

Global Markets Daily

Green Light for the RMB?

Back to Talks on A Comprehensive Stimulus Package

Equities remained elevated throughout overnight session as investors remained hopeful of a stimulus agreement. Trump is said to be interested in a comprehensive deal again after House Speaker Nancy Pelosi stood her ground to reject “piecemeal” reliefs. The White House Spokesman Alyssa Farah told the press that the administration is now “open to going with something bigger” although the \$2.2trn package is still rejected. In the meantime, Trump refuses to attend a virtual debate and he said he prefers a rally instead. In response to Trump, Democratic Presidential Nominee Joe Biden would hold a town hall with voters that day and his campaign had urged the debate commission to move the joint town hall debate to 22 Oct. Trump’s doctor had declared him ready for public events by this Saturday.

PBoC Allows Market Forces To Drive RMB

Positive risk sentiment weakened the USD overnight. However, the USDJPY held steady, flat-lining the 106-figure before slipping lower this morning, in tandem with the softening of UST 10y yields as well as the rest of USDAsia led by the USDCNH. The USDCNH fell under the 6.73-figure this morning after the first USDCNY fix came in to be 6.7796 vs. Bloomberg’s median survey of 6.7854. The gap is significant, possibly due to some expectations that PBoC may want to signal its preference for slower RMB appreciation after an appreciation of almost 6% from trough to peak vs. the USD since May. We do not think that the fix is especially strong given the fact that the RMB CFETS TWI is actually lowered because of the fix. We see this USDCNY fix as a sign that PBoC prefers to allow market forces to drive the RMB at this point and would not halt RMB bulls in their tracks. Next support is seen around 6.70.

Philippines’ Trade, China’s Credit Data, RBI Policy Decision

Taiwan and South Korea are out for an extended weekend. Philippines trade is due for Aug and China’s credit data for Sep could be out as soon as today. RBI policy decision from the new MPC is also due today.

FX: Overnight Closing Prices					
Majors	Prev Close	% Chg	Asian FX	Prev Close	% Chg
EUR/USD	1.1759	↓ -0.03	USD/SGD	1.3582	↓ -0.11
GBP/USD	1.2938	↑ 0.15	EUR/SGD	1.5972	↓ -0.13
AUD/USD	0.7165	↑ 0.36	JPY/SGD	1.2809	↓ -0.16
NZD/USD	0.6577	↓ -0.05	GBP/SGD	1.7573	↑ 0.05
USD/JPY	106.03	↑ 0.05	AUD/SGD	0.9736	↑ 0.31
EUR/JPY	124.68	↑ 0.02	NZD/SGD	0.894	↓ -0.08
USD/CHF	0.917	↓ -0.04	CHF/SGD	1.4811	↓ -0.08
USD/CAD	1.3196	↓ -0.45	CAD/SGD	1.0292	↑ 0.34
USD/MYR	4.1533	↓ -0.06	SGD/MYR	3.0598	↑ 0.01
USD/THB	31.202	↓ -0.17	SGD/IDR	10835.17	↑ 0.04
USD/IDR	14710	→ 0.00	SGD/PHP	35.5939	↑ 0.10
USD/PHP	48.358	↓ -0.07	SGD/CNY	4.9953	↓ -0.05

Implied USD/SGD Estimates at 9 October 2020, 9.00am

Upper Band Limit	Mid-Point	Lower Band Limit
1.3398	1.3672	1.3945

Analysts

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

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

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

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

G7: Events & Market Closure

Date	Ctry	Event
5 th Oct	AU	Market Closure
6 th Oct	AU	RBA Policy Decision
6 th Oct	AU	Federal Budget 2020-2021
6 th Oct	US, JN, IN, AU	Quadrilateral Security Dialogue
7 th Oct	US	Vice Presidential Debate

AXJ: Events & Market Closure

Date	Ctry	Event
1-8 th Oct	CH	Market Closure
9 th Oct	KR, TW	Market Closure
7-9 th Oct	IN	RBI Policy Decision (postponed from last week)

