

# Global Markets Daily

## Fragile Calm

### Tactical Long EUR, JPY and Gold vs. Short AXJs, AUD

DXY remains under pressure amid EUR outperformance. But USD weakness was not broadly felt as highlighted in our FX Weekly last Fri. For instance, DXD was down >3% MTD but ADXY was only up 0.3% MTD. Typically, EUR strength can help to anchor AXJ stability but for AXJ FX to appreciate further, there needs to be stronger evidence of global growth rebound, risk on appetite and/or a weaker USD. In the current environment, covid cases are on the rise globally and US-China relations are at risk of further deterioration. Geopolitical developments may curtail risk appetite and slower and bumpier growth recovery momentum due to pick-up in covid cases could see gains in AXJs and risk-on proxy FX restrained even in a soft USD environment. Tactical bias to stay long EUR, JPY and XAU vs. shorts in risk proxy FX including AXJ, AUD.

### Geopolitical Tensions Remain Fragile

US-China relations are at risk of further deterioration over forced consulate closures in Houston and Chengdu. In particular over the weekend, China Foreign Ministry spokesperson Hua Chunying lashed out at US for forcibly entering the Chinese Consulate in Houston saying that the break-in is in violation of the Vienna Convention while it was reported that Australia Defence Minister Linda Reynolds, and foreign affairs minister, Marise Payne, are travelling to the United States to attend the 2020 Australia-United States Ministerial Consultations (Ausmin) scheduled tomorrow - joint statement made by both ministers emphasized on “an increasingly complex and contested regional environment” and this trip could be a follow-through from the US-UK’s recent conversation on building a “coalition” that recognises China as a “threat”.

### China PMI; US, EU GDPs; EU, US CPIs; FOMC This Week

Key data of interests next week include German IFO, US durable goods order on Mon. For Tue, Richmond fed mfg; Malaysia trade. For Wed, SG unemployment. For Thu, German GDP, CPI; US GDP, FOMC. For Fri, US PCE core Chicago PMI; China NBS PMI; EU GDP, CPI. Short week in ASEAN with SG, MY, ID and PH markets closed for holiday on Fri.

FX: Overnight Closing Prices					
Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.1656	↑ 0.52	USD/SGD	1.3824	↓ -0.26
GBP/USD	1.2794	↑ 0.42	EUR/SGD	1.6114	↑ 0.26
AUD/USD	0.7105	↑ 0.10	JPY/SGD	1.3026	↑ 0.43
NZD/USD	0.6641	↑ 0.09	GBP/SGD	1.7689	↑ 0.17
USD/JPY	106.14	↓ -0.67	AUD/SGD	0.9823	↓ -0.15
EUR/JPY	123.7	↓ -0.19	NZD/SGD	0.9182	↓ -0.15
USD/CHF	0.9206	↓ -0.52	CHF/SGD	1.5019	↑ 0.28
USD/CAD	1.3415	↑ 0.04	CAD/SGD	1.0305	↓ -0.30
USD/MYR	4.263	↑ 0.08	SGD/MYR	3.0779	↑ 0.09
USD/THB	31.628	↓ -0.30	SGD/IDR	10549.39	↑ 0.02
USD/IDR	14610	↑ 0.21	SGD/PHP	35.6067	↓ -0.26
USD/PHP	49.344	↓ -0.06	SGD/CNY	5.0723	↑ 0.30

