

Global Markets Daily

BI and ECB Could Stand Pat

USD Retains Downside Bias on Strong Risk Appetite

The greenback softened for much of Asian session towards the Jun low of 95.7 as risk appetite continued to advance on good news for vaccine development. Telegraph reported that the Oxford scientists may have made a breakthrough regarding a vaccine for Covid-19 on phase 1. The release of stronger-than-expected US data saw the DXY index pare some of its losses and was last seen around the 96-figure. As a result, EURUSD was also knocked off its 4-month high of 1.1452 but remained a tad elevated ahead of ECB today and the EU Summit that begins tomorrow. We expect ECB to keep the status quo today but we do watch for potential forward guidance.

Bank Indonesia To Hold Policy Rate, A Close Call

Consensus expects BI to deliver a 25bps cut today but this would be a close call and **our economic team expects the central bank to stand pat instead**. We concur. IDR has softened modestly since the last policy meeting and there may still be residual debt monetization concerns among foreign investors. There is still room for lower interest rates, but a 25bps cut may only come by later in 2H. On net, some consolidative trading may be seen in the interim for the NDF.

AU Labour report, China's Activity Numbers and UK ILO

BoK left its 7-day Repo rate at historic low of 0.5% but Asia has its focus on China's activity numbers for Jun which came in rather mixed. 2Q GDP rose 3.2%/y. Retail sales still fell -1.8%/y in Jun while industrial production met expectations at 4.8%/y. Australia's labour report was rather strong, at 210.8K employed for Jun. Later, UK also has its own ILO labour report due. EU has inflation prints scheduled for release before US' retail sales, jobless claims, Philly Fed come into focus.

FX: Overnight Closing Prices					
Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.1412	↑ 0.11	USD/SGD	1.3893	↓ -0.19
GBP/USD	1.2587	↑ 0.27	EUR/SGD	1.5854	↓ -0.09
AUD/USD	0.7008	↑ 0.47	JPY/SGD	1.2992	↑ 0.10
NZD/USD	0.6571	↑ 0.60	GBP/SGD	1.7488	↑ 0.07
USD/JPY	106.94	↓ -0.28	AUD/SGD	0.9737	↑ 0.28
EUR/JPY	122.04	↓ -0.17	NZD/SGD	0.9129	↑ 0.41
USD/CHF	0.9443	↑ 0.46	CHF/SGD	1.4713	↓ -0.65
USD/CAD	1.3509	↓ -0.78	CAD/SGD	1.0284	↑ 0.60
USD/MYR	4.263	↓ -0.19	SGD/MYR	3.0698	↑ 0.21
USD/THB	31.545	↑ 0.05	SGD/IDR	10503.86	↑ 1.10
USD/IDR	14588	↑ 0.96	SGD/PHP	35.5803	↑ 0.11
USD/PHP	49.477	↓ -0.13	SGD/CNY	5.0305	↓ -0.01

Implied USD/SGD Estimates at 16 July 2020, 9.00am

Upper Band Limit	Mid-Point	Lower Band Limit
1.3658	1.3937	1.4216

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G7: Events & Market Closure

Date	Ctry	Event
15 Jul	JN	BoJ Meeting
15 Jul	CA	BoC Meeting
16 Jul	EU	ECB Meeting
17-18 Jul	EU	EU Summit

AXJ: Events & Market Closure

Date	Ctry	Event
16 Jul	ID	BI Meeting
16 Jul	SK	BoK Meeting

G7 Currencies

- **DXY Index - Retail Sales, Philly Fed Business Outlook on Tap Tonight.** USD remains under pressure with intra-day low overnight seen very close to our first objective at 95.70 before rebounding off its lows on better than expected US data - empire mfg (17.2 vs. 10 expected) and industrial production (5.4% vs. 4.3% expected). Elsewhere risk-on tone remains intact thanks to positive progress with Moderna's covid-19 vaccine which would start final stage vaccine trial in 30,000 people on 27 Jul and news that Trump has decided against additional sanctions on Chinese officials for now (a sign of de-escalation in tensions). Markets are likely to remain driven by optimism on vaccine development, good data but on the other, fears of sustained rise in covid cases globally (including US where case rise has risen to 2% matching 7-day average) continue to keep sentiment in check. But on net, de-escalation in US-China tensions, relative stability in CNH and signs of global recovery (albeit from low point) maintaining momentum is a net positive in the interim. We remain bias to fade USD bounce. DXY was seen at 96 levels. Daily momentum continues to show signs of turning bearish. Death cross - 50 DMA cuts 200 DMA to the downside. This is typically associated with a bearish signal. We continue to look for further downside. Support at 95.70 (May low), 94.65 (2020 low). Resistance at 96.85 (23.6% fibo retracement of May high to Jun low), 96.90 (21 DMA) and 97.56 (38.2% fibo). This week brings retail sales (Jun); Philly Fed business outlook (May) on Thu; Housing starts, building permits (Jun); Uni of Michigan sentiment (Jul) on Fri.
- **EURUSD - ECB on Tap Today.** We expect policy rates and QE policy parameters to remain status quo. Rates to stay low at current levels to support growth and inflation. There is no incentive for ECB to reduce rate further given that rates are already near lower bound and there is diminishing marginal returns to lower them further. The current size of the Pandemic Emergency Purchase Program (PEPP) is also expected stay unchanged at EUR1.35tn, after the last increase on 4th Jun by a larger than expected quantum of EUR600bn. Focus on central bank communication. We expect Lagarde to acknowledge that post-covid recovery has been more encouraging than initially feared and emphasize that the central bank retains the policy power to support markets if need arises. EUR extended its run higher yesterday - 1.1452 levels before easing off. Last seen at 1.1410 levels and is likely to continue to trade 2-way ahead of EU summit (17-18 Jul), where decision on stimulus recovery from EU27 members await. Daily momentum is mild bullish while RSI remains on the rise. 100 DMA on track to cut 200 DMA to the upside, following the formation of a golden cross (50DMA cuts 200DMA to the upside) in Jun. Immediate resistance at 1.1420 levels before 1.1495 (2020 high). Support at 1.1360, 1.1280 (21 DMA), 1.1235 levels (23.6% fibo retracement of Mar low to Jun high). This week brings ECB GC - Policy status quo expected; Trade (May) on Thu; Construction output (May); CPI (Jun) on Fri. For EU Summit (17 - 18 Jul). Our base case looks for an agreement to the stimulus

