

# Global Markets Daily

## Fed to Keep its Options Open?

### DXY a tad lower Ahead of FOMC

The UK parliament has overwhelmingly (438-20) decided to support Boris Johnson's motion for an early election on 12<sup>th</sup> Dec. GBPUSD whipsawed in overnight trade with highs of 1.29 already reversed a tad low by early Asia. The bill is now sent to the House of Lords which is expected to allow it to pass. GBP and EUR were firmer at the end of the session, bringing the DXY index a tad lower. Ahead of FOMC decision tonight, price action could be muted. Fed is likely to maintain some degree of optionality with regards to future policy guidance, without over-committing. It could possibly go a step further to signal that the mid-cycle adjustment has ended, akin to hawkish cut. In this scenario, USD may well stay supported for a while. But any sustained USD strength would still require a strengthening of US data. We have 3Q GDP due today, ahead of the Fed decision.

### Australia's inflation Met Consensus

Australia 3Q inflation came into be roughly in consensus at 0.5%q/q. Year-on-year, CPI rose a tad to 1.7%. The trimmed mean CPI steadied at 0.4%q/q. Tradable prices slipped to 0.9%q/q from previous 1.2%. Non-tradable prices rose 0.4%q/q from previous 0.2%. Inflationary pressure for goods excluding volatile items rose to 0.8%q/q vs. previous 0.5%. For services excluding volatile items, prices accelerated 0.8% from previous 0.2%, suggesting some recovery in domestic demand. As a result, AUD is now a tad higher at around 0.6870.

### US GDP first, BoC, FOMC

US 3Q GDP is due along with ADP employment an Core PCE. BoC makes policy decision and solid hiring momentum along with inflation around the middle of the targeted 1-3% range should mean that the central bank would not have much impetus to act.

FX: Overnight Closing Prices					
Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.1112	↑ 0.11	USD/SGD	1.3623	↑ 0.01
GBP/USD	1.2862	↓ -0.01	EUR/SGD	1.5137	↑ 0.12
AUD/USD	0.6865	↑ 0.39	JPY/SGD	1.2511	↑ 0.08
NZD/USD	0.6356	↑ 0.09	GBP/SGD	1.7527	↑ 0.05
USD/JPY	108.89	↓ -0.06	AUD/SGD	0.9351	↑ 0.39
EUR/JPY	120.99	↑ 0.05	NZD/SGD	0.8658	↑ 0.10
USD/CHF	0.994	↓ -0.06	CHF/SGD	1.3705	↑ 0.07
USD/CAD	1.3087	↑ 0.25	CAD/SGD	1.0409	↓ -0.24
USD/MYR	4.1842	↓ -0.01	SGD/MYR	3.0717	↑ 0.01
USD/THB	30.252	↑ 0.10	SGD/IDR	10295.75	↑ 0.02
USD/IDR	14035	↑ 0.05	SGD/PHP	37.4708	↓ -0.17
USD/PHP	51.073	↓ -0.11	SGD/CNY	5.1866	↓ -0.04

### Implied USD/SGD Estimates at 30-Oct-19, 9.00am

Upper Band Limit	Mid-Point	Lower Band Limit
1.3577	1.3854	1.4131

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### G7: Events & Market Closure

Date	Ctry	Event
30 Oct	CA	BoC Meeting
29-30 Oct	US	FOMC Meeting
30-31 <sup>st</sup> Oct	JN	BoJ Meeting

