143.82	0.6480	1.3648	7.1566	0.6016	168.1267	93.8930

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.2802	#VALUE!	16248	56.7663	32.7620	1.5024	0.5910	3.3273
R1	1.2780	#VALUE!	16226	56.6637	32.6900	1.4989	0.5906	3.3230
Current	1.2745	4.2310	16200	56.4760	32.5530	1.4954	0.5908	3.3203
S1	1.2735	#VALUE!	16171	56.4747	32.5110	1.4906	0.5899	3.3156
S2	1.2712	#VALUE!	16138	56.3883	32.4040	1.4858	0.5896	3.3125

**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	Jul-25	Neutral
BNM O/N Policy Rate	3.00	9/7/2025	Neutral
BI 7-Day Reverse Repo Rate	5.50	16/7/2025	Easing
BOT 1-Day Repo	1.75	13/8/2025	Neutral
BSP O/N Reverse Repo	5.25	28/8/2025	Easing
CBC Discount Rate	2.00	18/9/2025	Neutral
HKMA Base Rate	4.75	-	Easing
PBOC 1Y Loan Prime Rate	3.00	-	Easing
RBI Repo Rate	5.50	6/8/2025	Easing
BOK Base Rate	2.50	10/7/2025	Easing
Fed Funds Target Rate	4.50	31/7/2025	Easing
ECB Deposit Facility Rate	2.00	24/7/2025	Easing
BOE Official Bank Rate	4.25	7/8/2025	Easing
RBA Cash Rate Target	3.85	8/7/2025	Neutral
RBNZ Official Cash Rate	3.25	9/7/2025	Easing
BOJ Rate (Lower bound)	0.00	31/7/2025	Tightening
BoC O/N Rate	2.75	30/7/2025	Easing

Equity Indices and Key Commodities

	Value	% Change
Dow	43,819.27	1.00
Nasdaq	20,273.46	0.52
Nikkei 225	40,150.79	1.43
FTSE	8,798.91	0.72
Australia ASX 200	8,514.17	-0.43
Singapore Straits Times	3,966.20	0.70
Kuala Lumpur Composite	1,528.16	0.55
Jakarta Composite	6,897.40	n/a
Philippines Composite	6,408.27	1.23
Taiwan TAIEX	22,580.08	0.39
Korea KOSPI	3,055.94	-0.77
Shanghai Comp Index	3,424.23	-0.70
Hong Kong Hang Seng	24,284.15	-0.17
India Sensex	84,058.90	0.36
Nymex Crude Oil WTI	65.52	0.43
Comex Gold	3,287.60	-1.80
Reuters CRB Index	299.74	0.51
M B B KL	9.81	0.20

DISCLAIMER

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.

If you are an authorised recipient, you hereby tacitly acknowledge that the research reports from MST 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 30 June 2025, 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 30 June 2025, 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 30 June 2025, 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) 6320 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