

DAILY DIGEST

Indonesia renews liquidity support for SOE banks

- **Macro:** US and Iran agreed to halt retaliatory strikes and resume Doha talks. Indonesia announced efficiency savings from the MBG programme, alongside additional liquidity injection into SOE banks.
- **Fixed Income:** USTs rallied on Friday as markets pared US Fed rate hike bets amid lower oil prices. Regional bonds traded steady to firmer. 3M KLIBOR rose a further 2bps amid seasonal quarter-end funding demand.
- **FX:** DXY eased slightly amid lower oil prices. MYR led regional FX gains, strengthening below the 4.10 level, while IDR hovered close to 18k.

Global macro wrap

- **Global:** The US and Iran agreed to halt retaliatory strikes and resume talks in Doha on Tuesday after a few days of escalation. Improved Straits traffic with Saudi Aramco resuming loadings at Ras Tanura terminal on Friday kept Brent trading at around USD72.2/bbl as the market opened today, even as intermittent events and prolonged uncertainties add to lingering geopolitical risks. The US Federal Communications Commission voted to extend its ban to previously authorised Huawei, ZTE, Hytera, Hikvision and Dahua telecommunications and surveillance equipment from early Jul, while President Trump threatened a 100% tariff on goods from any country imposing a digital services tax on US companies.
- **ASEAN:** Indonesia's FM Purbaya signalled at potential efficiency savings of IDR40tr or more from the MBG programme. The MOF will also inject an additional IDR200tr into SOE banks – IDR100tr in short-term funds and IDR100tr with flexible tenure – to support the 14-15% loan growth target, bringing total liquidity injections to IDR400tr and reversing the earlier plan to reduce excess cash placements. BOT Governor Vitai reiterated that oil-driven inflation is transitory, leaving no case for rate hikes at present as monetary policy remains data-dependent and accommodative, while expecting the wider US-Thailand rate differential to have limited impact on capital flows.

Fixed Income

- **Global:** The UST curve bull steepened on Friday as market slightly pared US Fed rate hike expectation amid easing oil prices. Focus turns to US Jun NFP report scheduled for Thursday, as US markets will be closed on Friday (3 Jul) in observance of the Independence Day holiday.
- **ASEAN:** Regional bonds generally rallied. The IndoGB curve flattened as buying interest improved in the 10Y tenor and longer maturities, potentially driven by Finance Minister Purbaya's indication that cash placements in SOE banks will be increased to IDR400tr to address tight liquidity conditions. Meanwhile, the front end remained largely unchanged, with SRBI yields holding steady after BI allotted IDR15tr against incoming bids of IDR31tr (prior: IDR46.9tr). Separately, Indonesia postponed its inaugural USD1bn Panda bond issuance from early Jul to late Jul. ThaiGBs extended their rally, supported by stronger non-resident inflows of THB8.8bn (25 Jun: +THB1.4bn). Meanwhile, MYR sovereign bonds traded range-bound, while 3M KLIBOR rose 2bps, bringing the cumulative increase to 8bps over the week, amid seasonal quarter-end funding demand.

FX

- **Majors:** The DXY eased 0.1% as markets trimmed US Fed rate hike expectations amid falling oil prices. G10 FX traded mixed against the dollar, with the NOK (-0.7%) and AUD (-0.2%) underperforming, while the EUR, GBP, and CHF rose 0.1% respectively.
- **ASEAN:** The MYR (+0.7%) led regional gains on Friday, strengthening to below 4.10 against the dollar, and was the sole region currency that rallied against the dollar over the week. Gains were extended this morning, driven by month-end flows. The THB and IDR were little changed. Initial weakness in the IDR was driven by the maturity of USD2bn in DNDP fixings, although sentiment improved later in the session as solid demand at the SRBI auction helped anchor SRBI yields.