proposal. An agreement to the proposal is a strong display of EU solidarity and should serve to stabilize market sentiment and secure a stronger economic recovery for EU. Together with signs of economic rebound (prelim PMIs for Jun saw a sharp and positive surprise turnaround) amid simultaneous and coordinated use of monetary, fiscal stimuli, and further lifting of lockdown measures, these should bode well for economic activities and EUR.

- **GBPUSD - 2-Way Price Action to Dominate.** GBP partially reversed its earlier gains overnight. Last seen at 1.2570 levels. Mild bullish momentum intact for now though was showing signs of fading again while RSI is falling. Support at 1.2560 (61.8% fibo retracement of 2020 high to low), 1.2490 (21 DMA) before 1.2440 (50, 100 DMAs). Resistance at 1.2660 - 1.2680 (200 DMA). We continue to reiterate 2-way price action in range of 1.2490 - 1.2650. This week brings Labor market report (May) on Thu.
- **NZDUSD - Range in Absence of Fresh Catalyst.** NZD eased off from overnight highs of 0.6584 levels - a resistance level we have been highlighting. Absent any key catalyst, we expect the resistance (0.6585 - Jun high) to remain respected in the interim as we look to trade the range of 0.65 - 0.6585. Pair was last seen at 0.6560 levels. Mild bearish momentum on daily chart intact while RSI is falling. Risks to the downside but we also noted a golden cross formation - 50DMA cut 200 DMA to the upside - typically associated with a bullish signal. Immediate resistance at 0.6585 levels (Jun high). A decisive break above this could open room towards 0.6620, 0.6750 levels. Support at 0.65 (21 DMA), 0.6450 (76.4% fibo retracement of 2020 high to low). Play range of 0.65 - 0.6585 intra-day. This week brings BusinessNZ Mfg PMI (Jun) on Fri. In data released earlier this morning. CPI slowed less than expectations in 2Q.
- **USDJPY - Ranged.** Pair last seen at 107.00, with the pair seeing a modest dip yesterday. In its monetary policy announcement yesterday, BoJ left interest rates and asset purchases unchanged, but updated its macro outlook. It now expects a deeper slump in FY2020 (-4.7% GDP contraction, vs. ranged estimate of -5.0% to -3.0% in Apr), before a drawn-out recovery later (3.3% in FY2021 and 1.5% in FY2022). The revision in outlook suggests that BoJ may stick to a long holding pattern on policy. Outstanding amount of loans under its two special funding programs stand at JPY22.6trn, out of an estimated JPY90trn total program size. Impact of policy announcement on USDJPY was probably mild. Dip in pair mirrored broad dollar moves instead. Latest developments on the international geopolitical landscape include signs that US' actions against China may be constrained in the near-term—Trump ruled out more sanctions on Chinese officials even as Pompeo announced new visa restrictions for some Huawei employees. On net, risks of a severe escalation in US-China tensions are somewhat low at the moment. Any easing in demand for haven JPY though, would likely coincide with further softness in the USD if the global economic narrative holds. The USDJPY pair may continue to trade ranged in the interim. On net, we still prefer to sell the pair on rallies.

Support at 106.40 (50.0% fibo retracement from Feb low to Mar high), 105.20 (61.8% fibo). Resistance at 107.70 (38.2% fibo), 108.40 (200-DMA), 109.20 (23.6% fibo). On daily chart, momentum indicator is not showing a clear bias while stochastics are on a gradual dip.