### AXJ: Events & Market Closure

Date	Ctry	Event
28- 31st Oct	CH	China's 4 <sup>th</sup> Plenum

## G7 Currencies

- **DXY Index - *Likely Subdued ahead of 3Q GDP, ADP, FoMC.*** USD slipped modestly overnight. DXY slippage came amid rebound in GBP and EUR following reports that MPs will back early elections in UK while softer than expected US consumer confidence further weighed on USD. Nonetheless trading range remains relatively subdued and possibly could stay this way ahead of **ADP employment (815pm SG/KL time), 3Q GDP (830pm SG/KL time) before FoMC (2am SG/KL time on Thu morning)**. A 25bps rate cut is about 95% priced in implied via OIS futures. **Question remains on its forward guidance.** Fed is likely to maintain some degree of optionality with regards to future policy guidance, without over-committing. It could possibly go a step further to signal that the mid-cycle adjustment has ended, akin to hawkish cut. In this scenario, USD may well stay supported for a while. But sustained USD strength would still require a strengthening of US data - plenty of tier-1 data including 3Q GDP, ADP employment on Wed; PCE core on Thu; NFP, ISM Mfg on Fri. However, the beauty of maintaining optionality means that the Fed could also signal its intent to do more easing, if economic conditions deteriorate. Confirmation of a dovish guidance would take the USD lower, especially when USD long positions remained stretched and US activity momentum has peaked. Elsewhere **US-China trade and brexit development remain keenly watched. Positive progress on those fronts will also subject dollar index to further downward pressure.** DXY was last seen at 97.70 levels. Bearish momentum on daily chart is waning while stochastics is showing signs of rising from oversold conditions. Risk of near term rebound remains. Resistance at 97.80 (100 DMA), 98.40 (21, 50 DMA). But bias to lean against USD strength. Immediate support at 97.40 levels (200 DMA), 97 levels. Data/Events of focus this week include GDP (3Q); ADP Employment (Oct) on Wed; FoMC; PCE Core (Sep); Chicago PMI (Oct); Personal income, spending (Sep), House to vote on impeachment inquiry resolution on Thu; NFP, weekly earnings, unemployment rate, ISM Mfg (Oct); Construction spending (Sep); Fed's Clarida, Quarles, Williams speak on Fri. Elsewhere the on Thu.
- **EURUSD - *Buy Dips Preferred.*** EUR drifted modestly higher, owing to spill-over effect from GBP's rebound. Last seen at 1.1110. Underlying momentum (weekly chart) remains bullish but bullish momentum on daily chart is waning while stochastics shows signs of turning lower from overbought conditions. Downside risks not ruled out in the near term especially with event risk - FoMC round the corner. Support at 1.1080 levels. Resistance at 1.1150, 1.12 (200 DMA). *Focus this week on consumer confidence on Wed; GDP (3Q); EU, German CPI (Oct); Unemployment (Sep) on Thu.*
- **GBPUSD - *Accumulate Dips.*** MPs voted in support of early GE overnight by a vote of 438-20. The bill now move to the upper House of Lords and is expected to be passed. This will pave the way for early General Elections in winter time (which may affect voter turn-out). Election uncertainty could weaken GBP in the

meantime but losses can quickly reverse if BoJo is perceived to score a stronger mandate. Still early to tell from opinion polls what the outcome may be as political parties - Labor, Lib-demo could possibly re-shape their manifestoes around brexit future. Possibly, Labour party could possibly throw up the option of holding a second referendum looking for continued membership in EU. Brace for twists and turns in GBP but the case of EU extending brexit deadline and lesser likelihood of no-deal hard brexit should further reinforce our accumulate GBP on dips play. Pair was last seen at 1.2850 levels. Bullish momentum on daily chart is fading while stochastics is turning from overbought conditions. Further decline in the near term should not be ruled out especially given the too fast too furious rise. Support at 1.2790, 1.2720 (200 DMA). Immediate resistance at 1.2880, 1.30 levels. A stretch towards 1.3170 (50% fibo retracement of 2018 high to 2019 low) should not be ruled out if BoJO is perceived to score a stronger mandate. Look for 2-way trades in 1.27 - 1.30 in coming days. Focus this week on GfK Consumer confidence (Oct) on Thu; PMI Mfg (Oct) on Fri

- **USDJPY - Ranged.** USDJPY pair traded ranged yesterday, still unable to decisively break through the 109-level. Last seen at 108.83. There seems to be some pause in momentum (either way) as markets await the Fed rate decision tonight (2am) and BoJ decision tomorrow. US stocks had stepped back somewhat from fresh record highs, alongside murmurs that the US-China trade deal might not be ready for signing at Chile APEC meeting in Nov. A tad of political uncertainty might be re-emerging in UK, as voters will likely head to the polls Dec 12 for an early general election. While hard Brexit risks are still very low, the potential range of outcomes have widened again (successful soft Brexit by Jan/second referendum/further extension etc.), and this could weigh on sentiments somewhat. Back in Japan, retail sales surprised to the upside in Sep (9.1%/y vs. 6.0% expected). Rather than a sign of improving growth momentum though, this was probably evidence of front-loading of purchases before the sales tax hike kicked in for Oct. While the majority of economists expect the BoJ to keep policy rates on hold this Thurs, partly on de-escalation in US-China tensions, we actually see some chance of slight easing, or at least a more explicit dovish tilt, as risks of stalling in price momentum seems to have risen. If this comes to pass, it could exert a tad of upward pressure on the USDJPY pair too. Momentum on daily chart is mildly bullish and stochastics are in overbought territory. Resistance at 109.30 (Aug high), 110. Support at 108.45 (Sep high), 107.50 (23.6% Fibonacci retracement from Aug low to Sep high). IP and BoJ decision due Thurs.
- **NZDUSD - Range.** NZD held steady after a brief dip yesterday following comments from NZ Treasury that S&P ratings could remove its positive outlook on NZ's AA credit rating in the wake of government's wellbeing budget (focus on ramping up social spending). Pair was last seen at 0.6360 levels. Bullish momentum on daily chart is waning while stochastics is turning from overbought conditions. Support at 0.6350 (50 DMA), 0.6320 (21 DMA) and 0.6240 levels. Resistance at 0.6440, 0.6770 levels (100