G7 Currencies

- **DXY Index - *Stimulus Talks Revived***. USD slipped overnight while risk sentiment enjoyed another boost as Trump is now looking at additional stimulus again. This week may have been a flip-flop on intents with regards to stimulus but one can also view it as part of the art of negotiation. On Tue, Trump called off stimulus talks with Democratic leaders and to hold off plans until election is over, then on Wed, he called for targeted stimulus to support airline industry (\$25bn new aid), direct \$1,200 stimulus cheque payment to millions of Americans and providing immediate aid for small businesses. Overnight Trump told Fox Business said talks were now back and are “starting to work out”. It was reported that Treasury Secretary Mnuchin and House speaker Pelosi had a 40-min phone call and that Trump wants a comprehensive package (according to Drew Hammill, Pelosi spokesman); subsequently the both held another call with House Small business committee chairwoman Nydia Velaquez and financial services committee Chairwoman Maxine Walters. Sentiment can further be supported if hopes of a stimulus deal does materialised and at a larger than expected amount. House is still looking for \$2.2bn package. On Trump’s health, his doctor said he is responding ‘extremely well’ to treatment and he expects Trump to safely return to public engagements by Sat. DXY was last seen at 93.6 levels. Magnitude of DXY’s move may seem subdued and this was largely due to EUR (under pressure due to persistent rise in covid infection triggering chatters of lockdown restrictions and deflationary worries in EU). However, USD’s softness was more pronounced against other major FX, AXJs, including KRW. DXY’s daily momentum remained mild bearish. Key support at 93.30 (50 DMA), 92.80 levels. Resistance at 93.60/80 (21 DMA < 23.6% fibo), 94.90 (100 DMA), 95.10 (38.2% fibo retracement of May high to Sep low). Expect consolidative play in 93.30 - 93.80 range. Day ahead brings Wholesale inventories (Aug).
- **EURUSD - *Rising Covid Infection Could Trigger Lockdown Restrictions***. EUR was little changed despite USD softness seen (vs other FX). France, Spain and Germany are all seeing daily infection surpassing previous highs. We had earlier cautioned that persistent rise in covid infection in Europe is a concern as more lockdown restrictions could be announced to prevent a potential second wave. This could derail weak and uneven growth rebound, add to deflationary concerns, undermine confidence, sentiment and weigh on EUR. Pair was last seen at 1.1760 levels. Mild bullish momentum on daily chart intact in the interim. Resistance at 1.1765 (21 DMA), 1.1805 levels (50 DMA) before 1.1880 levels. Immediate support at 1.1690 levels (23.6% fibo retracement of 2020 low to high), 1.1610 levels before 1.1560 (100 DMA). Look for 1.1690 - 1.1780 range intra-day. GE trade; BoE Bailey and ECB Schnabel in Panel today.
- **GBPUSD - *2 Way Moves***. GBP remains supported amid broad USD softness. Last seen at 1.2940 levels. Bullish momentum on daily chart intact for now. Resistance at 1.2985 (38.2% fibo retracement of Sep high to low), 1.3030 levels (50 DMA). Support at 1.2860/70 levels (21 DMA, 23.6% fibo), 1.2790 (100 DMA). Day ahead brings Sep

GDP; Aug IP, mfg production, construction output, trade. Focus remains on 15 Oct deadline. PM BoJo said that UK plans to quit brexit talks if no deal clear by 15 Oct. UK's chief negotiator David Frost said that "big gaps" remained on government subsidies for businesses and fishing rules. He added that UK will go on to trade with EU on WTO rules if an agreement is not reached by 15 Oct but also said that UK "obviously very much prefer to have" a deal. EU Council President Michel also tweeted that EU would also "prefer a deal" but not at any cost. These developments underscore the fluidity of brexit and 2-way directional swings are expected in the run up to next Thu (also the start of EU's 2-day summit).