- **AUDUSD - Will RBA Start Bond Purchase Again?** The 3y yield closed around 0.28% on Tue before drifting lower towards 0.27% by close on Wed and was last seen around 0.274%. The central bank did not restart bond purchase in spite of the 2-3bps gap from the targeted 25bps (the largest deviation seen since the debut of its the bond purchase program on 20 Mar) in order to provide some room for market forces. In addition, RBA is better able to assess the extent to which the declared yield curve target can anchor market expectations when markets are left to its devices. It is likely that RBA will start to purchase bonds to guide the 3y yield back to target in case the rate actions gain more momentum or in periods of more market volatility in the debt market space. In news from home, Victoria just reported its new record high of 317 cases in the past 24 hours, beating its last record high of 288 cases on 10 Jul. AUDUSD is still relatively elevated at around the 0.70-figure, awaiting its Jun labour reports and China's activity prints due anytime this report is out. This pair touched a high of 0.7038 before tapering off overnight, almost matching its year high of 0.7063. Strong global market sentiments continue to dominate as a key driver for the AUDUSD and the pair is still within the 0.6840-0.7080 range. Resistance at 0.7060 levels. Support is marked by the 21-dma at 0.6912. Week remaining has Jun labour market report today.
- **USDCAD - Risks to the Downside.** USDCAD was last seen around 1.3505, testing the 200-dma, also the neckline of the mini H&S formation that we have been watching. We had warned of downside risks because of that. The left shoulder is marked by the Jun rise to 1.3686 and a probable neckline marked by the 200-dma (1.3507). Moves above the 1.3716-level (which marks the "head" of the formation) could nullify this formation. Current price action could be forming the right shoulder and testing neckline. This pair is technically still on a larger downtrend that started from its peak in Mar, this mini head and shoulders could thus be a reversal of the modest move up from Jun-low (1.3316) and a potential continuation of the broader downtrend. Intermediate resistance at 1.3678 (50-dma). Overnight, BoC kept the overnight rate steady at 0.25% and the central bank has for the first time, explicitly stated that rates will remain there until inflation returns to the 2% target at a sustainable level, effectively deploying forward guidance. Inflation is projected to average 0.6% this year, 1.2% in 2021 and 1.7% in 2022. This suggests that rate hikes may only be expected only after 2022. In the monetary policy report, the central scenario is of a "sharp rebound in economic activity in the reopening phase of the recovery, followed by a more prolonged recuperation phase, which will be uneven across regions and sectors". In line with the central bank's stance under Poloz, the economy averted the most severe scenarios presented in Apr but

stressed “considerable economic slack remains”. Central scenario projects real GDP to fall -7.8% in 2020 and resumes 5.1% growth in 2021 and 3.7% in 2022. level of real GDP to return to 2019 levels by 2022 and assume the neutral rate at 2.5%.

Asia ex Japan Currencies

SGD trades around +0.26% from the implied mid-point of 1.3937 with the top estimated at 1.3658 and the floor at 1.4216.

- **USDSGD - Sell on Rallies.** Pair last seen at 1.3899, largely seeing ranged trading around 1.39 yesterday. Markets may continue shrugging off negative US-China headlines. There are signs that US' actions against China may be constrained in the near-term—Trump ruled out more sanctions on Chinese officials even as Pompeo announced new visa restrictions for some Huawei employees. On net, risks of a severe escalation in US-China tensions are somewhat low at the moment. We reiterate that the worse-than-expected 2Q (A) GDP release (-12.6%/y, -41.2% q/q saar) is unlikely to dampen SGD sentiments. 2Q is likely to be the trough of economic activity, with most analysts' full-year GDP growth estimates remaining near the -5% to -8% range (which has been presumably priced in by markets). Globally, sporadic positive vaccine news could also help to anchor sentiments in risk assets, including Asian FX. On net, we maintain our net bearish bias for the USDSGD pair (i.e., positive on the SGD), preferring to sell the pair on rallies for now. On daily chart, momentum indicator is not showing a clear bias while stochastics are on a gradual dip. Broad bearish trend channel for USDSGD since March appears to be intact. Resistance at 1.3970 (76.4% fibo retracement of Mar low to high), before 1.4100 (61.8% fibo). Support at 1.3870 (200-DMA), 1.3760 (Mar low). Exports due Fri.
- **SGDMYR - Sell Rallies Preferred.** SGDMYR inched slightly firmer but activity remains confined to subdued range. Cross was last seen at 3.0690 levels. Mild bearish momentum intact but shows signs of fading while RSI is rising. Bearish pressure may fade for time being but bias remains to sell rallies. Resistance at 3.0710 (21 DMA), 3.0820 levels. Immediate support at 3.0610 (23.6% fibo retracement of 2020 low to high) before 3.0530 (100 DMA), 3.0440/50 levels (200DMA, 38.2% fibo).
- **USDMYR - Fade.** MYR continues to hold steady amid risk-on tone and oil price gains but further gains were capped in check as sustained rise in covid cases globally is a stark reminder that economic activities may be bumpier ahead on risks of lockdown being reinstated. Nonetheless positive news flow on vaccine development with Moderna starting final stage vaccine trial in 30,000 people on 27 Jul, Oxford scientists may have made a breakthrough on vaccine (production of both antibodies and “killer T-cells with no side effect) and news that Trump has decided against additional sanctions on Chinese officials for now (a sign of de-escalation in tensions) - kept risk-on sentiment broadly intact. Pair was last seen at 4.2660 levels. Daily momentum is not indicating a clear bias for now. RSI show signs of rising. Risk to the upside in the interim but bias remains to lean against strength. Resistance at 4.2975 (38.2% fibo retracement of 2020 low to high, 50 DMA), 4.3030 (100 DMA).
- **1m USDKRW NDF - Range.** BoK kept policy rate on hold at 0.25%, as widely expected. Growth is expected to be below May projection while consumption and exports recovery is likely to be

slower than expectations. Focus on press conference in the late morning (likely an hour from now). Pair was last seen at 1202 levels. Mild bullish momentum on daily chart intact for now. Resistance at 1203 (21 DMA), 1213/15 levels (50, 100 DMAs). Support at 1195 before 1190 levels. Prefer to trade range of 1195 - 1206.