Implied USD/SGD Estimates at 27 July 2020, 9.00am

Upper Band Limit	Mid-Point	Lower Band Limit
1.3578	1.3855	1.4132

### Analysts

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

Christopher Wong  
(65) 6320 1347  
wongkl@maybank.com.sg

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

Tan Yanxi  
(65) 6320 1378  
tanyx@maybank.com.sg

### G7: Events & Market Closure

Date	Ctry	Event
23-24 Jul	JN	Market closure
23 Jul	AU	Fiscal Update

### AXJ: Events & Market Closure

Date	Ctry	Event
No Significant Events This Week		

## G7 Currencies

- **DXY Index - Bearish Bias but Cautious of Squeeze.** DXY remains under pressure amid EUR outperformance. But USD weakness was not broadly felt as highlighted in our [FX Weekly last Fri](#). For instance, DXY was down >3% MTD but ADXY was only up 0.3% MTD. Typically, EUR strength can help to anchor AXJ stability but for AXJ FX to appreciate further, there needs to be stronger evidence of global growth rebound, risk on appetite and/or a weaker USD. In the current environment, covid cases are on the rise globally and US-China relations are at risk of further deterioration over forced consulate closures in Houston and Chengdu. In particular over the weekend, China Foreign Ministry spokesperson Hua Chunying lashed out at US for forcibly entering the Chinese Consulate in Houston saying that the break-in is in violation of the Vienna Convention while it was reported that Australia Defence Minister Linda Reynolds, and foreign affairs minister, Marise Payne, are travelling to the United States to attend the 2020 Australia-United States Ministerial Consultations (Ausmin) scheduled tomorrow - joint statement made by both ministers emphasized on “an increasingly complex and contested regional environment” and this trip could be a follow-through from the US-UK’s recent conversation on building a “coalition” that recognises China as a “threat”. These geopolitical developments may curtail risk appetite (unless it de-escalates) while growth recovery momentum may also take a bumpier and slower path forward given risks of slower re-openings and tighter social distancing measures due to recent pick-up in covid cases (can crimp activities and confidence). As such AXJs gains may be restrained even if DXY stays soft. Elsewhere this week, focus is on FoMC (Wed, Thu). In particular focus is on Fed’s long-run policy review that has considered various tools from YCC to inflation targeting. Fed officials are signalling reduced emphasis on Philips curve estimates when setting policy. Fed’s Brainard said “that with inflation exhibiting low sensitivity to labor market tightness, policy should not pre-emptively withdraw support based on a steeper historically steeper Philips curve that is not currently in evidence”. In not putting an emphasis on Philips curve, the Fed loses its primary inflation forecasting tool but to rely on actual inflation outcomes to determine the appropriate time to change policy. She shared that “research suggests that refraining from lift-off until inflation reaches 2% could lead to some modest temporary overshooting, which would help offset the previous underperformance.” **A case of Fed maintaining policy accommodation for even longer than expected until actual inflation overshoots target would reaffirm USD weakness.** DXY was last seen at 94.10 levels. Daily momentum is bearish while RSI is falling into oversold conditions. Next support at 93.90 (61.8% fibo retracement of 2018 low to 2020 high). We are cautious of a potential falling wedge - typically associated with a bullish reversal. A short squeeze higher in early week, ahead of FoMC is not ruled out but bias to look for opportunities on upticks to fade into. Resistance at 94.65, 95.60 (50% fibo), 96.20 (21 DMA) and 97 (50 DMA). This week brings Durable Goods orders (Jun); Dallas Fed Mfg activity (Jul) on Mon; Conference Board Consumer confidence (Jul);

Richmond Fed Mfg (Jul) on Tue; Pending Home Sales, Retail, Wholesale inventories (Jun) on Wed; FoMC decision; GDP (2Q A); Initial Jobless claims on Thu; Personal income, spending, PCE core (Jun); Chicago PMI (Jul); Uni. Mich sentiment (Jul) on Fri.

- **EURUSD - Bullish but RSI Overbought.** EUR remains well bid, trading close to 1.17-handle - a level not seen in 22 months. Move higher was catalysed by compromise agreement between EU members last week. We believe structural and stagnant EUR short positioning are unwinding. Simultaneous and coordinated use of monetary and fiscal stimuli 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 Jul saw a sharp and positive surprise turnaround), better containment of covid infection should bode well for economic recovery and EUR. Looking ahead the deal will face technical negotiations by members and need ratification by the European Parliament. Member countries whom tapped on the grant need to submit spending plans to the European Commission and a majority of the states will be able to block projects. We expect the deal to be ratified but would not rule out challenges during the round of technical negotiations or spending reviews. Dips should be viewed as opportunity to buy into. EUR was last seen at 1.1690. Daily momentum is bullish while RSI is in overbought conditions. 100 DMA cuts 200 DMA to the upside, following the formation of a golden cross (50DMA cuts 200DMA to the upside) in Jun. Bullish bias intact though we won't rule out the possibility of any pullback. Bias to buy dips. Next resistance at 1.1750 and 1.1830 (61.8% fibo). Support at 1.1605 (50% fibo retracement of 2018 high to 2020 low), 1.1540 and 1.1490 levels. Day ahead brings Prelim PMIs (Jul). This week brings German IFO (Jul) on Mon; Consumer confidence (Jul); Unemployment rate (Jun); German GDP (2Q); German CPI (Jul) on Thu; GDP (2Q); CPI estimate (Jul) on Fri.
- **GBPUSD - Key Resistance at 1.2830 Eyed.** GBP continued to trade higher riding on a firmer EUR. Pair was last seen at 1.2830 levels. Bullish momentum intact for now while RSI is rising into overbought conditions. Immediate resistance here at 1.2830 levels (76.4% fibo retracement of 2020 high to low). Decisive break out of this puts next resistance at 1.30, 1.3260 levels. Support at 1.27 (200 DMA), 1.2660 and 1.2560 (61.8% fibo retracement of 2020 high to low). Week ahead brings CBI reported sales (Jul) on Tue; M4 (Jun) on Wed; GfK consumer confidence, Lloyds Business Barometer (Jul) on Fri.
- **USDJPY - Consolidate.** Pair last seen at 105.82, validating our call last Thurs morning (spot then: 107.20) that risks were "skewed modestly to downside". The current bout of US-China tensions may persist for a while yet, as markets watch for further actions both sides may take post the closing of consulates in Houston and Chengdu. On net, the USDJPY pair may consolidate nearby for a while before potentially heading lower. More likely than not, US will be ramping up anti-China rhetoric in the lead-up to the US elections over the next few months, and in the current macro context (US fiscal deficit rising, Covid-19

contagion still severe in US), JPY might be seen as a more credible haven asset relative to USD. Support at 105.20 (61.8% fibo retracement from Feb low to Mar high), 103.70 (76.4% fibo). Resistance at 107.10 (21-DMA), 107.70 (38.2% fibo). On daily chart, momentum is mildly bearish while stochastics are on the dip towards near-oversold conditions. Leading index due today, retail sales due Thurs, industrial production due Fri.