DMA). We still look for range of 0.63 - 0.6440 this week. Focus this week on Building Permits (Sep); Business Confidence (Oct) on Thu; Consumer Confidence (Oct) on Fri.

- **AUDUSD - Above the 100-dma, Can it stay Above it?** AUDUSD edged above the 100-dma and was last seen around 0.6870, underpinned by the 3Q CPI that ticked higher to 1.7%/y from previous 1.6%. Inflation came in to be roughly in consensus at 0.5%q/q. The trimmed mean CPI steadied at 0.4%q/q. Tradable prices slipped to 0.9%q/q from previous 1.2%. Non-tradable prices rose 0.4%q/q from previous 0.2%. Inflationary pressure for goods excluding volatile items rose to 0.8%q/q vs. previous 0.5%. For services excluding volatile items, prices accelerated 0.8% from previous 0.2%, suggesting some recovery in domestic demand. As a result, AUD is now a tad higher at around 0.6870 as the inflation prints suggest less impetus for RBA to ease in a hurry. RBA Lowe spoke about easing further if necessary (again) and that negative interest rates are unlikely. Lowe also pointed out that the transmission of previous cuts have been “reasonably well” and 60bps of the 75bps in total cuts were passed on to consumer. That seem to suggest less likelihood of the use of a unconventional monetary policy barring a sharp deterioration in the growth outlook. MACD is still slight bullish though stochastics is in overbought condition. Next resistance is a stronger one at 0.6880 (50% of the Jul-Aug fall). Ahead of the next RBA meeting on 5<sup>th</sup> Nov, there are expectations for another rate cut to crimp the AUD recovery along with speculation of QE for next year. We expect no cut next week however as hiring momentum remains decent and the downtick in jobless rate also rendered a move in Nov unnecessary. Building approvals (Sep); Import export price index (3Q) due on Thu; PPI (3Q); PMI Mfg, Commodity Index (Oct) on Fri.
- **USDCAD - Retracement.** USDCAD rebounded to levels around 1.3090. We see potential for this pair to continue its retracement towards the magnetic 1.3145-level. Next support at 1.3020. Stochastics in oversold conditions although momentum is bearish. BoC rate decision is due Wed and solid hiring data along with inflation in the middle of the 1-3% target range should mean that the central bank would not have much impetus to act. We remain medium term bearish on this pair as CAD has emerged to be the carry currency of the DM space.

## Asia ex Japan Currencies

- **SGD trades around 1.6% above the implied mid-point of 1.3854 with the top estimated at 1.3577 and the floor at 1.4131.**
- **USDSGD - *Buy on Dips; 1.3600 as Key Support.*** The pair traded within a relatively tight 20pip range yesterday; last seen at 1.3625. Speculation that the US-China trade deal might not be ready for signing at the Chile APEC meeting in Nov (Reuters report) had dampened sentiments slightly at the margin, but did not incite large moves. Ranged behaviour for USDSGD could continue before the Fed rate decision tonight at 2am. We caution that 3Q US GDP released before the Fed decision could potentially cause USD-led moves in USD-AxJ pairs as well. With SGD NEER currently hovering around +1.6% from policy mid, still very near to the top-side of the policy band (bounds estimated at +/- 2% from mid), upsides in SGD on a basket basis are limited. For USDSGD, 1.3600 could be a tough level to break pass. Momentum on daily chart is mildly bearish, while stochastics remain in oversold conditions. Support at 1.3600 (76.4% Fibonacci retracement from Jul low to Sep high), 1.3500 (Jul low). Resistance at 1.3660 (200 DMA), 1.3770 (38.2% fibo), 1.3840 (23.6% fibo).
- **AUDSGD - *Buoyant.*** AUDSGD remains rather bid this morning, on the back of strong AUD as inflation pressure ticks higher. Optimism over the US-China trade deal also underpins and this cross was last seen around 0.9350. AUD recovery remains weighed by expectations for RBA to ease cash target rate. Resistance around 0.9360/70 (50-dma) before the next at 0.9420. Support at 0.9230 (near recent low).
- **SGDMYR - *Still Looking for Pullback.*** SGDMYR was little changed near its recent highs. Cross was last seen at 3.0710 levels. Bullish momentum is fading while stochastics is showing signs of turning from overbought conditions. We reiterate our call looking for a pullback. Support at 3.0680, 3.0610 levels. Immediate resistance at 3.0750 levels (upper bound of its trend channel) likely to provide a firm resistance for now.
- **USDMYR - *Consolidative; Awaiting Break-Out.*** USDMYR was steady; last seen at 4.1850 levels. Daily momentum and stochastics are not indicating a clear bias. Technical signals still suggest indecision as seen from a symmetrical triangle pattern, momentum and oscillator indicators but a break out (direction unknown) may possibly come soon. 4.17 - 4.20 range within wider range of 4.16 - 4.22. Elsewhere our House view on BNM OPR decision has now shift to no cut at the upcoming 4-5 Nov MPC meeting (vs. 25bps cut previously). This is in view of the sanguine official growth and inflation forecasts, growth-supportive budget 2020, easing in financial conditions and US-China trade war de-escalation.
- **1m USDKRW NDF - *Range.*** Yesterday's decline in 1m USDKRW NDF below 200 DMA was brief. Low seen at 1162 levels before losses were reversed into the close. Pair was last seen at 1167 levels. Bearish momentum on daily chart remains intact while stochastics is in oversold conditions. Key support at 1166 (200 DMA, 76.4% fibo