- **AUDSGD - *Elevated on Risk***. The cross remains supported and was last seen at 0.9730 as we write. The probable double top could be completely nullified in case of a clean break at 0.9766 (in the form of a daily close or two). Next resistance at 0.9930. Support is seen around 0.9630 (21-dma) before the next 0.9490.
- **USDCNH - *Awaiting Activity Numbers***. USDCNH edged higher, in anticipation of the China's activity numbers. Hopes have been raised that this set of data should show improvement and any downside surprise would not be well received by the RMB or domestic equities. Pair was last seen around 6.9866, a tad off overnight low of 6.9807. Much of the moves were in tandem with broad USD weakness and strong risk appetite. While US Secretary of State Mike Pompeo said that the US will impose visa restrictions on employees of Chinese technology firms, President Trump has decided against additional sanctions on top Chinese officials for now. This is a strongest sign of reluctance to escalate tensions from Trump thus far. Back on the USDCNH chart, this pair could settle into sideways trades within 6.98-7.04 in the absence of stronger cues but any upside surprise in the Chinese data for Jun could see the pair test support at 6.9797 (61.8% Fibonacci retracement of the Jan-May rally). Next support at 6.9285 (76.4%) before a full retracement towards 6.85. Jun industrial production, retail sales and urban FAI are due along with 2Q GDP. Home prices are released and NBS reported a 0.58% rise in Jun for new homes.
- **1M USDIDR NDF - *BI May Stand Pat Today (Out of Consensus)***. NDF last seen at 14,680, largely on par vs. yesterday morning. According to Bloomberg data, external bond flows were net positive (i.e., inflows) for the first two days of the week, at around US\$123mn. Post the government-BI debt-sharing deal last week, supply risks in Indo bonds could be limited and portfolio flows may be less of a drag on IDR going forward. Nonetheless, macro outcomes are still worrying. There are chatters that Jakarta could be relooking at re-imposing some restrictions as signs of surge in new Covid cases were observed over the past week. On BI policy decision today, our out-of-consensus view is that BI could stand pat. IDR has softened modestly since the last policy meeting and there may still be residual debt monetization concerns among foreign investors. There is room for lower interest rates, but further cuts may only come by later in 2H. If BI does cut today (not our baseline view), lower carry appeal may dampen IDR sentiments somewhat going forward, but impact on IDR may not be large or immediate. On net, some ranged trading may be seen in the interim. On daily chart, momentum is modestly bullish while stochastics are on a gradual climb towards near-overbought conditions. Support at 14,530 (200-DMA), 14,000. Resistance at 15,000 (61.8% fibo retracement from Jan low to Mar high), 15,420 (50.0% fibo).

- **USDTHB - *Down-moves Constrained***. Pair last seen at 31.61, continuing its recent upward climb and hovering just above previously identified resistance at 31.60. Our THB-softening view remains intact at this point, even as the recent step-ups in USDTHB has already priced in to some extent the earlier risk factors we highlighted for THB, including political risks from potential cabinet reshuffle, a likely slow recovery in tourism revenues, narrowing current account surplus, potential unconventional monetary policy by BoT etc. In a bid to curb THB strength/volatility, the BoT is also planning to permit gold traders to apply for foreign currency deposits (FCDs) in preparation for gold trading in USD. Part of earlier THB strength was seen to be linked to active gold trading as demand for the rare metal spiked in demand over the Covid crisis. Support for USDTHB at 31.20 (61.8% fibo retracement from turn-of-year low to Apr high), before 30.70 (76.4% fibo), 30.0 (end-2019 low). Resistance at 31.88 (100-DMA), 32.40 (23.6% fibo). Momentum on daily chart is modestly bullish, while stochastics are in overbought conditions.
- **1M USDPHP NDF - *Consolidate***. NDF last seen at 49.61, remaining largely in ranged trading territory. Overseas' workers remittances tanked by -16.2%/y in Apr, the widest drop since 2001. More than 82k Filipino workers have been repatriated due to the pandemic. Continued softness in remittances could still be a modest interim drag for PHP, even as flow momentum might improve somewhat in 2H vs. 2Q. BSP Governor Diokno said earlier this week that the central bank will likely keep monetary policy accommodative over the next two years to contend with the macro damage wrought by Covid. But it may wait a few more quarters before adjusting the benchmark rate again, given 175bps of cuts in total this year (to 2.25%), and concerns over rate cuts' impact on portfolio flows into the economy. On net, markets seem to be adopting a wait-and-see approach for now, and we expect the NDF to continue trading in consolidative ranges, between 49.3 and 49.9. Technicals-wise, momentum on daily chart has turned mildly positive while stochastics show signs of climbing up from near-oversold conditions. Next support at 49.30 (Jul low), before 49.00. Resistance at 49.80 (21-DMA), 50.20 (50-DMA), 50.80 (200-DMA).