- **USDJPY - Modestly Bullish But Potentially Overbought.** Pair continued to be sticky around the 106-level for most of yesterday. Last seen at 105.96. Sentiments were a tad mixed, even as US equities largely saw positive outturns overnight. US Treasury Secretary Mnuchin had commented that Trump was interested in a broad stimulus bill again, when just earlier in the week he had said he preferred a piecemeal approach. House speaker Pelosi on the other hand said that there will be no aid for airlines without broader fiscal relief. The more benign (on net) risk tones likely supported the USDJPY pair overnight, with UST yields remaining near the higher end of recent ranges as well. Nonetheless, on the whole, Oct could still be a volatile month for assets, as Trump makes a last ditch effort to save his chances for a second term, despite widening Biden lead. The rapid twists in US stimulus discussions thus far could hint at more volatility ahead. Bias is to sell USDJPY on rallies. Resistance at 106.40 (50.0% fibo retracement of Mar low to high), 107.50 (200-DMA). Support at 105.45 (21-DMA), 105.00, 103.70 (76.4% fibo). Momentum on the daily chart is modestly bullish but stochastics are in overbought conditions. Current Account for Aug came in at JPY2102.8bn, slightly higher than expected JPY2031.5bn.
- **NZDUSD - Driven Higher by External Factors.** NZD firmed, taking the lead from RMB strength (strong fix after coming back from golden week holidays), softer USD and broad risk-on tone (US stimulus talks revived while covid treatment drugs are progressing). NZD was last seen at 0.66 levels. Bearish momentum on daily chart shows signs of fading while RSI is showing signs of turning higher. Exogenous drivers are leading the move higher. Resistance at 0.6630/40 levels (21, 50 DMAs), 0.6710 levels. Support at 0.6550 levels (100 DMA), 0.65 levels.
- **AUDUSD - Capped.** AUDUSD rose overnight as investors continue to expect a stimulus deal over in the US. Price was last seen around 0.7170 with the 21-dma still capping its up-moves at 0.7180, close to the 50-dma at 0.7206. A failure to breach these resistance levels could mean further consolidation within the 0.7070-0.7210 range with more room for downside. Resistance around the 0.7180 (21-dma) before 0.7260. Australia reports 11 new cases for Victoria and 5 for NSW.
- **USDCAD - Rising Trend Channel Violated, Bulls In Control.** This pair slipped through the 50dma yesterday and was last seen around 1.3189, weighed by better risk appetite, lower USD and firmer crude oil prices. Investors cling on to hope that a comprehensive

deal would come soon as Biden leads continue to widen and Democrats have not been lowering the \$2.2trn package. With the Trump administration now open to “something bigger”, the risks to the stimulus size have tilted to the upside at this point. Resistance is now marked by the 50-dma at 1.3230 before 1.35270 (21-dma and then at 1.3390 (100-dma). The week ahead has Sep housing starts on Fri along with Sep labour report.

Asia ex Japan Currencies

SGD trades around +0.68% from the implied mid-point of 1.3672 with the top estimated at 1.3398 and the floor at 1.3945.

- **USDSGD - Sell on Rallies.** Pair last seen at 1.3578, modestly lower vs. yesterday morning. Broad risk sentiments were supported overnight, with US equities largely seeing modest gains. US Treasury Secretary Mnuchin had commented that Trump was interested in a broad stimulus bill again, when just earlier in the week he had said he preferred a piecemeal approach. House speaker Pelosi on the other hand said that there will be no aid for airlines without broader fiscal relief. US stimulus flip-flops (two-way swings), as well as recent headlines of Trump administration exploring restrictions on Ant Group's and Tencent's payment systems (downside risk to AxJ sentiments) will be in focus. USDSGD pair could still be prone to dollar-led moves in the interim, with any up-moves potentially capped by resistances at 1.3600, 1.3650 (21-DMA). Next key resistance is some distance away at 1.3800 (23.6% fibo retracement of Mar high to Sep low). Expectations for a further easing of social restrictions soon could help support domestic sentiments, validated in part by a modest climb in the SGD NEER lately. Maintain inherent positive bias on SGD, with bias to sell USDSGD on rallies. Support at 1.3540 (Sep low), before 1.3440 (turn-of-year low). Momentum indicator on daily chart is not showing a clear bias, while stochastics are on the dip towards oversold conditions. House view is for MAS to stand pat in the upcoming mid-Oct policy meeting. Historically, after shifting to a flat policy slope in 2001, 2008 and 2016, the central bank has been relatively patient in reverting to tightening stances (maintained 0% slope for minimum 6 qtrs). This could lead the SGD NEER to be somewhat resilient above implied policy mid-point.
- **AUDSGD - Bearish Extension Possible.** AUDSGD hovered around 0.9740, firming along with the AUD. There have been bearish signals with 21, 50-dma en-route to cut the 100-dma to the downside and this could still play out in spite of recent moves higher. Key support at 0.9660 (38.2% Fibonacci retracement of the May - Sep) needs to be broken. Next support at 0.9537. Next support at 0.9537.
- **SGDMYR - Death Cross Approaching?** SGDMYR firmed amid SGD outperformance. Cross was last seen at 3.06 levels. Bullish momentum intact but shows tentative signs of fading while RSI is showing signs of turning lower. Death cross (50 DMA looking on track to cut 200 DMA to the downside) appears on track - bearish signal Immediate support at 3.05 levels (38.2% fibo), 3.0460 (200 DMA) and 3.0390 (21 DMA). Resistance at 3.06 (100 DMA), 3.0680 (23.6% fibo retracement of 2020 low to high). Look for sideways price action in 3.0520 - 3.0620 range intra-day.
- **USDMYR - Range Likely to Hold with Risks Skewed to Downside.** USDMYR slipped amid softer USD, supported sentiment and RMB strength. But the pace of move lower pales in comparison to other USD/AXJs. This is likely due to domestic developments including rising

covid infections. Pair was last seen at 4.1510 levels. Bullish momentum on daily chart shows signs of fading while RSI is falling. Support at 4.15, 4.1460 levels. Resistance at 4.17 levels (50 DMA). We look for range of 4.1450 - 4.16 intra-day.