retracement of Jun low to Aug high) still holds. Sustained close below this is needed for further downside to materialize. Next support at 1148 (Jun low). Resistance at 1172, 1177 (61.8% fibo). US-China trade optimism - that progress looks on track for phase-1 sign-off soon is supportive of KRW gains but we are cautious if gains can be sustained as domestic woes remain for now - slowing domestic growth, deflation risks, trade disputes (JP-KR, etc). have yet to show signs of improvement and this could still limit KRW gains. Day ahead of event risk - FOMC - we look for 1162 - 1169 range.

- **USDCNH - *FX Report Still Eyed.*** USDCNH did not make much swings overnight, still awaiting more substantial progress for the US-China trade deal. A White House spokesperson told Reuters that they are working to finalize text of the phase 1 of the trade agreement and that they “aim to” have it signed in Chile. That came after a US official’s comments that the deal may not be signed at APEC but that should not be misconstrued as a breakdown. More time could be needed. Insofar, there have not been much details on what has been agreed on apart from agricultural purchases and that has been something that China was keen to accede to since last year. We anticipate that phase 1 of the deal is a trade-only deal and China’s concern on Huawei and US’ treatment of Chinese companies are unlikely to be addressed. While rhetoric has been somewhat positive on trade, note that US regulators may vote to prevent subsidies to be used to purchase Huawei Technologies Co. The vote is set on Nov 19. Last seen around 7.0625, bias for this pair is still to the downside with a break of the neckline of the H&S considered already done in the past few sessions. A clearance of the 7.05 would have violated the trend support that has guided the action higher since Apr this year. We also watch out for **the FX report (typically released twice a year) by the US Treasury is a focus and investors could be disappointed if the designation of “currency manipulator” for China remains.** As we have stated, we probably need to see at least a partial roll-back of tariffs for any progress to be considered “substantial”. Should that happen, we should see USDCNH heading beyond the 7-figure in due time. We still maintain the view that the break of the neckline would open the way towards 7.0 and then at 6.95, 6.90. Stoploss at 7.19. Risk reward ratio of 1:2.63. We also hold our short SGD against the CNH. SGDCNH touched a high of 5.1991 and has retraced lower to levels around 5.1800. We hold our view that the recent move higher is not likely to last. This cross has a rising wedge, bearish divergence and SGDNEER is simply too elevated at this point. First target at 5.0970 before the next target at 5.0788. Spot reference at 5.1620 (25 Sep). Stoploss at 5.20 with a risk-reward ratio of 1:2.19. **PBoC fixed USDCNY 35 pips lower at 7.0582 vs. 7.0617.**
- **1M USDPHP NDF - *Upsides Capped.*** After the step-down early yesterday morning, the NDF saw largely ranged trading yesterday and this morning, similar to most other USD-AxJ pairs. Last seen at 51.12. FDI flows into Philippines infrastructure projects seem to be healthy. Latest report reveals two Chinese companies investing -US\$332mn in the Makati City Subway system project. The project



costs US\$3.5bn in total and has already attracted funds from other companies prior. There are also news that the government could soon be offering prize bonds (which pays a quarterly coupon and also raffle off prizes every three months), which could attract significant interest from retail investors. More broadly, resilient domestic growth, and optimism on US-China trade relations should also lend support to the PHP and help cap upsides in the NDF (i.e., further PHP softening). Momentum on daily chart is mildly bearish, while stochastics show signs of inching up from oversold conditions. Support at 50.80 (Jul low). Resistance at 51.60 (61.8% Fibonacci retracement from Jul low to Aug high), 52.10 (38.2% fibo).