Malaysia Fixed Income

Rates Indicators

Analysts

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR MH 3/23	2.00	2.00	Unchanged
5YR MO 9/25	2.17	2.18	+1
7YR MK 5/27	2.44	*2.45/43	Not traded
10YR MO 8/29	2.67	2.66	-1
15YR MS 7/34	3.14	3.17	+3
20YR MY 5/40	3.40	*3.42/38	Not traded
30YR MZ 6/50	3.75	3.75	Unchanged
IRS			
6-months	1.97	1.97	-
9-months	1.94	1.94	-
1-year	1.92	1.92	-
3-year	1.93	1.93	-
5-year	2.06	2.07	+1
7-year	2.35	2.36	+1
10-year	2.55	2.55	-

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Source: Maybank KE

*Indicative levels

- MGS continued to trade mixed with yields moving in the range of +3bps to -1bp. Off-the-run bonds saw selective buying interests for yield pick up over benchmark. 5y and 15y MGS were better sold due to profit taking and yields rose 1-3bps higher. GII space remained quiet with only the 3y and 20y benchmarks being dealt at previous day's levels. The 10y GII reopening was announced at an expected size of MYR5b. No trades in WI and tightest quote was 2.75/67%.
- Almost no changes to MYR IRS levels with only a single trade on 5y IRS at 2.07% in the interbank space. There was more activity in MYR basis on the back of keen foreign payers, with 1yr basis taken successively at -70 and -60. 3M KLIBOR unchanged at 2.03%.
- Local corporate bonds generally traded rangebound. GGs traded unchanged at the short end and belly, while there was some buying in ultra-long ends such as Danainfra 2050 which lowered 2bps in yield. It was similar in AAA with Danum trading unchanged and Aman 2021 yield 2bps higher. In AA, there was some selling in Bumitama 2026 which rose 4bps in yield, while KLK 2025 and 2026 bonds traded 5-6bps firmer.

Singapore Fixed Income

Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	0.23	0.24	+1
5YR	0.51	0.52	+1
10YR	0.89	0.90	+1
15YR	1.16	1.17	+1
20YR	1.21	1.21	-
30YR	1.24	1.24	-

Source: MAS

- SGD IRS rose about 1bp for short tenor rates while long tenor rates were unchanged in a muted session. It was similar in SGS though the 1bp rise in yields extended all the way to the 15y point. The ultra-long end was supported by short covering in the 20y benchmark and SGS 3/46.
- Overnight positive sentiment in US equities on news of Covid-19 vaccine trials carried into Asia credit market. Better buying by real money in INDONS and PHILIPs with trades mostly at the front end and belly. Generally, credit spreads 1-8bps tighter and prices 0.5-1.0pts higher amid well bid USTs. There was some demand on China 30y bonds given the steepness in the curve and the spread tightened 2bps. Better buying was also seen in Malaysia USD bonds such as Axiata, Tenaga as well as MALAYS, but offers lacked. Market was otherwise occupied with primary issuances with spread concession compressing further given healthy demand.

Indonesia Fixed Income

Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Yesterday's Close	Change (bp)
1YR	4.63	4.57	(0.06)
3YR	5.89	5.86	(0.03)
5YR	6.34	6.32	(0.01)
10YR	7.09	7.07	(0.02)
15YR	7.58	7.54	(0.03)
20YR	7.61	7.59	(0.03)
30YR	7.64	7.65	0.01

* Source: Bloomberg, Maybank Indonesia

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- Indonesian government bonds, overall, were still on positive trends yesterday. The market players welcomed to recent result of strong Indonesian trade surplus by US\$1.27 billion in Jun-20. We thought that it's driven by busier loaded activities after Moslem Festivities and strict social & physical distancing during May-20. Total exports growth was still weak, although getting base effect due to long holiday mood for Moslem festivities in Jun-19. Meanwhile, imports still dropped, compared by same month on a year ago.
- Moreover, investor also positively responded to a good news from Moderna, an American biotech firm. The company reported that an early trial of its experimental covid-19 vaccine produced a "robust" antibody response in each of the 45 volunteers who took it. Some experienced side effects; a much larger trial later this month should determine whether regulators can approve it.
- Furthermore, the market players also begin to anticipate further policy rate decision by Bank Indonesia. We expect Bank Indonesia to keep maintaining its policy rate on today's next monetary meeting. Recent fluctuation on domestic currency is the main theme for the Central Bank to keep maintaining a stabilization on the macro side.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.1479	107.61	0.7073	1.2696	7.0232	0.6614	122.8000	75.5270
R1	1.1446	107.28	0.7040	1.2641	7.0027	0.6593	122.4200	75.2330
Current	1.1414	106.98	0.6996	1.2574	6.9875	0.6561	122.1000	74.8360
S1	1.1385	106.64	0.6973	1.2541	6.9712	0.6541	121.7400	74.6910
S2	1.1357	106.33	0.6939	1.2496	6.9602	0.6510	121.4400	74.4430

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3953	4.2730	14692	49.5303	31.6737	1.5908	0.6329	3.0751
R1	1.3923	4.2680	14640	49.5037	31.6093	1.5881	0.6214	3.0725
Current	1.3903	4.2670	14570	49.5350	31.6740	1.5868	0.6110	3.0697
S1	1.3869	4.2595	14493	49.4387	31.4573	1.5837	0.6000	3.0658
S2	1.3845	4.2560	14398	49.4003	31.3697	1.5820	0.5900	3.0617