- **1m USDKRW NDF - *Bearish***. Onshore markets are closed for Hangul day but offshore NDF continues. Decline in 1m USDKRW NDF accelerated especially after the much softer than expected USDCNY fix triggered USDCNY much lower. Broader environment of risk-on tone on revival of US stimulus plan and vaccine treatment development and softer USD also contributed to KRW strength. Pair was last seen at 1146 levels. Bearish momentum on daily chart intact while RSI is falling. Support at 1140, 1135 levels. Resistance at 1150, 1157. Look for 1142 - 1152 range intra-day.
- **USDCNH - *Bears March On, Within Falling Trend Channel***. Our bias for further downsides continues to be affirmed. The USDCNH fell under the 6.73-figure this morning after the first USDCNY fix came in to be 6.7796 vs. Bloomberg's median survey of 6.7854. The gap is rather large, possibly due to some expectations that PBoC may want to signal its preference for slower RMB appreciation after an appreciation of almost 6% from trough to peak vs. the USD since May. We do not think that the USDCNY reference rate fix is especially strong given the fact that the RMB CFETS TWI is actually lowered because of the fix. We see this USDCNY fix as a sign that PBoC prefers to allow market forces to drive the RMB at this point and would not halt RMB bulls in their tracks. As we have mentioned, other factors that underpin the RMB are not likely to fade away soon - relatively less dovish monetary policy stance and a benign trade environment given that the phase 1 trade deal with US is still intact. Strong carry advantage of the RMB as well as the likely faster economic growth vs. the USD but some of it could have priced aggressively in recent sessions. We also watch the actions of US on China given the unresolved issues of TikTok, Wechat whose bans are temporarily barred by local federal judge. China's Sep credit data are due 10-15th Oct.
- **1M USDINR NDF - *Bearish Bias***. This pair is still on the modest downmove, guided by broader USD weakness, sanguine risk environment and some expectations for RBI to ease, last seen around 73.40. This pair is still within the gentle falling trend channel. Price action has not been showing much directional bias and remains in swivels around the 21-dma (73.75). Next support is at 72.99 (1st Sep low). Resistance is marked by the 50-dma at 74.20. RBI MPC is due for a rate decision today. The make of the panel is perceived to be dovish and even as inflation is still above the 2-6% target range, there could still be speculation of rate cuts. We do not expect any rate change.
- **1M USDIDR NDF - *Range***. NDF last seen near 14,770, still largely respecting recent trading ranges. As markets continue to digest the implications of the latest "Job Creation" bill introduced earlier in the week, we note that protests (over the legislation) in parts of Jakarta descended into riots yesterday. Some facilities were set ablaze by unidentified mobs, and some clashes with the police occurred. Hundreds

of people, mostly teenagers, have been arrested over the past few days. Despite these developments, we still expect IDR sentiments to be somewhat tied to external market swings in the interim. I.e., barring a severe escalation in domestic protests, USDIDR moves could be more sensitive to news coming out of US still (fiscal stimulus, elections). Expect ranged trading in interim. Momentum on daily chart is mildly bearish, while stochastics are on the dip towards near-oversold conditions. Resistance at 15,000, before 15,400 (50.0% fibo retracement from Jan low to Mar high). Nearby support at 14,700 (100-DMA), before 14,450 (76.4% fibo).