- **1m USDIDR NDF - Ranged.** The NDF saw a modest step-up yesterday afternoon; last seen at 14073, around 20-30pips higher compared to yesterday morning. BI Governor Warjiyo's comments that "low interest rates for longer" is the new normal could hint at further rate cuts by BI, which might exert a tad of upward pressure on the NDF (i.e., IDR softening). Inflation is seen at below 3.5% in 2019 and within 2-4% in 2020. In the interim, signs of potential widening in the fiscal deficit (-ve for IDR) could still contend with US-China trade deal optimism (+ve for IDR) in influencing IDR dynamics. A Finance Ministry official said last week that the fiscal deficit for 2019 could potentially widen to around 2.0% to 2.2% of GDP, compared to the 1.93% forecast earlier, as revenue collection remained challenging. Momentum for NDF is modestly bearish while stochastics are in oversold conditions. Support at 14000, 13950 (Sep low). Resistance at 14200-level (38.2% Fibonacci retracement from Aug high to Sep low), 14300. Mfg PMI and CPI due on Fri.
- **USDTHB - Interim Upside Risks.** USDTHB saw ranged trading yesterday and this morning; last seen at 30.23. After US' latest move to suspend Thailand's benefits under the Generalized System of Preferences programme (higher tariffs on ~US\$1.3bn of affected Thai exports to US) over lack of efforts to provide internationally recognized worker rights, PM Prayut will be seeking talks with US representatives (at the 35<sup>th</sup> ASEAN summit in Bangkok next month) to try to restore the privileges. Nonetheless, even if the benefits are unable to be restored, the overall impact on exports and growth from the GSP suspension should be mild, with some estimates putting the impact on exports at around 0.01%. USDTHB pair is currently showing signs of rebounding from the lower end of our suggested 30.20 to 30.40 interim range. There might come a point where the growth damage inflicted by the strong baht on the economy (on exports, tourism) starts to tip the balance and lead THB to retrace its strength further. Mfg production for Sep came in at -4.73%, worse than the -2.1% expected, with softness seen in cars, petroleum and rubber sectors. As mega infrastructure projects begin, large-value imports of materials or equipment could also help to curb THB strength. Momentum on daily chart is mildly bearish, while stochastics remain in oversold conditions. Resistance at 30.40 (longer-term 23.6% fibo retracement from 2009 high to 2013 low), 30.37 (21 DMA), 30.50 (50 DMA). Next support at 30.20, 30.00. Trade and BoP due Thurs, Mfg PMI and CPI due Fri.

## Malaysia Fixed Income

### Rates Indicators

### Analysts

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR MI 3/22	3.13	3.12	-1
5YR MI 6/24	3.27	3.29	+2
7YR MK 7/26	3.45	3.46	+1
10YR MO 8/29	3.45	3.44	-1
15YR MS 7/34	*3.73/70	*3.73/70	Not traded
20YR MX 6/38	3.88	3.89	+1
30YR MZ 7/48	4.05	4.13	+8
IRS			
6-months	3.33	3.33	-
9-months	3.28	3.29	+1
1-year	3.28	3.28	-
3-year	3.28	3.29	+1
5-year	3.32	3.35	+3
7-year	3.37	3.38	+1
10-year	3.44	3.44	-

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Source: Maybank KE

\*Indicative levels

- Local government bonds ended weaker following the selloff in US Treasuries. Activities were concentrated on the 7y and 10y benchmark MGS and GII. Overall sentiment was cautious and we expect trading activities to remain volatile in the near term. Fed policy is still towards easing, but less so than previously and investors will look to the FOMC statement this week for further guidance beyond the presumed 25bps Fed Funds rate cut at the meeting this week.
- MYR IRS levels were higher on receding expectation for BNM OPR cut in November. 3y IRS traded at 3.29%. 5y IRS traded at 3.34% and 3.345%. 3M KLIBOR was unchanged at 3.38%.
- The PDS market held up well and was broadly unchanged although requests were skewed towards better selling. GGs traded unchanged at the belly and long end of the curve with trades on Dana and Prasa papers. AAA was not traded with few quotes. AAs traded unchanged to 2bps lower in yield as the SPG curve saw better buying at the long end especially the 15y. Most other names like MMC, UEM and UITM Solar traded unchanged.