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Rates dashboard

	26-Jun	1D	1W	1M	YTD
	Close	Change (bps)			
UST 2Y	4.09	-3.1	-8.5	6.0	61.9
UST 10Y	4.37	-2.4	-8.5	-11.6	20.2
MGS 3Y	3.25	0.1	-0.2	2.3	25.2
MGS 10Y	3.60	-0.9	0.6	1.5	9.8
IndoGB 2Y	7.05	0.4	5.1	52.1	215.9
IndoGB 10Y	7.12	-2.6	6.9	43.4	107.4
SGS 2Y	1.56	-1.3	-4.0	-2.3	9.3
SGS 10Y	2.00	-2.1	-4.5	-5.9	-11.0
ThaiGB 2Y	1.16	-0.2	-2.4	-11.2	2.3
ThaiGB 10Y	2.04	-1.1	-6.7	-30.7	37.7

Close for ASEAN rates captured at end of Asian trading day.

FX dashboard

	26-Jun	1D	1W	1M	YTD
	Close	Change (%)			
DXY	101.36	-0.1	0.5	2.2	3.1
EURUSD	1.1384	0.1	-0.8	-2.1	-3.1
GBPUSD	1.3200	0.1	-0.2	-1.8	-2.0
AUDUSD	0.6896	-0.2	-1.7	-3.8	3.3
USDCHE	0.8097	-0.1	0.3	3.1	2.2
USDJPY	161.74	0.0	0.3	1.5	3.2
USDCNH	6.8049	0.0	0.3	0.3	-2.4
USDMYR	4.0890	-0.7	-1.1	3.0	0.7
USDIDR	17,918	0.0	0.7	0.7	7.4
USDSGD	1.2940	-0.2	0.2	1.3	0.7
USDTHB	33.36	0.0	1.6	2.2	5.9

Close for USDMYR, USDIDR and USDTHB captured at end of Asian trading day.

Commodities dashboard

	26-Jun	1D	1W	1M	YTD
	Close	Change (%)			
WTI	69.23	-3.7	-9.6	-26.3	20.6
Brent	71.99	-4.3	-10.6	-27.7	18.3
Copper	13,358	0.7	-1.7	-2.0	7.5
Gold	4,089	1.5	-1.6	-9.3	-5.3
CPO	4,504	-0.2	-2.0	1.7	12.7

HIGHLIGHTS

Macro: Richmond Fed President Tom Barkin (non-voter) warned that inflation remained “too high”, while Minneapolis Fed President Neel Kashkari (voter) guided that broad price pressures led him to pencil in one 2026 rate hike by end of the year.

Macro: US goods trade deficit widened to USD105.8bn in May (consensus: USD85.0bn; Apr: USD83.0bn), implying a net-export drag on 2Q26 GDP. University of Michigan consumer sentiment rose to 49.5 in Jun (May: 48.9) on cheaper gas but stayed weak as high living costs kept one-year inflation expectations elevated at 4.6%.

Macro: China’s new five-year energy plan left room for coal demand to grow as energy security remains the priority, strengthening coal’s backstop role and allowing capacity expansion in central/eastern regions and coal-to-chemicals growth.

Macro: China industrial profits rose 21.1% yoy in May (Apr: 24.7%), supported by AI-linked electronics and upstream price gains but offset by weak downstream margins in autos and furniture.

Macro: Thailand’s Deputy Interior Minister Polapee Suwunchwee will seek THB20bn for the state to absorb road and government lighting costs, after Energy Minister Akanat Promphan guided on potential to lower household tariff charge by THB0.1/unit.

Figure 1: Data Preview

Date	Country	Indicator	Period	Survey	Prior
29 Jun	UK	BOE chief economist Pill speaks in Uzbekistan			
29 Jun	ID	Bloomberg June Indonesia Economic Survey			
29 Jun	US	Dallas Fed Manf. Activity	Jun	1.0	0.4

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 2: Data Review

Date	Country	Indicator	Period	Survey	Actual	Prior
26 Jun	SI	Industrial Production SA MoM	May	2.0%	-0.7%	6.2%
26 Jun	SI	Industrial Production YoY	May	17.5%	13.0%	16.5%
26 Jun	TH	Gross International Reserves	19 Jun	--	\$282.6b	\$283.9b
26 Jun	EC	ECB 1 Year CPI Expectations	May	3.9%	3.5%	4.0%
26 Jun	EC	ECB 3 Year CPI Expectations	May	2.8%	2.9%	2.9%
26 Jun	CH	BoP Current Account Balance	1Q F	--	\$184.3b	\$184.1b
26 Jun	US	Bloomberg June United States Economic Survey				
26 Jun	US	Advance Goods Imports MoM SA	May	2.1%	3.6%	2.0%
26 Jun	US	Advance Goods Exports MoM SA	May	2.1%	-5.4%	3.8%
26 Jun	US	Wholesale Inventories MoM	May P	0.4%	0.3%	0.7%
26 Jun	US	U. of Mich. Sentiment	Jun F	50.0	49.5	48.9
26 Jun	US	Fed’s Kashkari at Aspen Ideas Panel				
27 Jun	EC	ECB’s Schnabel Speaks in Germany				
29 Jun	US	Fed’s Barkin at Aspen Ideas Panel				