- **USDTHB - Momentum Modestly Bearish.** Pair last seen at 31.13, again modestly lower vs. yesterday morning. Since the start of the week, when USDTHB was around 31.5, we had repeatedly cautioned that there were tentative signs of the pair turning lower, and that momentum was turning bearish. This has been largely validated thus far, even as further USDTHB down-moves from here could slow. Domestically, consumer confidence for Sep is still near historical lows. There are plans to extend tax incentives to support consumption, but the extent of the stimulus is relatively modest (THB11bn). Momentum on daily chart is modestly bearish, and stochastics are on the dip towards near-oversold conditions. Key 31.30-31.40 area (where multiple MAs are converging) has turned from support to resistance, and next support is some distance away at 30.80 (Jun low). US elections, stimulus discussions and domestic protests are key developments to watch. Resistance at 31.70 (38.2% fibo retracement from Apr high to Jun low), 32.00 (50.0% fibo).
- **1M USDPHP NDF - Consolidate.** NDF last seen at 48.43, still largely in consolidative trading mode. Some domestic concerns are emerging. There are risks that the 2021 budget could get delayed, with budget hearings suspended until mid-Nov amid a leadership squabble. Socioeconomic Planning Secretary Karl Chua said, “a reenacted budget means using the 2020 budget, which is not COVID-responsive. It is also some 9 to 10% lower, so will not help much in our (economic) recovery.” Nonetheless, we note that volatility in the NDF remains relatively low (vs. AxJ peers) despite some swings in broad dollar levels lately. On net, we do not expect a sharp rally in USDPHP at this point, but further significant declines in USDPHP NDF could take time. Momentum and stochastics indicators on the daily chart are not showing clear biases. NDF could continue to consolidate within the 48-49 range for now. Key support at 48.00. Resistance at 48.70 (50-DMA).

Malaysia Fixed Income

Rates Indicators

MGS	Previous Bus. Day	Yesterday's Close	Change (bps)
3YR MH 3/23	1.89	1.86	-3
5YR MO 9/25	2.14	2.17	+3
7YR MK 5/27	2.37	2.39	+2
10YR MO 8/29	2.64	2.65	+1
15YR MS 7/34	3.04	3.03	-1
20YR MY 5/40	3.29	3.29	Unchanged
30YR MZ 6/50	3.73	3.72	-1
IRS			
6-months	1.93	1.93	-
9-months	1.91	1.91	-
1-year	1.88	1.88	-
3-year	1.95	1.95	-
5-year	2.13	2.13	-
7-year	2.32	2.33	+1
10-year	2.63	2.63	-

Source: Maybank KE

*Indicative levels

Analysts

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

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

- Political noise clouded local government bonds market. Light selling, but market was overall still rather calm with yields moving in the range of +3bps to -1bp. Market generally sidelined amid the political uncertainty, though there was some support with continued selective buying in belly off-the-runs.
- IRS market opened rather offerish as most bidders were on the defensive after previous day's strong receiving flows. But sentiment turned on political headlines and the curve ended unchanged from previous close with no interbank trade for the day. 3M KLIBOR remained at 1.97%.
- In corporate bonds, GG space was muted with short dated Prasarana 2021 trading 2bps lower in yield. AAAs traded rangebound, either unchanged or about 1bp higher, such as Cagamas 2022. AA1-rated GENM also traded rangebound. AA credits generally dealt unchanged.

Singapore Fixed Income

Rates Indicators

SGS	Previous Bus. Day	Yesterday's Close	Change (bps)
2YR	0.24	0.24	-
5YR	0.49	0.49	-
10YR	0.92	0.91	-1
15YR	1.22	1.21	-1
20YR	1.29	1.28	-1
30YR	1.23	1.22	-1

Source: MAS

- SGS market was lackluster and yields stayed flat except the long end which lowered 1bp along the 10y30y. Front end yields were under some upward pressure despite low funding rates. SGD IRS saw long tenor rates lower by 2-3bps, more than front end rates which fell 1-2bps, supported by keen paying interests. Swap spreads widened.
- Asian credits strengthened slightly with spreads generally 2-3bps tighter. It was also positive for Asian sovereign bonds market, with INDONs and PHILIPs tightening 1-3bps. Indonesia quasis followed suit to tighten as well. For IGs, China and HK credits saw demand for 5y bonds with spreads about 2-3bps tighter, while 10y bonds were more or less unchanged. Financial papers either stayed the same or tightened a tad.

Indonesia Fixed Income

Rates Indicators

IDR Gov't Bonds	Previous Bus. Day	Yesterday's Close	Change
1YR	3.79	3.72	(0.06)
3YR	5.08	5.08	0.00
5YR	5.80	5.80	0.00
10YR	6.91	6.91	0.00
15YR	7.43	7.42	(0.00)
20YR	7.46	7.43	(0.03)
30YR	7.44	7.45	0.01