- **NZDUSD - *Upside Maybe Limited.*** NZD was largely steady around last Fri's levels, failing to benefit from a softer dollar. We attribute this to recent escalation in geopolitical tensions between US and China over forced consulate closures in Houston, Chengdu; forced entry into China consulate in Houston and Australia-United States Ministerial Consultation meeting tomorrow in Washington which Australia's Foreign and Defence Ministers are flying to attend. Pair was last seen at 0.6660 levels. Daily momentum is not showing a clear bias while RSI is near overbought conditions. Upside may be limited towards 0.6690, 0.6750 levels. Support at 0.6560 (21 DMA), 0.6440/50 (76.4% fibo retracement of 2020 high to low, 50 DMA). This week brings Building permits (Jun); Business confidence, Activity outlook (Jul) on Thu; Consumer confidence (Jul) on Fri.
- **AUDUSD - *Supported on Dips, Eye AU-US Ministerial Meeting.*** AUDUSD printed 0.7106 as we write this morning, on the upmove as EUR persists on its climb. Risk sentiment is uneven in Asia with ASX eking out small gains along with Kospi while Topix is down on probable catch-down action. At home, eyes are again on the daily report of coronavirus cases out of Victoria which came in at a record 532. In other events, the Defense Minister Linda Reynolds and Foreign Affairs Minister Marise Payne would attend the 2020 Australia-United Ministerial consultations in Washington on Tue. The joint statement made by both ministers emphasized on "an increasingly complex and contested regional environment". This trip could be a follow-through from the US-UK's recent conversation on building a "coalition" that understands China as a "threat", underscoring the fragility of the post-weekend calm. Back on the chart, resistance for the AUDUSD is seen at 0.7150 before the next at 0.7178. Moves lower to meet support at around 0.6990 (21-dma) before the next at 0.6885(50-dma). MACD is still mildly bullish but recent high in price action was not accompanied by a higher peak in MACD, resulting in a bearish divergence. As such, we are still biased to the downside in the near-term. The week ahead has 2Q CPI due on Wed, building approvals (Jun), export and import prices for 2Q on Thu. Fri has PPI and private sector credit for Jun.
- **USDCAD - *Bearish Bias.*** USDCAD slipped this morning as the EUR pressed on with its climb. This pair was last seen around 1.3390. Momentum indicators suggest that downside bias is intact. The EUR strength is keeping the pair pressured lower, negating the negative risk sentiment. Downmove is also helped by the weak Covid management in the US that is a contrast to much of Europe, contributing to the USD weakness. We continue to hold the view that the USDCAD pair is more susceptible to downside risks in the near-term in light of the global growth recovery that is unlikely to be derailed. Intermediate resistance at 1.3518 (200-dma). The 50-dma is fast closing in on the 200-dma for a death cross, adding to our bearish bias for USDCAD.

## Asia ex Japan Currencies

SGD trades around +0.32% from the implied mid-point of 1.3855 with the top estimated at 1.3578 and the floor at 1.4132.

- **USDSGD - Sell on Rallies.** Pair last seen at 1.3809. Our caution to sell rallies last week worked out relatively well. While US-China tensions dominated headlines and kept risk sentiments leashed, the fall in dollar strength still pulled the USDSGD pair discernibly lower. Our bias to fade rallies in USDSGD remains intact. Despite potential near-term negative sentiment spillovers from US-China developments, Singapore will likely have one of the lowest macro tolls (fiscal stresses, labour losses) coming out of the Covid pandemic, whereas US' fights with China may weigh further on an economy already burdened with excessive debt and worrying Covid contagion trends. On net, there is still room for USDSGD to head lower, even as it might not be a one-way street towards pre-Covid levels of 1.35-1.36. On daily chart, momentum indicator is not showing a clear bias while stochastics are in oversold conditions. Broad bearish trend channel for USDSGD since March appears to be intact. Support at 1.3760 (Mar low), before 1.3610 (lower bound of trend channel). Resistance at 1.3880 (200-DMA), 1.3970 (76.4% fibo retracement of Mar low to high). 2Q unemployment rate due Wed.
- **SGDMYR - Interim Upside Risk.** SGDMYR gapped higher in the open this morning amid SGD outperformance. Cross was last seen at 3.0830 levels. Daily momentum shows signs of turning bullish while RSI is rising. Risks skewed to the upside for now. Immediate resistance at 3.0880 levels (2020 high). Support at 3.0690/700 (21, 500 DMAs), 3.0600/10 (100 DMA, 23.6% fibo retracement of 2020 low to high) and 3.0470 (200 DMA).
- **USDMYR - Range.** USDMYR drifted modestly lower for last week, in line with our bias for downward play but the move lower remains very sticky. Pair was last seen at 4.2560 levels. On weekly chart, bearish momentum remains intact while RSI is falling. Daily momentum is not showing a clear bias though RSI is falling. Immediate support remains at 4.2505 levels. Decisive break below this puts 4.2250 (200 DMA) in play. Resistance at 4.2710 (21 DMA), 4.29 (50 DMA) and 4.2975 (38.2% fibo retracement of 2020 low to high). Our bearish bias is nullified on move back above 4.32. Look for 4.25 - 4.2650 range intra-day.
- **AUDSGD - Bearish Divergence.** The cross is firmer from its open this morning and was last seen around 0.9838. Price action has formed a bearish divergence, higher peak formed in Jul not matched by higher peak in MACD forest. We are still wary of a corrective pullback. Similar to the AUDUSD, this cross may see some correction towards the 21-dma at 0.9710. Resistance at 0.9930 before 1.0185 (the extension of the recent Mar-Jun rally).
- **USDCNH - Settling in Range?** USDCNH touched a high of 7.0302 last Fri before reversing lower. This pair might have been lifted on news that US law enforcement agents conducted a "forced entry" into the Chinese Consulate in Houston after the diplomats left and