*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	0.4368	Oct-20	Easing
BNM O/N Policy Rate	1.75	9/10/2020	Easing
BI 7-Day Reverse Repo Rate	4.25	7/16/2020	Easing
BOT 1-Day Repo	0.50	8/5/2020	Easing
BSP O/N Reverse Repo	2.25	8/20/2020	Easing
CBC Discount Rate	1.13	9/17/2020	Easing
HKMA Base Rate	0.50	-	Neutral
PBOC 1Y Lending Rate	4.35	-	Easing
RBI Repo Rate	4.00	8/6/2020	Easing
BOK Base Rate	0.50	7/16/2020	Easing
Fed Funds Target Rate	0.25	7/30/2020	Easing
ECB Deposit Facility Rate	-0.50	7/16/2020	Easing
BOE Official Bank Rate	0.10	8/6/2020	Easing
RBA Cash Rate Target	0.25	8/4/2020	Easing
RBNZ Official Cash Rate	0.25	8/12/2020	Easing
BOJ Rate	-0.10	9/17/2020	Easing
BoC O/N Rate	0.25	7/15/2020	Easing

Equity Indices and Key Commodities

	Value	% Change
Dow	26,870.10	0.85
Nasdaq	10,550.49	0.59
Nikkei 225	22,945.50	1.59
FTSE	6,292.65	1.83
Australia ASX 200	6,052.92	1.88
Singapore Straits Times	2,648.90	1.10
Kuala Lumpur Composite	1,585.56	-0.83
Jakarta Composite	5,075.80	-0.07
Philippines Composite	6,016.51	-2.53
Taiwan TAIEX	12,202.85	-0.05
Korea KOSPI	2,201.88	0.84
Shanghai Comp Index	3,361.30	-1.56
Hong Kong Hang Seng	25,481.58	0.01
India Sensex	36,051.81	0.05
Nymex Crude Oil WTI	41.20	2.26
Comex Gold	1,813.80	0.02
Reuters CRB Index	141.22	0.88
MBB KL	7.91	0.64

MYR Bonds Trades Details

MGS & GII	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
MGS 6/2013 3.889% 31.07.2020	3.889%	03-Aug-20	431	1.514	1.514	1.514
MGS 3/2015 3.659% 15.10.2020	3.659%	15-Oct-20	159	1.691	1.8	1.691
MGS 5/2017 3.441% 15.02.2021	3.441%	15-Feb-21	37	1.802	1.802	1.802
MGS 1/2011 4.16% 15.07.2021	4.160%	15-Jul-21	21	1.797	1.8	1.797
MGS 4/2016 3.620% 30.11.2021	3.620%	30-Nov-21	57	1.817	1.833	1.817
MGS 1/2017 3.882% 10.03.2022	3.882%	10-Mar-22	1	1.938	1.938	1.91
MGS 1/2012 3.418% 15.08.2022	3.418%	15-Aug-22	40	1.953	1.953	1.953
MGS 2/2015 3.795% 30.09.2022	3.795%	30-Sep-22	130	1.979	1.979	1.959
MGS 3/2013 3.480% 15.03.2023	3.480%	15-Mar-23	99	2.003	2.003	1.997
MGS 2/2018 3.757% 20.04.2023	3.757%	20-Apr-23	42	2.034	2.034	2.015
MGS 1/2016 3.800% 17.08.2023	3.800%	17-Aug-23	35	2.061	2.061	2.055
MGS 3/2019 3.478% 14.06.2024	3.478%	14-Jun-24	40	2.138	2.138	2.099
MGS 1/2015 3.955% 15.09.2025	3.955%	15-Sep-25	51	2.184	2.184	2.175
MGS 1/2019 3.906% 15.07.2026	3.906%	15-Jul-26	2	2.351	2.351	2.351
MGS 3/2016 3.900% 30.11.2026	3.900%	30-Nov-26	1	2.345	2.345	2.345
MGS 3/2007 3.502% 31.05.2027	3.502%	31-May-27	12	2.436	2.436	2.429
MGS 4/2017 3.899% 16.11.2027	3.899%	16-Nov-27	63	2.481	2.484	2.474
MGS 3/2008 5.248% 15.09.2028	5.248%	15-Sep-28	40	2.685	2.685	2.685
MGS 2/2019 3.885% 15.08.2029	3.885%	15-Aug-29	305	2.658	2.658	2.645
MGS 3/2010 4.498% 15.04.2030	4.498%	15-Apr-30	87	2.798	2.801	2.788
MGS 4/2019 3.828% 05.07.2034	3.828%	05-Jul-34	52	3.331	3.331	3.16
MGS 3/2017 4.762% 07.04.2037	4.762%	07-Apr-37	1	3.376	3.376	3.376
MGS 4/2018 4.893% 08.06.2038	4.893%	08-Jun-38	8	3.425	3.432	3.425
GII MURABAHAH 2/2015 3.799% 27.08.2020	3.799%	27-Aug-20	90	1.78	1.78	1.78
GII MURABAHAH 6/2013 23.03.2021	3.716%	23-Mar-21	70	1.819	1.819	1.819
PROFIT-BASED GII 3/2011 30.04.2021	4.170%	30-Apr-21	20	1.813	1.813	1.813
GII MURABAHAH 3/2017 3.948% 14.04.2022	3.948%	14-Apr-22	2	1.943	1.943	1.943
GII MURABAHAH 7/2019 3.151% 15.05.2023	3.151%	15-May-23	130	2.043	2.043	2.039
GII MURABAHAH 4/2019 3.655% 15.10.2024	3.655%	15-Oct-24	20	2.168	2.168	2.168
GII MURABAHAH 1/2018 4.128% 15.08.2025	4.128%	15-Aug-25	32	2.247	2.247	2.223
GII MURABAHAH 4/2015 3.990% 15.10.2025	3.990%	15-Oct-25	60	2.252	2.252	2.251
GII MURABAHAH 3/2019 3.726% 31.03.2026	3.726%	31-Mar-26	270	2.318	2.318	2.315
GII MURABAHAH 3/2016 4.070% 30.09.2026	4.070%	30-Sep-26	90	2.412	2.42	2.412
GII MURABAHAH 2/2018 4.369% 31.10.2028	4.369%	31-Oct-28	110	2.696	2.702	2.69
GII MURABAHAH 1/2019 4.130% 09.07.2029	4.130%	09-Jul-29	560	2.767	2.787	2.767
GII MURABAHAH 2/2020 3.465% 15.10.2030	3.465%	15-Oct-30	1	2.701	2.701	2.701
GII MURABAHAH 2/2019 4.467% 15.09.2039	4.467%	15-Sep-39	271	3.455	3.468	3.448