* Source: Bloomberg, Maybank Indonesia

Analysts

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

- Indonesian government bonds prices were relative sideways overall. The market players held their intention to purchase Indonesian government bonds after seeing recent higher social tension due to massive Labor's rejection for the passage of Omnibus Law about Job Creation. Furthermore, the government continued absorbing liquidity from Bank Indonesia for its fiscal financing needs. Yesterday, the government successfully obtained Rp46.2 trillion from its four VR (variable-rate) bond series issuances by private placement method with Bank Indonesia (BI). The settlement period for those VR series of bonds will be on 12-Oct-20. It's the fourth bond issuance using a burden-sharing scheme between BI and the Ministry of Finance (MoF) to finance Rp397.6 trillion of public goods. According to various sources, the government and BI commit to limit the burden-sharing scheme, only for this year. The burden-sharing scheme target of Rp397.6tn will possibly be issued all in this year, but if the amount cannot be fully spent this year, it can be for next year's budget, so it might lower bond issuances in 2021. Thus, YTD, the government has released Rp1,173.5tn-gross or 76.6% of the gross issuance target for this year.
- Bank Indonesia reported that the latest Retail Sales Survey performed by Bank Indonesia continued to show improving retail sales performance across most commodity groups, as indicated by a shallower -9.2% YoY contraction of the Real Sales Index (RSI) in Aug20 compared with -12.3% YoY in Jul-20. Retailers reported gains affecting most commodity groups, with Food, Beverages and Tobacco achieving positive growth in line with adaptation to the new normal era that has stimulated public activity. Retailers expected the sales improvements to continue in Sep-20, primarily supported by positive growth of Food, Beverages and Tobacco, predicting an increase in Real Sales Index (RSI) to -7.3% YoY from -9.2% YoY in Aug-20.

Foreign Exchange: Daily Levels

	EUR/USD	USD/JPY	AUD/USD	GBP/USD	USD/CNH	NZD/USD	EUR/JPY	AUD/JPY
R2	1.1807	106.19	0.7200	1.3011	6.7598	0.6624	125.1533	76.3283
R1	1.1783	106.11	0.7182	1.2975	6.7490	0.6600	124.9167	76.1597
Current	1.1768	106.01	0.7175	1.2940	6.7370	0.6591	124.7500	76.0650
S1	1.1734	105.94	0.7135	1.2897	6.7263	0.6550	124.4067	75.6737
S2	1.1709	105.85	0.7106	1.2855	6.7144	0.6524	124.1333	75.3563

	USD/SGD	USD/MYR	USD/IDR	USD/PHP	USD/THB	EUR/SGD	CNY/MYR	SGD/MYR
R2	1.3619	4.1700	14743	48.5140	31.3113	1.6032	0.6123	3.0647
R1	1.3600	4.1617	14727	48.4360	31.2567	1.6002	0.6120	3.0622
Current	1.3581	4.1550	14735	48.3720	31.1940	1.5981	0.6118	3.0597
S1	1.3568	4.1481	14696	48.3150	31.1497	1.5945	0.6113	3.0557
S2	1.3555	4.1428	14681	48.2720	31.0973	1.5918	0.6109	3.0517

*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	0.4066	Oct-20	Easing
BNM O/N Policy Rate	1.75	3/11/2020	Easing
BI 7-Day Reverse Repo Rate	4.00	13/10/2020	Easing
BOT 1-Day Repo	0.50	18/11/2020	Easing
BSP O/N Reverse Repo	2.25	19/11/2020	Easing
CBC Discount Rate	1.13	17/12/2020	Easing
HKMA Base Rate	0.50	-	Neutral
PBOC 1Y Lending Rate	4.35	-	Easing
RBI Repo Rate	4.00	9/10/2020	Easing
BOK Base Rate	0.50	14/10/2020	Easing
Fed Funds Target Rate	0.25	6/11/2020	Easing
ECB Deposit Facility Rate	-0.50	29/10/2020	Easing
BOE Official Bank Rate	0.10	5/11/2020	Easing
RBA Cash Rate Target	0.25	3/11/2020	Easing
RBNZ Official Cash Rate	0.25	11/11/2020	Easing
BOJ Rate	-0.10	29/10/2020	Easing
BoC O/N Rate	0.25	28/10/2020	Easing

Equity Indices and Key Commodities

	Value	% Change
Dow	28,425.51	0.43
Nasdaq	11,420.98	0.50
Nikkei 225	23,647.07	0.96
FTSE	5,978.03	0.53
Australia ASX 200	6,102.04	1.09
Singapore Straits Times	2,543.11	0.19
Kuala Lumpur Composite	1,519.43	2.01
Jakarta Composite	5,039.14	0.70
Philippines Composite	5,942.66	1.27
Taiwan TAIEX	12,746.37	0.33
Korea KOSPI	2,386.94	0.89
Shanghai Comp Index	3,218.05	n/a
Hong Kong Hang Seng	24,193.35	-0.20
India Sensex	40,182.67	0.76
Nymex Crude Oil WTI	41.19	3.10
Comex Gold	1,895.10	0.23
Reuters CRB Index	151.22	1.11
MBB KL	7.30	2.82