locked. There were also a few key arrests made including a Chinese researcher who took shelter in the China's San Francisco consulate and was accused of lying about her US visa application. Another arrest was made and the Singaporean pleaded guilty as an illegal agent for Chinese intelligence in the US. The Justice Department has launched investigations into universities to find hidden members of China's PLA. This pair remains rather elevated since the forced closure of the Houston Consulate. We continue to look for USDCNH to trade within 6.96-7.03 range in light of the uncertainty. The 50-dma has crossed the 100-dma to the downside, bearish signal so risks are still to the downside but we cannot rule out more consolidative moves in a wider range. This week ahead has Jun industrial profits today, Jul Mfg and non-mfg PMI data on 31<sup>st</sup>.

- **1M USDIDR NDF - *Up-moves Capped***. NDF last seen at 14,655, still trading in relatively narrow swivels. Bali is set to reopen its doors to international tourists on 11 Sep (under strict health protocols), but initial flow of tourists may be slow. Authorities are also considering returning 2019 paid taxes to some companies, in a bid to support companies through the Covid period. On net though, sentiments are still somewhat mixed. Earlier bouts of negativity relating to domestic Covid cases (not declining), debt monetization concerns etc. may have been increasingly priced into IDR, so further softening in IDR (i.e., up-moves in NDF) may be capped for now, especially against a backdrop of a broadly softening dollar. On daily chart, momentum is mildly bullish while stochastics are on the dip. Watch for support at 14550 (50/200-DMA), before 14,000. Resistance at 15,000 (61.8% fibo retracement from Jan low to Mar high), 15,420 (50.0% fibo).
- **USDTHB - *Range***. Pair closed at 31.698 last Fri. Markets closed today. Mfg production due Wed, trade and current account due Fri.
- **1M USDPHP NDF - *Consolidate***. NDF last seen at 49.35, dipping modestly on broad dollar softness. Congress resumes its second regular session today when President Duterte delivers his fifth State of the Nation Address. Markets may be watching closely for clues on further recovery stimulus programmes, but there is unlikely to be a large surprise. On net, markets seem to be adopting a wait-and-see approach for now, and the NDF may continue to trade in consolidative ranges. Technicals-wise, momentum on daily chart is mildly bullish while stochastics are near oversold conditions. Next support nearby at 49.30 (Jul low), before 49.00. Resistance at 49.60 (21-DMA), 50.00 (50-DMA). Overseas remittances, BoP due before Fri.



## Malaysia Fixed Income

### Rates Indicators

### Analysts

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR MH 3/23	1.97	1.97	Unchanged
5YR MO 9/25	2.12	2.12	Unchanged
7YR MK 5/27	2.33	2.33	Unchanged
10YR MO 8/29	2.60	2.61	+1
15YR MS 7/34	2.98	2.99	+1
20YR MY 5/40	3.26	3.18	-8
30YR MZ 6/50	3.61	3.57	-4
IRS			
6-months	1.94	1.94	-
9-months	1.91	1.91	-
1-year	1.89	1.89	-
3-year	1.95	1.93	-2
5-year	2.10	2.10	-
7-year	2.34	2.33	-1
10-year	2.50	2.50	-

Winson Phoon  
(65) 6812 8807  
winsonphoon@maybank-ke.com.sg

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

Source: Maybank KE

\*Indicative levels

- Government bonds market opened on a quiet note and activity mostly centered on the belly and long end bonds. MGS yield curve flattened further as the 20y and 30y yields fell 4-8bps while rest of the curve was unchanged to +1bp. Gil space also saw stronger long end bonds with 10y and 20y yields down 2-3bps, but was otherwise quiet and the curve little changed except for the 15y yield up 3bps. Off-the-run long end bonds saw selective demand.
- MYR IRS rates were quoted lower at the belly of the curve, playing some catch up to govvy yields. Rates stayed in a tight range caught between receiving by foreign banks on expectations of rate cut and liability-based hedging given the low rates.
- PDS traded mixed with front end unchanged while the belly and long end were firmer by 1-5bps. In GG, Prasarana and Danainfra bonds were actively traded. AAA credits dealt flat to -3bps with Aman, Manjung and SEB better bid while Danum traded unchanged. Digi 2026 outperformed trading 7bps firmer on better buying interest and scarcity. AA credits were unchanged to slightly firmer on the back of some buying, with Edra 2027 and Imtiaz II 2022 yields 2bps down.