Total**3,439**

Sources: BPAM

MYR Bonds Trades Details

PDS	Rating	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
LPPSA IMTN 4.320% 04.04.2025 - Tranche No 19	GG	4.320%	04-Apr-25	50	2.417	2.421	2.417
DANAINFRA IMTN 4.090% 20.10.2026 - Tranche No 50	GG	4.090%	20-Oct-26	40	2.599	2.622	2.599
KHAZANAH 0% 12.10.2027	GG	0.000%	12-Oct-27	14	2.761	2.761	2.759
BPMB GG IMTN 4.75% 12.09.2029 - ISSUE NO 5	GG	4.750%	12-Sep-29	30	2.928	2.961	2.928
DANAINFRA IMTN 3.690% 27.11.2029 - Tranche No 92	GG	3.690%	27-Nov-29	20	2.916	2.916	2.916
PTPTN IMTN 25.07.2031	GG	4.500%	25-Jul-31	20	3.129	3.14	3.129
PTPTN IMTN 4.930% 17.08.2032	GG	4.930%	17-Aug-32	10	3.2	3.25	3.2
GOVCO IMTN 4.880% 28.09.2032	GG	4.880%	28-Sep-32	20	3.168	3.181	3.168
PRASARANA IMTN 4.930% 28.12.2032 - Series 3	GG	4.930%	28-Dec-32	20	3.169	3.179	3.169
PTPTN IMTN 4.580% 28.02.2034	GG	4.580%	28-Feb-34	20	3.41	3.41	3.41
PRASARANA SUKUK MURABAHAH 3.92% 04.08.2034 - S12	GG	3.920%	04-Aug-34	20	3.347	3.347	3.346
DANAINFRA IMTN 4.910% 12.11.2035 - Tranche No 40	GG	4.910%	12-Nov-35	20	3.399	3.399	3.398
PLUS BERHAD IMTN 4.860% 12.01.2038 - Series 1	GG	4.860%	12-Jan-38	40	3.642	3.643	3.642
PRASARANA SUKUK MURABAHAH 3.75% 23.03.2040 - S14	GG	3.750%	23-Mar-40	80	3.667	3.667	3.66
PRASARANA IMTN 3.90% 24.03.2045 - Series 4	GG	3.900%	24-Mar-45	90	3.846	3.846	3.846
DANAINFRA IMTN 3.890% 20.05.2050 - Tranche No 101	GG	3.890%	20-May-50	10	3.94	3.941	3.94
GIC IMTN 5.100% 16.03.2021	AAA	5.100%	16-Mar-21	10	2.765	2.795	2.765
SEB IMTN 5.150% 23.06.2021	AAA	5.150%	23-Jun-21	20	2.404	2.404	2.372
AMAN IMTN 4.100% 21.10.2021 - Tranche No. 10	AAA IS	4.100%	21-Oct-21	5	2.478	2.478	2.478
BPMB IMTN 4.28% 02.03.2022 - Issue No 10	AAA	4.280%	02-Mar-22	10	2.614	2.648	2.614
GASMSIA IMTN 3.520% 13.12.2022	AAA IS	3.520%	13-Dec-22	20	2.746	2.763	2.746
DANUM IMTN 3.960% 09.05.2023 - Tranche 3	AAA (S)	3.960%	09-May-23	20	2.548	2.551	2.548
PASB IMTN 4.300% 07.02.2024 - Issue No. 8	AAA	4.300%	07-Feb-24	10	2.695	2.701	2.695
DANUM IMTN 3.070% 21.02.2025 - Tranche 4	AAA (S)	3.070%	21-Feb-25	10	2.707	2.711	2.707
DANUM IMTN 2.970% 13.05.2025 - Tranche 7	AAA (S)	2.970%	13-May-25	70	2.739	2.741	2.739
DANUM IMTN 4.300% 13.02.2026 - Tranche 1	AAA (S)	4.300%	13-Feb-26	30	2.819	2.821	2.819
DANGA IMTN 4.600% 23.02.2026 - Tranche 6	AAA (S)	4.600%	23-Feb-26	10	2.81	2.811	2.81
SEB IMTN 5.650% 23.06.2026	AAA	5.650%	23-Jun-26	60	2.842	2.842	2.829
BPMB IMTN 4.50% 04.11.2026 - Issue No 7	AAA	4.500%	04-Nov-26	15	2.958	2.96	2.958
GENM CAPITAL MTN 3652D 31.3.2027	AAA (S)	4.980%	31-Mar-27	10	3.489	3.492	3.489
DANUM IMTN 3.140% 13.05.2027 - Tranche 8	AAA (S)	3.140%	13-May-27	10	2.939	2.941	2.939
GENTING CAP MTN 4.86% 08.6.2027 - Issue No. 2	AAA (S)	4.860%	08-Jun-27	5	3.51	3.51	3.51
GENM CAPITAL MTN 3653D 11.7.2028	AAA (S)	5.300%	11-Jul-28	130	3.598	3.632	3.598
SEB IMTN 3.300% 14.06.2030	AAA	3.300%	14-Jun-30	5	3.139	3.139	3.139
KLK IMTN 4.580% 12.08.2025 - IMTN 1	AA1	4.580%	12-Aug-25	30	2.943	2.945	2.943
KLK IMTN 4.650% 24.04.2026 - IMTN 2	AA1	4.650%	24-Apr-26	15	3.009	3.011	3.009
CIMBBANK 4.700% 07.08.2026 - Issue No 4	AA+	4.700%	07-Aug-26	1	3.635	3.635	3.482
UMWH IMTN 5.120% 04.10.2023	AA2	5.120%	04-Oct-23	1	3.05	3.053	3.05
FPSB IMTN 3.985% 11.09.2026	AA IS	3.985%	11-Sep-26	20	3.418	3.432	3.418
TANJUNG BP IMTN 5.280% 16.08.2027	AA2	5.280%	16-Aug-27	1	3.401	3.402	3.401
STSSB IMTN Series 5/2016 06.06.2022	AA- IS (CG)	4.500%	06-Jun-22	400	3.323	3.329	3.323
STSSB IMTN Series9/2017 4.900% 06.06.2022	AA- IS (CG)	4.900%	06-Jun-22	140	3.322	3.328	3.322
UEMS IMTN 5.060% 09.12.2022	AA- IS	5.060%	09-Dec-22	20	3.626	3.626	3.621
UEMS IMTN 5.150% 31.10.2025	AA- IS	5.150%	31-Oct-25	4	3.899	3.901	3.899
BUMITAMA IMTN 4.200% 22.07.2026	AA3	4.200%	22-Jul-26	20	3.429	3.432	3.429
GAMUDA IMTN 4.117% 18.11.2026	AA3	4.117%	18-Nov-26	20	3.548	3.592	3.548
AISL IMTN 5.200% 15.03.2027	AA3	5.200%	15-Mar-27	10	2.873	2.879	2.873

