

DAILY DIGEST

Trump sees Hormuz open by week's end

- **Macro:** Oil prices fell on US-Iran peace hope, though caution persisted amid scant details and Israel's insistence that it is not bound by the pact. Thailand's FM Ekniti flagged potential upside to growth.
- **Fixed Income:** UST rallied, led by the front end, as the market pared back expectations for further rate hikes. Regional bonds extend rally for a second consecutive day for the week.
- **FX:** DXY continues to drift lower, with regional currencies strengthening, led by outperformance in the IDR.

Global macro wrap

- **Global:** Markets welcomed the US-Iran agreement, sending oil prices lower, though downward price adjustment was tempered by uncertainty over the agreement's details and implementation, stabilising Brent just above USD83/bbl. Nevertheless, Israel has denied that the country is bound by the US-Iran pact. The Trump administration's proposal to support critical minerals production through price controls and guaranteed pricing is facing resistance from G7 allies and parts of the mining industry ahead of this week's G7 meeting in France. US Industrial data in May was mixed, with capacity utilisation edging up to 76.2% (consensus: 76.2%, Apr: 76.1%) as stronger mining activity offset weaker utilities output, while industrial production rose just 0.1% mom (Apr: 0.9% mom).
- **ASEAN:** Thailand's PM Anutin has stated that the government plans to borrow as much as THB200bn at an estimated rate of 1.2% from the domestic market as part of the THB400bn emergency borrowing plan. FM Ekniti also signalled potential upside to the current 1.6% growth forecast if the conflict subsides, while remaining cautious on global risks. Indonesia has revised its import policy through Trade Minister Regulation No. 18/2026 to improve import services and ease cargo bottlenecks through changes to surveyor reports, import approval validation and reporting obligations. Separately, Indonesia's external debt rose to USD439.8bn in Apr, with growth accelerating to 1.9% yoy (Mar: 1.0% yoy) as higher government borrowing offset continued private-sector debt contraction.

Fixed Income

- **Global:** USTs mostly advanced, with yields falling 0.5-2.0bps across the curve, led by the front end, while the 20Y and 30Y underperformed. Markets pared back expectations of further Fed hikes following news of a deal to halt the Iran conflict.
- **ASEAN:** Regional bonds rally for the second consecutive day. ThaiGB bull flattened with yield adjusting lower by 4.5 - 9.6 bps across the curve, with 7Y and 10Y outperforming at -11.6bps and -14.0bps, respectively, supported by renewed foreign inflows as non-residents turned net buyers (+THB11.2bn). Malaysia also rallied modestly, with yields adjusting 0.8-1.4 bps lower. Indonesia demonstrates a flattening trend from the front to the belly of the curve with the 2Y IndoGB falling 18.0bps and the 7Y falling 38.6bps, though the 10Y barely budges. Danantara CEO Rosan Roeslani said that the sovereign wealth fund is exploring a potential 30Y bond after strong demand for its USD bond debut.

FX

- **Majors:** The DXY extends its decline as the market continues to be driven by US-Iran peace optimism, ahead of the first FOMC meeting chaired by Warsh today. Safe-haven demand CHF (+0.3%) and JPY (-0.1%) move sideways, ahead of the BOJ meeting today. Separately, GBP (+0.0%) and EUR (+0.1%) barely budge. AUD (+0.4%) firms ahead of RBA decision today.
- **ASEAN:** Regional currencies continue to advance against the USD as the DXY retreated overnight. The IDR (+0.9%) continue to consolidate and leads regional gains amidst improved geopolitical outlook in the ME. THB (+0.3%) and MYR (+0.2%) also strengthened in tandem with broad dollar softness.