## Singapore Fixed Income

### Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	1.57	1.60	+3
5YR	1.59	1.63	+4
10YR	1.71	1.77	+6
15YR	1.80	1.86	+6
20YR	1.90	1.95	+5
30YR	2.04	2.09	+5

Source: MAS

- SGS yields jumped 3-6bps across the curve, tracking the overnight performance of Treasuries. The reopening auction of 7y SGS 6/26 drew a moderate 1.86x cover ratio. The cut-off yield was 1.73% and median yield was 1.68%.
- Asian USD credit market turned more constructive although volume remained low. CDS tightened marginally but Asian sovereigns traded in range within 0.2-0.3 point from previous day. Chinese, HK and India IGs traded 3-5bps tighter, driven by short covering. New issuances are coming to the market this week. While absolute yields may attract interest from some lifers and real money, some may be discouraged by the tight spreads. Better buying was seen in China HY.

## Indonesia Fixed Income

### Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Yesterday's Close	Change (%-pt)
1YR	5.84	5.82	(0.02)
3YR	6.25	6.24	(0.01)
5YR	6.49	6.48	(0.01)
10YR	7.04	7.04	-
15YR	7.49	7.49	0.00
20YR	7.72	7.70	(0.02)
30YR	7.88	7.83	(0.05)

\* Source: Bloomberg, Maybank Indonesia

- Yields on Indonesian government bonds still rallied yesterday. Indonesian bond market was in a holding pattern awaiting the Federal Reserve's policy decision. The government was also successfully released its Sukuk by Rp7.43 trillion on yesterday's auction. The market players had strong attention for this Sukuk auction, as shown by Rp35.92 trillion of total incoming bids. Furthermore, the Fed is widely expected to lower rates again Wednesday, having already cut in July and September. For markets, the key will be the tone of Chairman Jerome Powell's press conference later in the day, with investors trying to ascertain the trajectory of policy heading into next year. Complicating matters are the ongoing trade tensions that recently showed signs of easing.
- Going forward, there are some big events for this week: Indonesian inflation on next Friday, the Fed's decision that is expected to lower the main interest rate when policy makers decide on Wednesday, U.S. economic growth is forecast to have slowed to 1.6% in the third quarter. GDP data are due Wednesday. The Fed's preferred inflation metric, the core PCE deflator, is due Thursday. The Bank of Japan sets policy on Thursday and Governor Haruhiko Kuroda will hold a news conference. Friday also brings the monthly U.S. non-farm payrolls report.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.1147	109.22	0.6894	1.2956	7.0773	0.6393	121.3700	75.0233
R1	1.1129	109.06	0.6879	1.2909	7.0714	0.6374	121.1800	74.8847
<b>Current</b>	1.1110	108.86	0.6864	1.2866	7.0629	0.6362	120.9500	74.7240
S1	1.1084	108.74	0.6843	1.2811	7.0562	0.6338	120.6900	74.5467
S2	1.1057	108.58	0.6822	1.2760	7.0469	0.6321	120.3900	74.3473

  

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3648	4.1887	14048	51.2143	30.3100	1.5173	0.5961	3.0746
R1	1.3636	4.1865	14042	51.1437	30.2810	1.5155	0.5942	3.0732
<b>Current</b>	1.3625	4.1850	14043	51.0650	30.2310	1.5138	0.5924	3.0719
S1	1.3614	4.1815	14022	50.9927	30.2000	1.5108	0.5902	3.0694
S2	1.3604	4.1787	14008	50.9123	30.1480	1.5079	0.5881	3.0670

\*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	1.8309	Oct-19	Easing Bias
BNM O/N Policy Rate	3.00	5/11/2019	Easing Bias
BI 7-Day Reverse Repo Rate	5.00	21/11/2019	Easing
BOT 1-Day Repo	1.50	6/11/2019	Neutral
BSP O/N Reverse Repo	4.00	14/11/2019	Easing
CBC Discount Rate	1.38	19/12/2019	Neutral
HKMA Base Rate	2.25	-	Neutral
PBOC 1Y Lending Rate	4.35	-	Easing
RBI Repo Rate	5.15	5/12/2019	Easing
BOK Base Rate	1.25	29/11/2019	Easing
Fed Funds Target Rate	2.00	31/10/2019	Easing
ECB Deposit Facility Rate	-0.50	12/12/2019	Easing Bias
BOE Official Bank Rate	0.75	7/11/2019	Neutral
RBA Cash Rate Target	0.75	5/11/2019	Easing Bias
RBNZ Official Cash Rate	1.00	13/11/2019	Easing Bias
BOJ Rate	-0.10	31/10/2019	Easing
BoC O/N Rate	1.75	30/10/2019	Neutral