MYR Bonds Trades Details

MGs & GII	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
MGS 3/2015 3.659% 15.10.2020	3.659%	15-Oct-20	739	1.796	1.797	1.796
MGS 5/2017 3.441% 15.02.2021	3.441%	15-Feb-21	42	1.54	1.54	1.54
MGS 1/2011 4.16% 15.07.2021	4.160%	15-Jul-21	347	1.55	1.613	1.546
MGS 3/2014 4.048% 30.09.2021	4.048%	30-Sep-21	312	1.6	1.6	1.58
MGS 4/2016 3.620% 30.11.2021	3.620%	30-Nov-21	20	1.649	1.649	1.649
MGS 3/2013 3.480% 15.03.2023	3.480%	15-Mar-23	230	1.835	1.854	1.835
MGS 2/2018 3.757% 20.04.2023	3.757%	20-Apr-23	5	1.887	1.887	1.887
MGS 1/2016 3.800% 17.08.2023	3.800%	17-Aug-23	2	1.948	1.948	1.948
MGS 3/2019 3.478% 14.06.2024	3.478%	14-Jun-24	7	2.001	2.001	1.951
MGS 1/2014 4.181% 15.07.2024	4.181%	15-Jul-24	1	2.029	2.029	2.029
MGS 2/2017 4.059% 30.09.2024	4.059%	30-Sep-24	5	2.039	2.039	2.039
MGS 1/2018 3.882% 14.03.2025	3.882%	14-Mar-25	4	2.126	2.126	2.126
MGS 1/2015 3.955% 15.09.2025	3.955%	15-Sep-25	164	2.169	2.189	2.125
MGS 3/2011 4.392% 15.04.2026	4.392%	15-Apr-26	4	2.293	2.293	2.293
MGS 1/2019 3.906% 15.07.2026	3.906%	15-Jul-26	4	2.316	2.316	2.299
MGS 3/2016 3.900% 30.11.2026	3.900%	30-Nov-26	25	2.378	2.379	2.352
MGS 3/2007 3.502% 31.05.2027	3.502%	31-May-27	65	2.387	2.387	2.356
MGS 4/2017 3.899% 16.11.2027	3.899%	16-Nov-27	8	2.412	2.419	2.412
MGS 3/2008 5.248% 15.09.2028	5.248%	15-Sep-28	1	2.537	2.537	2.537
MGS 2/2019 3.885% 15.08.2029	3.885%	15-Aug-29	199	2.629	2.647	2.607
MGS 3/2010 4.498% 15.04.2030	4.498%	15-Apr-30	55	2.665	2.672	2.665
MGS 4/2011 4.232% 30.06.2031	4.232%	30-Jun-31	5	2.771	2.771	2.771
MGS 4/2013 3.844% 15.04.2033	3.844%	15-Apr-33	7	3.05	3.125	3.05
MGS 3/2018 4.642% 07.11.2033	4.642%	07-Nov-33	21	3.063	3.082	3.063
MGS 4/2019 3.828% 05.07.2034	3.828%	05-Jul-34	69	3.014	3.026	2.996
MGS 3/2017 4.762% 07.04.2037	4.762%	07-Apr-37	22	3.319	3.348	3.312
MGS 4/2018 4.893% 08.06.2038	4.893%	08-Jun-38	54	3.42	3.468	3.42
MGS 5/2019 3.757% 22.05.2040	3.757%	22-May-40	33	3.317	3.317	3.284
MGS 1/2020 4.065% 15.06.2050	4.065%	15-Jun-50	18	3.719	3.756	3.719
GII MURABAHAH 6/2013 23.03.2021	3.716%	23-Mar-21	120	1.671	1.671	1.66
GII MURABAHAH 2/2016 3.743% 26.08.2021	3.743%	26-Aug-21	85	1.68	1.68	1.68
GII MURABAHAH 3/2017 3.948% 14.04.2022	3.948%	14-Apr-22	80	1.751	1.751	1.731
GII MURABAHAH 7/2019 3.151% 15.05.2023	3.151%	15-May-23	290	1.907	1.907	1.898
GII MURABAHAH 1/2016 4.390% 07.07.2023	4.390%	07-Jul-23	20	1.939	1.939	1.939
GII MURABAHAH 3/2018 4.094% 30.11.2023	4.094%	30-Nov-23	10	1.945	1.945	1.945
GII MURABAHAH 4/2019 3.655% 15.10.2024	3.655%	15-Oct-24	30	2.148	2.148	2.125
GII MURABAHAH 3/2019 3.726% 31.03.2026	3.726%	31-Mar-26	12	2.241	2.241	2.213
GII MURABAHAH 3/2016 4.070% 30.09.2026	4.070%	30-Sep-26	130	2.354	2.354	2.337
GII MURABAHAH 1/2020 3.422% 30.09.2027	3.422%	30-Sep-27	35	2.343	2.371	2.343
PROFIT-BASED GII 1/2013 08.08.2028	3.871%	08-Aug-28	10	2.66	2.66	2.66
GII MURABAHAH 2/2018 4.369% 31.10.2028	4.369%	31-Oct-28	15	2.61	2.61	2.602