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Rates dashboard

| | 15-Jun | 1D | 1W | 1M | YTD |
|------------|--------|--------------|-------|-------|-------|
| | Close | Change (bps) | | | |
| UST 2Y | 4.07 | -1.5 | -9.5 | -0.2 | 59.3 |
| UST 10Y | 4.47 | -0.6 | -8.9 | -12.0 | 30.6 |
| MGS 3Y | 3.23 | -1.1 | -2.7 | 1.8 | 23.6 |
| MGS 10Y | 3.58 | -0.2 | -2.6 | 0.2 | 7.4 |
| IndoGB 2Y | 6.97 | -18.0 | -11.5 | 70.0 | 207.0 |
| IndoGB 10Y | 7.36 | 0.0 | 12.0 | 68.9 | 131.6 |
| SGS 2Y | 1.54 | -1.3 | -9.1 | -5.3 | 7.5 |
| SGS 10Y | 1.99 | -1.8 | -15.9 | -13.3 | -11.8 |
| ThaiGB 2Y | 1.13 | -4.5 | -13.3 | -11.4 | -0.6 |
| ThaiGB 10Y | 2.10 | -8.9 | -18.5 | -14.2 | 44.3 |

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

FX dashboard

| | 15-Jun | 1D | 1W | 1M | YTD |
|--------|--------|------------|------|------|------|
| | Close | Change (%) | | | |
| DXY | 99.63 | -0.1 | -0.4 | 0.3 | 1.3 |
| EURUSD | 1.1590 | 0.1 | 0.5 | -0.3 | -1.3 |
| GBPUSD | 1.3414 | 0.0 | 0.6 | 0.7 | -0.5 |
| AUDUSD | 0.7073 | 0.4 | 0.4 | -1.1 | 6.0 |
| USDCHF | 0.7945 | -0.3 | -0.4 | 1.0 | 0.2 |
| USDJPY | 160.34 | 0.1 | 0.1 | 1.0 | 2.3 |
| USDCNH | 6.7593 | -0.1 | -0.4 | -0.8 | -3.1 |
| USDMYR | 4.0507 | -0.2 | -0.6 | 2.4 | -0.2 |
| USDIDR | 17,703 | -0.9 | -2.6 | 1.4 | 6.1 |
| USDSGD | 1.2827 | 0.0 | -0.4 | 0.2 | -0.2 |
| USDTHB | 32.57 | -0.3 | -0.9 | -0.3 | 3.4 |

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

Commodities dashboard

| | 15-Jun | 1D | 1W | 1M | YTD |
|--------|--------|------------|-------|-------|------|
| | Close | Change (%) | | | |
| WTI | 80.75 | -4.9 | -11.6 | -23.4 | 40.6 |
| Brent | 83.17 | -4.8 | -11.8 | -23.9 | 36.7 |
| Copper | 13,745 | 0.3 | 1.0 | 1.4 | 10.6 |
| Gold | 4,312 | 2.2 | -0.4 | -5.0 | -0.2 |
| CPO | 4,406 | 0.4 | -2.2 | 0.6 | 10.2 |

Figure 1: Data Preview

| Date | Country | Indicator | Period | Survey | Prior |
|--------|---------|--|--------|--------|---------|
| 16 Jun | CH | New Home Prices MoM | May | -- | -0.19% |
| 16 Jun | CH | Used Home Prices MoM | May | -- | -0.23% |
| 16 Jun | CH | Retail Sales YoY | May | -0.2% | 0.2% |
| 16 Jun | CH | Industrial Production YoY | May | 4.4% | 4.1% |
| 16 Jun | CH | Fixed Assets Ex Rural YTD YoY | May | -2.3% | -1.6% |
| 16 Jun | AU | RBA Cash Rate Target | 16 Jun | 4.35% | 4.35% |
| 16 Jun | IR | Central Bank of Ireland Governor Gabriel Makhoulouf speech | | | |
| 16 Jun | EC | ECB's Escriva Speaks in Madrid | | | |
| 16 Jun | US | ADP Weekly Employment Change | 30 May | -- | 29.000k |
| 16 Jun | US | Import Price Index MoM | May | 0.01 | 1.9% |
| 16 Jun | US | Housing Starts | May | 1430k | 1465k |
| 16 Jun | US | Housing Starts MoM | May | -2.0% | -2.8% |
| 16 Jun | US | Building Permits | May P | 1418k | 1423k |
| 16 Jun | US | Building Permits MoM | May P | -0.9% | 4.4% |
| 16 Jun | EC | ECB's Lane Speaks in London | | | |