## Singapore Fixed Income

### Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	0.22	0.22	-
5YR	0.52	0.50	-2
10YR	0.86	0.81	-5
15YR	1.11	1.07	-4
20YR	1.17	1.13	-4
30YR	1.20	1.16	-4

Source: MAS

\*Previous business day is 9 Jul 2020

- SGD IRS curve bull-flattened amid risk off sentiment, with the 5y down about 3bps and 10y down 4bps. Another round of buying in off-the-run 10y tenor SGS drove the yield down 6bps at one point, but retraced slightly to close about 5bps lower. Long end SGS benchmark yields also fell by 4-5bps, flattening the curve as front end yields were unchanged to -2bps.
- Sentiment turned risk-off as US-China tensions dominated. Asian credits widened 3-8bps with weaker China IGs that reversed gains from the previous two days. Asian sovereign bonds also traded heavy with better selling in INDON and PHILIP long ends, with spreads 1-4bps wider, while 5y and 10y benchmark bonds were unchanged. Asian credit market was tepid given a closed Japan market for holiday, and bids were defensive generally around 6-9bps wider.



## Indonesia Fixed Income

### Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Yesterday's Close	Change (bp)
1YR	4.45	4.47	0.02
3YR	5.44	5.42	(0.02)
5YR	6.02	6.06	0.03
10YR	6.88	6.89	0.00
15YR	7.35	7.34	(0.01)
20YR	7.43	7.47	0.04
30YR	7.53	7.54	0.01

\* Source: Bloomberg, Maybank Indonesia

### Analysts

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

- Investors began doing profit taking amidst minimal new positive sentiments on Indonesian financial markets. Recent increase on the positive cases of Covid-19 in Indonesia was the main factor to restrain recent rally trends on the local government bond market. It led investors on further uncertainty for the government's timing to exit from its National Lockdown (Big Scale Social Distancing). Meanwhile, recent geopolitical concerns between China vs West Countries still haunt a positive movement on the local financial market. It can be further obstacle factors on both global economic and financial markets progress. Furthermore, for this week, investors will watch 1.) further monetary decision by the Federal Reserve, 2.) new positive cases on global Covid-19, 3.) U.S. labor indicators, 4.) PMI manufacturing results from various countries, 5.) geopolitical stories, especially between China vs West countries.
- Furthermore, investors will cautiously watch further result announcement of Indonesia's economic growth for 2Q20 on early Aug-20. Indonesian economy is expected to drop by 5.18% in 2Q20. The economy is expected to revive on this quarter after the government relaxes its strict implementation on the physical & social distancing by implementing the transition period for Big Scale Social Restriction program during the Coronavirus outbreak since previous month. However, current development on Indonesian positive case of Coronavirus is posing rapid increase trend. It keeps giving an objection on the timing of Exit Strategy from the Coronavirus pandemic.

### Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.1709	107.46	0.7159	1.2859	7.0438	0.6676	124.6333	76.5240
R1	1.1682	106.80	0.7132	1.2826	7.0306	0.6658	124.1667	75.9670
<b>Current</b>	1.1656	105.98	0.7100	1.2804	7.0136	0.6648	123.5300	75.2460
S1	1.1605	105.58	0.7071	1.2739	7.0037	0.6619	123.0367	74.8600
S2	1.1555	105.02	0.7037	1.2685	6.9900	0.6598	122.3733	74.3100

  

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3887	4.2713	14679	49.4913	31.8687	1.6159	0.6089	3.0827
R1	1.3855	4.2672	14645	49.4177	31.7483	1.6137	0.6081	3.0803
<b>Current</b>	1.3825	4.2650	14680	49.3530	31.6160	1.6114	0.6077	3.0856
S1	1.3807	4.2582	14544	49.2977	31.5513	1.6076	0.6066	3.0741
S2	1.3791	4.2533	14477	49.2513	31.4747	1.6037	0.6060	3.0703

\*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	0.4382	Oct-20	Easing
BNM O/N Policy Rate	1.75	9/10/2020	Easing
BI 7-Day Reverse Repo Rate	4.00	8/19/2020	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	8/27/2020	Easing
Fed Funds Target Rate	0.25	7/30/2020	Easing
ECB Deposit Facility Rate	-0.50	9/10/2020	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	9/9/2020	Easing

### Equity Indices and Key Commodities

	Value	% Change
<b>Dow</b>	26,469.89	-0.68
<b>Nasdaq</b>	10,363.18	-0.94
<b>Nikkei 225</b>	22,751.61	#DIV/0!
<b>FTSE</b>	6,123.82	-1.41
<b>Australia ASX 200</b>	6,024.00	-1.16
<b>Singapore Straits Times</b>	2,579.51	-1.26
<b>Kuala Lumpur Composite</b>	1,589.61	-1.05
<b>Jakarta Composite</b>	5,082.99	-1.21
<b>Philippines Composite</b>	6,003.26	-0.43
<b>Taiwan TAIEX</b>	12,304.04	-0.88
<b>Korea KOSPI</b>	2,200.44	-0.71
<b>Shanghai Comp Index</b>	3,196.77	-3.86
<b>Hong Kong Hang Seng</b>	24,705.33	-2.21
<b>India Sensex</b>	38,128.90	-0.03
<b>Nymex Crude Oil WTI</b>	41.29	0.54
<b>Comex Gold</b>	1,925.20	0.41
<b>Reuters CRB Index</b>	143.05	0.07
<b>MBB KL</b>	7.85	-0.38