GII MURABAHAH 9/2013 06.12.2028	4.943%	06-Dec-28	40	2.601	2.601	2.601
GII MURABAHAH 1/2019 4.130% 09.07.2029	4.130%	09-Jul-29	50	2.666	2.666	2.666
GII MURABAHAH 2/2020 3.465% 15.10.2030	3.465%	15-Oct-30	231	2.598	2.603	2.566
GII MURABAHAH 6/2019 4.119% 30.11.2034	4.119%	30-Nov-34	10	3.124	3.124	3.124
Total			3,634			

Sources: BPAM

MYR Bonds Trades Details

PDS	Rating	Coupon	Maturity Date	Volume (RM 'm)	Last Done	Day High	Day Low
GOVCO IMTN 4.45% 23.02.2021	GG	4.450%	23-Feb-21	10	1.832	1.832	1.832
PRASARANA IMTN 0% 04.08.2021 - MTN 3	GG	4.150%	04-Aug-21	10	1.898	1.898	1.898
DANAINFRA IMTN 4.790% 06.04.2035 - Tranche No 34	GG	4.790%	06-Apr-35	5	3.279	3.279	3.279
DANAINFRA IMTN 4.650% 20.10.2036 - Tranche No 52	GG	4.650%	20-Oct-36	5	3.399	3.399	3.399
CAGAMAS MTN 3.030% 21.03.2022	AAA	3.030%	21-Mar-22	25	2.173	2.173	2.173
MERCEDES MTN 1095D 28.9.2023	AAA (S)	2.700%	28-Sep-23	25	2.7	2.7	2.7
TNB NE 4.155% 28.11.2025	AAA IS	4.155%	28-Nov-25	2	2.542	2.542	2.542
SEB IMTN 4.950% 25.11.2033	AAA	4.950%	25-Nov-33	30	3.327	3.339	3.327
GENM CAPITAL MTN 1826D 31.3.2022	AA1 (S)	4.780%	31-Mar-22	10	3.121	3.121	3.073
UEMED IMTN 4.850% 26.04.2022	AA- IS	4.850%	26-Apr-22	50	2.795	2.814	2.795
SPG IMTN 4.970% 30.10.2026	AA- IS	4.970%	30-Oct-26	30	2.932	2.933	2.932
AISL IMTN 4.880% 18.10.2028	AA3	4.880%	18-Oct-28	7	2.8	2.803	2.8
TROPICANA IMTN 5.450% 06.10.2023 - SEC. SUKUK T4S1	A+ IS	5.450%	06-Oct-23	43	4.916	5.311	4.916
TROPICANA IMTN 5.650% 08.10.2025 - SEC. SUKUK T4S2	A+ IS	5.650%	08-Oct-25	55	4.896	5.449	4.896
AFFIN ISLAMIC T2 SUKUK MURABAHAH 5.05% 23.10.2028	A1	5.050%	23-Oct-28	90	3.64	3.681	3.64
MNRB HLDGS IMTN 5.200% 22.03.2029	A1	5.200%	22-Mar-29	10	3.916	3.946	3.916
IJM LAND 5.730% PERPETUAL SUKUK MUSHARAKAH -S1 T2	A2 (S)	5.730%	17-Mar-19	1	4.986	4.986	4.986
MBSBBANK IMTN 5.050% 20.12.2029	A3	5.050%	20-Dec-29	20	3.584	3.586	3.584
EWIB IMTN 6.400% 24.05.2023	NR(LT)	6.400%	24-May-23	1	6.182	6.182	6.182
MAH SING 6.900% PERPETUAL SECURITIES - SERIES NO 1	NR(LT)	6.900%	02-Apr-17	2	5.471	5.471	4.841
Total				430			

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
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