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 2: Data Review

| Date | Country | Indicator | Period | Survey | Actual | Prior |
|--------|---------|--|--------|--------|----------|----------|
| 15 Jun | ID | External Debt | Apr | -- | \$439.8b | \$433.9b |
| 15 Jun | EC | ECB's Nagel Speaks in Frankfurt | | | | |
| 15 Jun | EC | ECB's Lagarde Speaks in Frankfurt | | | | |
| 15 Jun | EC | ECB's Cipollone Chairs Panel | | | | |
| 15 Jun | PO | Portugal central bank June economic bulletin | | | | |
| 15 Jun | EC | ECB's Pereira Speaks in Lisbon | | | | |
| 15 Jun | US | Empire Manufacturing | Jun | 13.7 | 5.7 | 19.6 |
| 15 Jun | US | Industrial Production MoM | May | 0.3% | 0.1% | 0.9% |
| 15 Jun | US | Capacity Utilization | May | 76.2% | 76.2% | 76.1% |
| 15 Jun | EC | ECB's Kocher Speaks in Vienna | | | | |
| 15 Jun | US | NAHB Housing Market Index | Jun | 37 | 35 | 37 |

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 3: Sovereign yields and CDS

| | 15-Jun | 1D | 1W | 1M | YTD |
|----------------------|--------|--------------|-------|-------|-------|
| 10Y yields, % | Close | Change (bps) | | | |
| US | 4.47 | -0.6 | -8.9 | -12.0 | 30.6 |
| UK | 4.81 | -2.4 | -13.2 | -36.0 | 33.5 |
| Germany | 2.95 | -4.1 | -10.6 | -21.3 | 9.9 |
| Japan | 2.57 | -4.3 | -14.3 | -13.3 | 51.5 |
| Australia | 4.81 | -0.5 | -10.1 | -26.5 | 6.6 |
| China | 1.74 | 0.0 | 1.8 | -1.5 | -10.2 |
| Malaysia | 3.58 | -0.2 | -2.6 | 0.2 | 7.4 |
| Indonesia | 7.36 | 0.0 | 12.0 | 68.9 | 131.6 |
| Singapore | 1.99 | -1.8 | -15.9 | -13.3 | -11.8 |
| Thailand | 2.10 | -8.9 | -18.5 | -14.2 | 44.3 |
| 5Y IRS, % | Close | Change (bps) | | | |
| MY | 3.48 | -0.3 | -8.1 | -1.6 | 13.4 |
| SG | 1.84 | -3.0 | -17.8 | -15.6 | -7.8 |
| TH | 1.63 | -7.5 | -24.3 | -18.8 | 39.3 |
| 5Y CDS, bps | Close | Change (bps) | | | |
| MY | 34.24 | 0.2 | -1.7 | -0.8 | -4.1 |
| ID | 87.00 | -5.8 | -14.4 | -0.1 | 18.1 |
| TH | 42.86 | -3.8 | -5.9 | -8.2 | 4.3 |

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 5: Currencies

| | 15-Jun | 1D | 1W | 1M | YTD |
|-----------|--------|------------|------|------|------|
| FX | Close | Change (%) | | | |
| DXY | 99.63 | -0.1 | -0.4 | 0.3 | 1.3 |
| EURUSD | 1.1590 | 0.1 | 0.5 | -0.3 | -1.3 |
| GBPUSD | 1.3414 | 0.0 | 0.6 | 0.7 | -0.5 |
| AUDUSD | 0.7073 | 0.4 | 0.4 | -1.1 | 6.0 |
| USDJPY | 160.34 | 0.1 | 0.1 | 1.0 | 2.3 |
| USDCNH | 6.7593 | -0.1 | -0.4 | -0.8 | -3.1 |
| USDMYR | 4.0507 | -0.2 | -0.6 | 2.4 | -0.2 |
| USDIDR | 17,703 | -0.9 | -2.6 | 1.4 | 6.1 |
| USDSGD | 1.2827 | 0.0 | -0.4 | 0.2 | -0.2 |
| USDTHB | 32.57 | -0.3 | -0.9 | -0.3 | 3.4 |
| GBPMYR | 5.4387 | -0.2 | 0.2 | 3.0 | -0.3 |
| AUDMYR | 2.8643 | 0.1 | -0.3 | 1.3 | 5.5 |
| SGDMYR | 3.1599 | -0.1 | 0.0 | 2.3 | 0.1 |
| CNHMYR | 0.5994 | -0.1 | -0.2 | 3.2 | 3.1 |
| IDRMYR | 0.0229 | 0.6 | 2.1 | 1.7 | -6.0 |
| THBMYR | 12.45 | 0.4 | 0.3 | 2.5 | -3.0 |