## 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	118	0.916	0.916	0.916
MGS 3/2015 3.659% 15.10.2020	3.659%	15-Oct-20	459	1.748	1.781	1.748
MGS 1/2011 4.16% 15.07.2021	4.160%	15-Jul-21	1	1.782	1.782	1.782
MGS 4/2016 3.620% 30.11.2021	3.620%	30-Nov-21	54	1.798	1.798	1.798
MGS 1/2017 3.882% 10.03.2022	3.882%	10-Mar-22	25	1.86	1.86	1.854
MGS 1/2012 3.418% 15.08.2022	3.418%	15-Aug-22	50	1.918	1.918	1.918
MGS 2/2015 3.795% 30.09.2022	3.795%	30-Sep-22	2	1.864	1.864	1.864
MGS 3/2013 3.480% 15.03.2023	3.480%	15-Mar-23	29	1.972	1.979	1.968
MGS 2/2018 3.757% 20.04.2023	3.757%	20-Apr-23	166	2	2.001	2
MGS 3/2019 3.478% 14.06.2024	3.478%	14-Jun-24	5	2.063	2.067	2.063
MGS 1/2014 4.181% 15.07.2024	4.181%	15-Jul-24	44	2.054	2.054	2.047
MGS 1/2015 3.955% 15.09.2025	3.955%	15-Sep-25	405	2.116	2.125	2.107
MGS 1/2019 3.906% 15.07.2026	3.906%	15-Jul-26	3	2.234	2.234	2.234
MGS 3/2016 3.900% 30.11.2026	3.900%	30-Nov-26	601	2.249	2.278	2.233
MGS 3/2007 3.502% 31.05.2027	3.502%	31-May-27	462	2.312	2.333	2.303
MGS 4/2017 3.899% 16.11.2027	3.899%	16-Nov-27	90	2.34	2.348	2.334
MGS 5/2013 3.733% 15.06.2028	3.733%	15-Jun-28	32	2.496	2.496	2.471
MGS 2/2019 3.885% 15.08.2029	3.885%	15-Aug-29	346	2.6	2.618	2.596
MGS 3/2010 4.498% 15.04.2030	4.498%	15-Apr-30	40	2.675	2.675	2.675
MGS 4/2013 3.844% 15.04.2033	3.844%	15-Apr-33	12	3.024	3.024	2.997
MGS 4/2019 3.828% 05.07.2034	3.828%	05-Jul-34	333	2.974	2.99	2.956
MGS 4/2018 4.893% 08.06.2038	4.893%	08-Jun-38	78	3.357	3.367	3.357
MGS 5/2019 3.757% 22.05.2040	3.757%	22-May-40	95	3.176	3.221	3.176
MGS 7/2013 4.935% 30.09.2043	4.935%	30-Sep-43	3	3.657	3.657	3.657
MGS 2/2016 4.736% 15.03.2046	4.736%	15-Mar-46	1	3.689	3.689	3.606
MGS 5/2018 4.921% 06.07.2048	4.921%	06-Jul-48	40	3.71	3.71	3.71
MGS 1/2020 4.065% 15.06.2050	4.065%	15-Jun-50	154	3.572	3.591	3.57
GII MURABAHAH 2/2015 3.799% 27.08.2020	3.799%	27-Aug-20	60	1.754	1.754	1.754
PROFIT-BASED GII 6/2010 30.11.2020	3.998%	30-Nov-20	40	1.739	1.739	1.739
PROFIT-BASED GII 3/2011 30.04.2021	4.170%	30-Apr-21	5	1.802	1.802	1.802
GII MURABAHAH 4/2018 3.729% 31.03.2022	3.729%	31-Mar-22	1	1.903	1.903	1.903
GII MURABAHAH 7/2019 3.151% 15.05.2023	3.151%	15-May-23	6	2.012	2.037	2.012
GII MURABAHAH 3/2019 3.726% 31.03.2026	3.726%	31-Mar-26	1	2.236	2.236	2.236
GII MURABAHAH 3/2016 4.070% 30.09.2026	4.070%	30-Sep-26	6	2.297	2.297	2.297
GII MURABAHAH 2/2018 4.369% 31.10.2028	4.369%	31-Oct-28	75	2.593	2.617	2.593
GII MURABAHAH 1/2019 4.130% 09.07.2029	4.130%	09-Jul-29	161	2.675	2.684	2.675
GII MURABAHAH 2/2020 3.465% 15.10.2030	3.465%	15-Oct-30	8	2.602	2.602	2.602
GII MURABAHAH 6/2017 4.724% 15.06.2033	4.724%	15-Jun-33	10	3.073	3.073	3.073
GII MURABAHAH 6/2019 4.119% 30.11.2034	4.119%	30-Nov-34	81	3.045	3.053	3.041
GII MURABAHAH 5/2017 4.755% 04.08.2037	4.755%	04-Aug-37	80	3.351	3.351	3.351
GII MURABAHAH 2/2019 4.467% 15.09.2039	4.467%	15-Sep-39	130	3.316	3.324	3.31
GII MURABAHAH 5/2019 4.638% 15.11.2049	4.638%	15-Nov-49	20	3.692	3.694	3.692
<b>Total</b>			<b>4,332</b>			