EDRA ENERGY IMTN 5.940% 05.07.2027 - Tranche No 12	AA3	5.940%	05-Jul-27	10	3.559	3.563	3.559
GAMUDA IMTN 4.263% 16.11.2029	AA3	4.263%	16-Nov-29	10	3.848	3.881	3.848
DRB-HICOM IMTN 4.550% 12.12.2024	A+ IS	4.550%	12-Dec-24	5	4.302	4.302	3.987
QSPS Green SRI Sukuk 5.360% 04.04.2025 - T13	A+ IS	5.360%	04-Apr-25	10	4.259	4.262	4.259
AFFINBANK SUBORDINATED MTN 3650D 05.2.2027	A1	5.450%	05-Feb-27	1	2.911	2.911	2.911
AFFINBANK SUBORDINATED MTN 3652D 20.9.2027	A1	5.030%	20-Sep-27	22	3.204	3.336	3.204
IJM LAND 5.730% PERPETUAL SUKUK MUSHARAKAH -S1 T2	A2 (S)	5.730%	17-Mar-19	61	4.839	4.84	4.201
IJM LAND 5.650% PERPETUAL SUKUK MUSHARAKAH -S1 T1	A2 (S)	5.650%	17-Mar-19	12	4.164	4.754	4.164
EWIB IMTN 6.400% 25.10.2021	NR(LT)	6.400%	25-Oct-21	2	4.017	4.919	4.017
EWIB IMTN 6.650% 27.04.2023	NR(LT)	6.650%	27-Apr-23	1	5.502	5.502	5.502
EWIB IMTN 6.400% 24.05.2023	NR(LT)	6.400%	24-May-23	1	4.878	4.878	4.878
SUNWAYBHD IBOND-6 PERPETUAL	NR(LT)	4.400%	09-Mar-18	300	3.569	3.571	3.569
Total					2,069		

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