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 3: Sovereign yields and CDS

	26-Jun	1D	1W	1M	YTD
10Y yields, %	Close	Change (bps)			
US	4.37	-2.4	-8.5	-11.6	20.2
UK	4.73	3.2	-11.0	-14.4	25.5
Germany	2.85	-0.6	-13.5	-12.8	-0.4
Japan	2.61	-1.9	-4.3	-10.8	54.6
Australia	4.72	-1.0	-9.2	-19.2	-2.2
China	1.72	-0.7	0.0	-2.3	-11.8
Malaysia	3.60	-0.9	0.6	1.5	9.8
Indonesia	7.12	-2.6	6.9	43.4	107.4
Singapore	2.00	-2.1	-4.5	-5.9	-11.0
Thailand	2.04	-1.1	-6.7	-30.7	37.7
5Y IRS, %	Close	Change (bps)			
MY	3.52	-1.5	-0.7	-1.5	16.8
SG	1.80	-1.1	-10.3	-14.9	-12.1
TH	1.55	-0.8	-12.5	-27.5	31.0
5Y CDS, bps	Close	Change (bps)			
MY	37.57	0.0	-0.5	4.2	-0.8
ID	89.90	0.8	3.3	-0.8	21.0
TH	40.75	0.2	-0.3	-8.2	2.2

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 5: Currencies

	26-Jun	1D	1W	1M	YTD
FX	Close	Change (%)			
DXY	101.36	-0.1	0.5	2.2	3.1
EURUSD	1.1384	0.1	-0.8	-2.1	-3.1
GBPUSD	1.3200	0.1	-0.2	-1.8	-2.0
AUDUSD	0.6896	-0.2	-1.7	-3.8	3.3
USDJPY	161.74	0.0	0.3	1.5	3.2
USDCNH	6.8049	0.0	0.3	0.3	-2.4
USDMYR	4.0890	-0.7	-1.1	3.0	0.7
USDIDR	17,918	0.0	0.7	0.7	7.4
USDSGD	1.2940	-0.2	0.2	1.3	0.7
USDTHB	33.36	0.0	1.6	2.2	5.9
GBPMYR	5.4055	-0.5	-1.3	1.0	-0.9
AUDMYR	2.8220	-0.7	-2.8	-0.8	4.0
SGDMYR	3.1605	-0.5	-1.4	1.8	0.1
CNHMYR	0.6007	-0.7	-1.4	2.7	3.3
IDRMYR	0.0228	-0.7	-1.9	2.4	-6.3
THBMYR	12.26	-0.6	-2.6	0.6	-4.5

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 7: Economic and commodity price forecasts

	2023	2024	2025	2026
GDP				
US	2.9	2.8	2.1	2.1
Malaysia	3.6	5.2	5.2	4.3
Indonesia	5.0	5.0	5.1	5.2
Thailand	2.2	2.9	2.4	2.2
Inflation				
US	4.1	3.0	2.7	3.5
Malaysia	2.5	1.8	1.4	2.2
Indonesia	3.7	2.3	1.9	3.4
Thailand	1.2	0.4	-0.1	2.1
Policy Rate				
US (upper bound)	3Q26	4Q26	1Q27	2Q27
US (upper bound)	3.75	4.00	4.00	4.00
Malaysia	2.75	2.75	2.75	2.75
Indonesia	5.75	5.75	5.75	5.75
Thailand	1.00	1.00	1.00	1.00
Commodities				
Brent (USD/bbl)	3Q26	4Q26	1Q27	2Q27
Brent (USD/bbl)	85	85	80	80
Gold (USD/oz)	4,400	4,500	4,500	4,600