Sources: BPAM

## MYR Bonds Trades Details

PDS	Rating	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
DANAINFRA IMTN 4.370% 21.02.2025 - Tranche No 73	GG	4.370%	21-Feb-25	10	2.327	2.327	2.327
DANAINFRA IMTN 4.320% 02.05.2025 - Tranche 1	GG	4.320%	02-May-25	10	2.346	2.346	2.346
DANAINFRA IMTN 4.150% 12.02.2026 - TRANCHE 5	GG	4.150%	12-Feb-26	20	2.437	2.437	2.437
PRASARANA IMTN 3.020% 25.02.2027 - Series 1	GG	3.020%	25-Feb-27	10	2.597	2.601	2.597
DANAINFRA IMTN 3.690% 27.11.2029 - Tranche No 92	GG	3.690%	27-Nov-29	25	2.8	2.8	2.8
DANAINFRA IMTN 4.950% 19.03.2032 - Tranche No 58	GG	4.950%	19-Mar-32	10	3.028	3.028	3.028
DANAINFRA IMTN 4.790% 06.04.2035 - Tranche No 34	GG	4.790%	06-Apr-35	5	3.249	3.249	3.249
PRASARANA SUKUK MURABAHAH 5.01% 14.09.2037 - S4	GG	5.010%	14-Sep-37	15	3.45	3.45	3.45
PLUS BERHAD IMTN 4.860% 12.01.2038 - Series 1	GG	4.860%	12-Jan-38	40	3.58	3.58	3.567
PRASARANA SUKUK MURABAHAH 5.02% 03.12.2038 - S11	GG	5.020%	03-Dec-38	5	3.53	3.53	3.53
CAGAMAS IMTN 4.450% 25.11.2020	AAA IS	4.450%	25-Nov-20	5	2.031	2.031	2.031
GENM CAPITAL MTN 1826D 31.3.2022	AAA (S)	4.780%	31-Mar-22	5	3.499	3.499	3.499
AMAN IMTN 3.900% 27.07.2022 - Tranche No. 22	AAA IS	3.900%	27-Jul-22	15	2.511	2.511	2.511
GENM CAPITAL MTN 1826D 11.7.2023	AAA (S)	4.980%	11-Jul-23	1	3.983	4.001	3.983
DIGI IMTN 3.50% 18.09.2026 - Tranche No 4	AAA	3.500%	18-Sep-26	10	2.668	2.68	2.668
SEB IMTN 4.850% 19.01.2027	AAA	4.850%	19-Jan-27	20	2.807	2.81	2.807
AMAN IMTN 4.400% 12.04.2027 - Tranche No. 18	AAA IS	4.400%	12-Apr-27	10	2.848	2.862	2.848
DANUM IMTN 3.140% 13.05.2027 - Tranche 8	AAA (S)	3.140%	13-May-27	2	2.79	2.792	2.79
MANJUNG IMTN 4.580% 25.11.2027 - Series 1 (12)	AAA	4.580%	25-Nov-27	10	2.769	2.769	2.769
PASB IMTN 4.150% 04.06.2029 - Issue No. 15	AAA	4.150%	04-Jun-29	10	2.98	2.98	2.98
GENTING RMTN MTN 5479D 08.11.2034 - Tranche 2	AAA (S)	4.380%	08-Nov-34	1	4.144	4.227	4.144
SEB IMTN 5.280% 17.08.2035	AAA	5.280%	17-Aug-35	20	3.449	3.454	3.448
SEB IMTN 5.180% 25.04.2036	AAA	5.180%	25-Apr-36	10	3.468	3.473	3.468
YTL CORP MTN 3652D 24.7.2030	AA1	3.650%	24-Jul-30	13	3.59	3.59	3.48
IMTIAZ II IMTN 4.580% 27.05.2022	AA2 (S)	4.580%	27-May-22	45	2.712	2.745	2.712
COUNTRY GDN IMTN 4.750% 03.03.2021 - Issue No 6	AA3 (S)	4.750%	03-Mar-21	5	3.101	3.101	3.101
UEMS IMTN 3.70% 19.05.2021 - Issue No. 9	AA- IS	3.700%	19-May-21	5	3.267	3.267	3.267
UEMS IMTN 5.000% 19.05.2023	AA- IS	5.000%	19-May-23	20	3.638	3.643	3.638
JEP IMTN 5.350% 04.06.2024 - Tranche 7	AA- IS	5.350%	04-Jun-24	5	3.13	3.132	3.13
PRESS METAL IMTN 4.100% 17.10.2024	AA3	4.100%	17-Oct-24	4	3.369	3.372	3.369
EDRA ENERGY IMTN 5.910% 05.01.2027 - Tranche No 11	AA3	5.910%	05-Jan-27	30	3.374	3.392	3.374
ISLAM 5.50% 15.12.2025 - Tranche 2	A1	5.500%	15-Dec-25	30	2.694	2.772	2.694
AFFINBANK SUBORDINATED MTN 3650D 05.2.2027	A1	5.450%	05-Feb-27	115	3.16	3.16	3.147
TROPICANA IMTN 5.800% 14.05.2027 - SECURED SUKUK T1	A+ IS	5.800%	14-May-27	40	5.691	5.691	5.691
AFFIN ISLAMIC T2 SUKUK MURABAHAH 5.05% 23.10.2028	A1	5.050%	23-Oct-28	20	3.407	3.414	3.407
ISLAM IMTN (SUB) 3.75% 26.03.2030 - Tranche 2	A1	3.750%	26-Mar-30	20	3.429	3.433	3.429
CIMB 5.400% Perpetual Capital Securities - T3	A1	5.400%	25-May-16	1	3.488	3.731	3.488
MBSBBANK IMTN 5.250% 19.12.2031	A3	5.250%	19-Dec-31	1	3.599	4.3	3.599
<b>Total</b>				<b>623</b>			