**Equity Indices and Key Commodities**

	Value	% Change
Dow	27,071.42	-0.07
Nasdaq	8,276.85	-0.59
Nikkei 225	22,974.13	0.47
FTSE	7,306.26	-0.34
Australia ASX 200	6,745.42	0.07
Singapore Straits Times	3,197.04	0.36
Kuala Lumpur Composite	1,577.79	0.50
Jakarta Composite	6,281.14	0.25
Philippines Composite	7,991.19	0.56
Taiwan TAIEX	11,333.87	0.17
Korea KOSPI	2,092.69	-0.04
Shanghai Comp Index	2,954.18	-0.87
Hong Kong Hang Seng	26,786.76	-0.39
India Sensex	39,831.84	1.48
Nymex Crude Oil WTI	55.50	-0.43
Comex Gold	1,489.90	-0.33
Reuters CRB Index	178.38	0.05
MBB KL	8.47	0.24

## MYR Bonds Trades Details

MGS & GII	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
MGS 4/2014 3.654% 31.10.2019	3.654%	31-Oct-19	36	3.589	3.589	3.589
MGS 2/2009 4.378% 29.11.2019	4.378%	29-Nov-19	119	3.019	3.025	2.987
MGS 6/2012 3.492% 31.03.2020	3.492%	31-Mar-20	240	3.02	3.025	3.02
MGS 6/2013 3.889% 31.07.2020	3.889%	31-Jul-20	10	3.048	3.048	3.048
MGS 3/2015 3.659% 15.10.2020	3.659%	15-Oct-20	263	3.054	3.07	3.049
MGS 1/2011 4.16% 15.07.2021	4.160%	15-Jul-21	51	3.097	3.127	3.063
MGS 3/2014 4.048% 30.09.2021	4.048%	30-Sep-21	50	3.089	3.089	3.089
MGS 1/2017 3.882% 10.03.2022	3.882%	10-Mar-22	55	3.14	3.151	3.124
MGS 1/2012 3.418% 15.08.2022	3.418%	15-Aug-22	20	3.16	3.16	3.134
MGS 2/2018 3.757% 20.04.2023	3.757%	20-Apr-23	2	3.244	3.244	3.231
MGS 1/2016 3.800% 17.08.2023	3.800%	17-Aug-23	59	3.236	3.246	3.221
MGS 3/2019 3.478% 14.06.2024	3.478%	14-Jun-24	57	3.28	3.289	3.266
MGS 1/2014 4.181% 15.07.2024	4.181%	15-Jul-24	50	3.347	3.347	3.347
MGS 2/2017 4.059% 30.09.2024	4.059%	30-Sep-24	32	3.314	3.325	3.282
MGS 1/2015 3.955% 15.09.2025	3.955%	15-Sep-25	5	3.387	3.402	3.372
MGS 1/2019 3.906% 15.07.2026	3.906%	15-Jul-26	433	3.451	3.468	3.436
MGS 3/2016 3.900% 30.11.2026	3.900%	30-Nov-26	2	3.49	3.49	3.474
MGS 3/2007 3.502% 31.05.2027	3.502%	31-May-27	10	3.49	3.49	3.49
MGS 4/2017 3.899% 16.11.2027	3.899%	16-Nov-27	210	3.525	3.525	3.488
MGS 5/2013 3.733% 15.06.2028	3.733%	15-Jun-28	1	3.516	3.516	3.509
MGS 2/2019 3.885% 15.08.2029	3.885%	15-Aug-29	124	3.442	3.448	3.429
MGS 3/2010 4.498% 15.04.2030	4.498%	15-Apr-30	2	3.629	3.657	3.629
MGS 3/2017 4.762% 07.04.2037	4.762%	7-Apr-37	1	3.791	3.791	3.791
MGS 4/2018 4.893% 08.06.2038	4.893%	8-Jun-38	23	3.868	3.886	3.855
MGS 2/2016 4.736% 15.03.2046	4.736%	15-Mar-46	1	4.053	4.053	4.053
MGS 5/2018 4.921% 06.07.2048	4.921%	6-Jul-48	11	4.126	4.142	4.101
GII MURABAHAH 2/2015 3.799% 27.08.2020	3.799%	27-Aug-20	10	3.052	3.052	3.052
PROFIT-BASED GII 2/2013 31.10.2023	3.493%	31-Oct-23	20	3.29	3.291	3.29
GII MURABAHAH 3/2018 4.094% 30.11.2023	4.094%	30-Nov-23	20	3.271	3.289	3.271
GII MURABAHAH 1/2018 4.128% 15.08.2025	4.128%	15-Aug-25	176	3.427	3.431	3.418
GII MURABAHAH 3/2019 3.726% 31.03.2026	3.726%	31-Mar-26	154	3.402	3.428	3.402
GII MURABAHAH 1/2019 4.130% 09.07.2029	4.130%	9-Jul-29	20	3.49	3.49	3.49
GII MURABAHAH 2/2019 4.467% 15.09.2039	4.467%	15-Sep-39	20	3.934	3.934	3.93