SOURCE: CIMB TREASURY AND MARKETS RESEARCH

Figure 4: Interbank rates and credit indices

	26-Jun	1D	1W	1M	YTD
Interbank rates, %	Close	Change (bps)			
US O/N SOFR	3.64	0.0	2.0	1.0	-23.0
EU O/N ESTRON	2.18	0.0	0.2	25.1	26.2
JP O/N TONAR	0.98	0.0	0.1	25.1	25.1
MY 3M KLIBOR	3.44	2.0	8.0	9.0	16.0
MY MYOR	2.75	0.0	0.0	0.0	0.0
ID IndONIA	6.23	50.4	6.8	92.1	210.9
SG O/N SORA	1.16	0.0	12.3	26.8	26.0
SG 3M SORA	1.07	0.0	-1.1	0.1	-11.8
TH BOT O/N THOR	1.00	0.2	0.1	0.0	-25.0
Credit indices	Close	Change (%)			
Bloomberg Global Aggregate	297	0.1	0.2	0.1	0.2
Bloomberg US Aggregate	2,372	0.1	0.5	1.0	1.0
Bloomberg EUR Aggregate	250	0.1	0.7	0.8	1.4
Bloomberg Asia Aggregate	194	0.1	0.0	1.0	2.9
Bloomberg Asia Pac Treasury	114	0.1	-0.3	-0.6	-1.8
Bloomberg ASEAN Corp/Quasi	133	0.1	0.4	0.7	0.8

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 6: Global equity and commodity prices

	26-Jun	1D	1W	1M	YTD
Equities	Close	Change (%)			
S&P 500	7,354	0.0	-2.0	-2.2	7.4
Nasdaq 100	29,118	-1.1	-4.2	-2.9	15.3
Eurostoxx	6,222	-0.7	-1.1	2.6	7.4
Nikkei 225	69,361	-4.2	-2.7	6.7	37.8
Hang Seng	22,672	-1.8	-5.2	-11.4	-11.5
KLCI	1,668	0.2	-2.6	-1.8	-0.7
JCI	5,896	-1.7	-4.5	-3.8	-31.8
SET	1,542	-1.0	-1.9	-0.7	22.4
Commodities	Close	Change (%)			
Bloomberg Commodity Index	122.99	-0.9	-3.1	-10.2	12.1
WTI (USD/bbl)	69.23	-3.7	-9.6	-26.3	20.6
Brent (USD/bbl)	71.99	-4.3	-10.6	-27.7	18.3
Natural Gas (USD/mmbtu)	3.28	-0.5	0.1	8.1	-12.3
Copper (USD/ton)	13,358	0.7	-1.7	-2.0	7.5
Gold (USD/oz)	4,089	1.5	-1.6	-9.3	-5.3
CPO (RM/ton)	4,504	-0.2	-2.0	1.7	12.7

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 8: Rates and currency forecasts

	3Q26	4Q26	1Q27	2Q27
Rates				
UST 2Y	4.30	4.40	4.20	4.10
UST 10Y	4.50	4.50	4.45	4.40
MGS 3Y	3.25	3.20	3.20	3.15
MGS 10Y	3.70	3.55	3.55	3.55
IndoGB 2Y	7.10	7.00	6.80	6.60
IndoGB 10Y	7.20	7.10	7.00	6.90
ThaiGB 2Y	1.20	1.20	1.15	1.15
ThaiGB 10Y	2.15	2.25	2.25	2.20
SORA 3M	1.20	1.30	1.50	1.60
Currency				
DXY	101.0	102.0	101.0	100.0
EURUSD	1.12	1.12	1.13	1.15
GBPUSD	1.32	1.30	1.32	1.34
USD CHF	0.82	0.83	0.82	0.81
AUDUSD	0.69	0.68	0.70	0.71
USD JPY	160	159	158	157
USD CNH	6.75	6.73	6.71	6.69
USD IDR	17,900	17,800	17,700	17,600
USD MYR	4.08	4.11	4.07	4.00
USD SGD	1.28	1.28	1.27	1.26
USD THB	32.80	33.10	32.60	32.30

SOURCE: CIMB TREASURY AND MARKETS RESEARCH

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