Sources: BPAM

## DISCLAIMER

This report is for information purposes only and under no circumstances is it to be considered or intended as an offer to sell or a solicitation of an offer to buy the securities or financial instruments referred to herein, or an offer or solicitation to any person to enter into any transaction or adopt any investment strategy. Investors should note that income from such securities or financial instruments, if any, may fluctuate and that each security's or financial instrument's price or value may rise or fall. Accordingly, investors may receive back less than originally invested. Past performance is not necessarily a guide to future performance. This report is not intended to provide personal investment advice and does not take into account the specific investment objectives, the financial situation and the particular needs of persons who may receive or read this report. Investors should therefore seek financial, legal and other advice regarding the appropriateness of investing in any securities and/or financial instruments or the investment strategies discussed or recommended in this report.

The information contained herein has been obtained from sources believed to be reliable but such sources have not been independently verified by Malayan Banking Berhad and/or its affiliates and related corporations (collectively, "Maybank") and consequently no representation is made as to the accuracy or completeness of this report by Maybank and it should not be relied upon as such. Accordingly, no liability can be accepted for any direct, indirect or consequential losses or damages that may arise from the use or reliance of this report. Maybank and its officers, directors, associates, connected parties and/or employees may from time to time have positions or be materially interested in the securities and/or financial instruments referred to herein and may further act as market maker or have assumed an underwriting commitment or deal with such securities and/or financial instruments and may also perform or seek to perform investment banking, advisory and other services for or relating to those companies whose securities are mentioned in this report. Any information or opinions or recommendations contained herein are subject to change at any time, without prior notice.

This report may contain forward looking statements which are often but not always identified by the use of words such as "anticipate", "believe", "estimate", "intend", "plan", "expect", "forecast", "predict" and "project" and statements that an event or result "may", "will", "can", "should", "could" or "might" occur or be achieved and other similar expressions. Such forward looking statements are based on assumptions made and information currently available to us and are subject to certain risks and uncertainties that could cause the actual results to differ materially from those expressed in any forward looking statements. Readers are cautioned not to place undue relevance on these forward looking statements. Maybank expressly disclaims any obligation to update or revise any such forward looking statements to reflect new information, events or circumstances after the date of this publication or to reflect the occurrence of unanticipated events.

This report is prepared for the use of Maybank's clients and may not be reproduced, altered in any way, transmitted to, copied or distributed to any other party in whole or in part in any form or manner without the prior express written consent of Maybank. Maybank accepts no liability whatsoever for the actions of third parties in this respect. This report is not directed to or intended for distribution to or use by any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation.

Published by:



**Malayan Banking Berhad**  
(Incorporated In Malaysia)

**Foreign Exchange**

Singapore

Saktiandi Supaat  
Head, FX Research  
saktiandi@maybank.com.sg  
(+65) 6320 1379

Christopher Wong  
Senior FX Strategist

Wongkl@maybank.com.sg  
(+65) 6320 1347

Fiona Lim

Senior FX Strategist  
Fionalim@maybank.com.sg  
(+65) 6320 1374

Yanxi Tan

FX Strategist  
tanyx@maybank.com.sg  
(+65) 6320 1378

**Fixed Income**

Malaysia

Winson Phoon Wai Kien  
Fixed Income Analyst  
winsonphoon@maybank-ke.com.sg  
(+65) 6231 5831

Se Tho Mun Yi

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

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

Azman Amiruddin Shah bin Mohamad Shah  
Head, Sales-Malaysia, GB-Global Markets  
azman.shah@maybank.com  
(+60) 03-2173 4188

Singapore

Janice Loh Ai Lin

Co-Head of Sales, Singapore  
jloh@maybank.com.sg  
(+65) 6536 1336

Indonesia

Endang Yulianti Rahayu

Head of Sales, Indonesia

EYRahayu@maybank.co.id  
(+62) 21 29936318 or  
(+62) 2922 8888 ext 29611

Shanghai

Joyce Ha

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

Hong Kong

Joanne Lam Sum Sum

Head of Corporate Sales Hong Kong  
Joanne.lam@maybank.com  
(852) 3518 8790