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 7: Economic and commodity price forecasts

| | 2023 | 2024 | 2025 | 2026 |
|--------------------|----------|-------|-------|-------|
| GDP | | | | |
| US | 2.9 | 2.8 | 2.2 | 1.9 |
| Malaysia | 3.5 | 5.1 | 5.2 | 4.3 |
| Indonesia | 5.0 | 5.0 | 5.1 | 5.2 |
| Thailand | 2.2 | 2.9 | 2.4 | 1.7 |
| Inflation | | | | |
| US | 4.1 | 3.0 | 2.7 | 2.4 |
| Malaysia | 2.5 | 1.8 | 1.4 | 2.3 |
| Indonesia | 3.7 | 2.3 | 1.9 | 3.6 |
| Thailand | 1.2 | 0.4 | -0.1 | 2.4 |
| Policy Rate | 1Q26 (A) | 2Q26 | 3Q26 | 4Q26 |
| US (upper bound) | 3.75 | 3.75 | 3.75 | 3.50 |
| Malaysia | 2.75 | 2.75 | 2.75 | 2.75 |
| Indonesia | 4.75 | 5.75 | 5.75 | 5.75 |
| Thailand | 1.00 | 1.00 | 1.25 | 1.25 |
| Commodities | 1Q26 (A) | 2Q26 | 3Q26 | 4Q26 |
| Brent (USD/bbl) | 118 | 85 | 75 | 70 |
| Gold (USD/oz) | 4,668 | 5,000 | 5,000 | 5,000 |

SOURCE: CIMB TREASURY AND MARKETS RESEARCH

Figure 4: Interbank rates and credit indices

| | 15-Jun | 1D | 1W | 1M | YTD |
|-----------------------------|--------|--------------|------|-------|-------|
| Interbank rates, % | Close | Change (bps) | | | |
| US O/N SOFR | 3.65 | 0.0 | 2.0 | 10.0 | -22.0 |
| EU O/N ESTRON | 1.93 | 0.0 | 0.1 | 0.0 | 1.0 |
| JP O/N TONAR | 0.73 | 0.0 | 0.0 | 0.0 | 0.0 |
| MY 3M KLIBOR | 3.36 | 0.0 | 0.0 | 1.0 | 8.0 |
| MY MYOR | 2.75 | 0.0 | 0.0 | -1.0 | 0.0 |
| ID IndONIA | 6.19 | 15.6 | 82.2 | 111.0 | 206.5 |
| SG O/N SORA | 1.17 | 0.0 | -3.7 | -2.0 | 27.4 |
| SG 3M SORA | 1.09 | 0.9 | 2.1 | 0.4 | -10.6 |
| TH BOT O/N THOR | 0.99 | -0.3 | -0.2 | -0.2 | -25.4 |
| Credit indices | Close | Change (%) | | | |
| Bloomberg Global Aggregate | 298 | 0.3 | 0.9 | 1.2 | 0.5 |
| Bloomberg US Aggregate | 2,360 | 0.1 | 0.7 | 1.2 | 0.5 |
| Bloomberg EUR Aggregate | 249 | 0.3 | 0.7 | 1.4 | 0.8 |
| Bloomberg Asia Aggregate | 194 | 0.3 | 0.8 | 1.5 | 2.8 |
| Bloomberg Asia Pac Treasury | 116 | 0.4 | 0.9 | 0.4 | -0.8 |
| Bloomberg ASEAN Corp/Quasi | 133 | 0.1 | 0.7 | 0.8 | 0.4 |