**Total****2,288**

Sources: BPAM

## MYR Bonds Trades Details

PDS	Rating	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
DANAINFRA IMTN 4.670% 27.11.2029 - Tranche No 27	GG	4.670%	27-Nov-29	25	3.709	3.709	3.709
PRASARANA IMTN 4.530% 10.03.2034 - Tranche 5	GG	4.530%	10-Mar-34	10	3.849	3.849	3.849
DANAINFRA IMTN 4.300% 31.03.2034 - Tranche No 87	GG	4.300%	31-Mar-34	15	3.849	3.849	3.849
TAQA IMTN 4.650% 03.03.2022	AA1	4.650%	3-Mar-22	20	4.348	4.353	4.348
NBAD 4.75% 09.12.2027	AA1	4.750%	9-Dec-27	20	3.9	3.901	3.9
TANJUNG BP IMTN 4.660% 14.08.2020	AA2	4.660%	14-Aug-20	20	3.4	3.432	3.4
ZAMARAD ABS-IMTN 27.09.2027 (Class B)	AA2	5.500%	27-Sep-27	5	4.707	4.707	4.707
MMC CORP IMTN 5.200% 12.11.2020	AA- IS	5.200%	12-Nov-20	10	3.808	3.858	3.808
CMS IMTN 4.800% 05.05.2022 - Series No 1	AA3	4.800%	5-May-22	10	3.759	3.792	3.759
IJM IMTN 4.830% 10.06.2022	AA3	4.830%	10-Jun-22	10	3.852	3.877	3.852
BESRAYA 4.880% 28.07.2022	AA3	4.880%	28-Jul-22	20	4.068	4.068	4.053
UEMS IMTN 5.060% 09.12.2022	AA- IS	5.060%	9-Dec-22	6	3.628	3.632	3.628
SINAR KAMIRI IMTN 5.200% 30.01.2023	AA- IS	5.200%	30-Jan-23	5	4.684	4.684	4.684
EDRA ENERGY IMTN 5.820% 04.07.2025 - Tranche No 8	AA3	5.820%	4-Jul-25	10	4.188	4.194	4.188
EDRA ENERGY IMTN 5.880% 03.07.2026 - Tranche No 10	AA3	5.880%	3-Jul-26	10	4.238	4.243	4.238
MMC CORP IMTN 5.700% 24.03.2028	AA- IS	5.700%	24-Mar-28	5	4.899	4.899	4.899
UITM SOLAR IMTN 5.800% 27.04.2028	AA- IS	5.800%	27-Apr-28	5	4.728	4.728	4.728
SDHB IMTN 5.300% 02.10.2028	AA- IS	5.300%	2-Oct-28	15	4.658	4.658	4.658
SPG IMTN 5.330% 30.04.2032	AA- IS	5.330%	30-Apr-32	10	4.111	4.111	4.099
SPG IMTN 5.370% 29.10.2032	AA- IS	5.370%	29-Oct-32	20	4.171	4.171	4.158
SPG IMTN 5.490% 28.04.2034	AA- IS	5.490%	28-Apr-34	10	4.32	4.32	4.319
SPG IMTN 5.610% 31.10.2035	AA- IS	5.610%	31-Oct-35	40	4.472	4.472	0
EWIB IMTN 6.400% 25.10.2021	NR(LT)	6.400%	25-Oct-21	1	5.772	5.772	5.772
BRECON IMTN TRANCHE 1 SERIES 4 29.07.2026	NR(LT)	5.160%	29-Jul-26	100	5.159	5.159	5.159
TROPICANA 7.000% PERPETUAL SUKUK MUSHARAKAH - T1	NR(LT)	7.000%	25-Sep-19	1	6.408	6.408	6.408

**Total****403**

Sources: BPAM

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