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 6: Global equity and commodity prices

| | 15-Jun | 1D | 1W | 1M | YTD |
|---------------------------|--------|------------|-------|-------|-------|
| Equities | Close | Change (%) | | | |
| S&P 500 | 7,554 | 1.7 | 2.0 | 2.0 | 10.4 |
| Nasdaq 100 | 30,544 | 3.1 | 3.8 | 4.9 | 21.0 |
| Eurostoxx | 6,229 | 0.7 | 2.8 | 6.9 | 7.6 |
| Nikkei 225 | 69,318 | 5.0 | 8.3 | 12.9 | 37.7 |
| Hang Seng | 24,843 | 0.5 | 0.8 | -4.3 | -3.1 |
| KLCI | 1,691 | 0.5 | 0.7 | -2.8 | 0.7 |
| JCI | 6,255 | 4.1 | 17.1 | -7.0 | -27.7 |
| SET | 1,592 | 0.0 | 1.9 | 4.9 | 26.4 |
| Commodities | Close | Change (%) | | | |
| Bloomberg Commodity Index | 128.47 | -0.7 | -3.3 | -8.8 | 17.1 |
| WTI (USD/bbl) | 80.75 | -4.9 | -11.6 | -23.4 | 40.6 |
| Brent (USD/bbl) | 83.17 | -4.8 | -11.8 | -23.9 | 36.7 |
| Natural Gas (USD/mmbtu) | 3.15 | 0.9 | 0.0 | 0.7 | -14.3 |
| Copper (USD/ton) | 13,745 | 0.3 | 1.0 | 1.4 | 10.6 |
| Gold (USD/oz) | 4,312 | 2.2 | -0.4 | -5.0 | -0.2 |
| CPO (RM/ton) | 4,406 | 0.4 | -2.2 | 0.6 | 10.2 |

SOURCE: BLOOMBERG, CIMB TREASURY AND MARKETS RESEARCH

Figure 8: Rates and currency forecasts

| | 1Q26 (A) | 2Q26 | 3Q26 | 4Q26 |
|-----------------|----------|--------|--------|--------|
| Rates | | | | |
| UST 2Y | 3.79 | 3.80 | 3.70 | 3.55 |
| UST 10Y | 4.32 | 4.35 | 4.25 | 4.20 |
| MGS 3Y | 3.27 | 3.25 | 3.20 | 3.15 |
| MGS 10Y | 3.63 | 3.60 | 3.50 | 3.50 |
| IndoGB 2Y | 6.23 | 7.40 | 7.10 | 7.00 |
| IndoGB 10Y | 6.83 | 7.65 | 7.50 | 7.20 |
| ThaIGB 2Y | 1.38 | 1.25 | 1.40 | 1.35 |
| ThaIGB 10Y | 2.21 | 2.20 | 2.30 | 2.40 |
| SORA 3M | 1.07 | 1.55 | 1.65 | 1.60 |
| Currency | 1Q26 (A) | 2Q26 | 3Q26 | 4Q26 |
| DXY | 100.0 | 95.9 | 95.0 | 94.5 |
| EURUSD | 1.15 | 1.21 | 1.22 | 1.23 |
| GBPUSD | 1.32 | 1.36 | 1.37 | 1.37 |
| USDCHF | 0.80 | 0.78 | 0.78 | 0.78 |
| AUDUSD | 0.69 | 0.71 | 0.72 | 0.73 |
| USDJPY | 160 | 150 | 149 | 148 |
| USDCNH | 6.89 | 6.85 | 6.83 | 6.80 |
| USDIDR | 16,995 | 16,750 | 16,700 | 16,700 |
| USDMYR | 4.05 | 3.80 | 3.78 | 3.80 |
| USDSGD | 1.29 | 1.26 | 1.25 | 1.24 |
| USDTHB | 32.97 | 30.85 | 30.50 | 30.70 |

SOURCE: CIMB TREASURY AND MARKETS RESEARCH

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