

Treasury Advisory
Corporate FX & Structured
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Products

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Highlights

Global	Market is keeping track of news flow out of OPEC meeting, as the anticipation for a deal to cut oil production recedes. The cartel is due to meet this Wednesday to finalize the deal – if any – as it remains divided on how to apportion the cuts among members. A scheduled meeting with non-OPEC producers, including Russia, to talk about broader production cuts was cancelled, as Saudi Arabia decided not to attend it. These developments have weighed on oil prices, with WTI down by 1.4% to trade at around USD45.40/barrel. Meanwhile, for the week ahead, market will be looking out for the US nonfarm payrolls print, with consensus penciling in an increase of 175k, compared to 161k.
Wall St	Records continue to fall on the shortened trading session on Friday. The S&P 500 closed up 0.39%, with 10 of 11 sectors in the S&P 500 marking gains. Utilities led the way, while energy producers bucked the trend as oil retreated 4%. The Dow and Nasdaq also closed higher by 0.36% and 0.34% respectively. VIX edged lower to 12.34, down 0.72%. US Treasuries ended mixed on Friday as short term notes outperformed longer maturities. 2-year benchmark yields retreated slightly to 1.12%, while 10-year yields were higher at 2.36%. Investors appear to position for a sustained upswing, rather than a knee-jerk spike, in yields as they look to Trump's fiscal plan to spur growth and reignite inflation expectations.
SG	Industrial production expanded more than expected by 1.2% yoy (-0.1% mom sa) in October, but still marked a slowdown from the revised 7.7% yoy (+4.1% mom sa) in September. This beat our expectations of 0.7% yoy (+0.2% mom sa). STI advanced for the fourth consecutive trading day, edging up to 2,859.33 (+0.55%) on Friday. The advance was led by Yangzijiang Shipbuilding (+6.8%) and Wilmar International (+3.8%), though losses seen in Jardine C&C (-1.8%) and Starhub (-1.7%) limited overall gains.
CH	PBoC deputy governor Yi Gang reiterated that RMB should be observed from perspective of currency basket. In addition, Yi considered the current FX reserve as abundant. On the other hand, China may tighten its grip on RMB cross border payment. According to local newswire, China's regulator plans to include RMB cross border business into its macro prudential assessment of country's financial system.
ID	Bank Indonesia said that it expects November headline inflation to be in the range of 3.0-3.2%yoy. Up till the third week of November, going by BI's price monitoring efforts, inflation is clocking around 0.35% compared to the month before, driven by uptick in the prices of chili and onion.
MA	PM Najib said that he spoke to US President-elect Donald Trump in what he described as a "very warm and productive" phone conversation over the weekend.
Commo-dities	The advance in risk-taking appetite and increasing priced-in effect from a FOMC rate hike next month left gold sustaining below its \$1,200/oz handle. In the crude oil space, Saudi Arabia's comment that "we don't have a single path" to cut production while prices will stabilise "without an intervention from OPEC" spooked prices lower over the weekend.

Bond Market Updates

- **Market Commentary:** The SGD swap curve bull-flattened last Friday as swap rates traded mostly 2-7bps lower across all tenors. Notably, the overnight swap rate traded ~23bps higher. In the broader dollar space, the spread on JACI IG corporates decreased 2bps to 198bps while the yield on JACI HY corporates increased 3bps to 6.92%. 10y UST yield remained relatively unchanged at 2.36%.
- **New Issues:** Zhenjiang Cultural Tourism Industry Group Co. Ltd. has priced a USD230mn 3-year bond at 4.95% (to yield 5.3%).
- **Rating Changes:** S&P affirmed QT Mutual Bank Ltd.'s (QTMB) "BBB+" issuer credit ratings with a stable outlook. At the same time, the ratings are removed from CreditWatch with developing implications. The rating action follows the merger between QTMB and Royal Automotive Club of Queensland group which, in S&P's opinion, solidifies their assessment of QTMB's creditworthiness. Moody's assigned a first time corporate family rating of "Ba1" to Viva Industrial Real Estate Investment Trust (Viva). At the same time, Moody's also assigned a provisional "Ba2" rating to the SGD500mn medium term note programme established by Viva ITrust MTN Pte. Ltd., and a definitive "Ba2" rating to the SGD100mn 4.15% senior unsecured 2018 notes drawn down under the program. All rating outlooks are stable. The rating reflects Viva's: (1) balanced portfolio with a mix of multi-tenanted and master-leased assets; (2) income diversification from its end tenant base with a manageable lease expiry profile; and (3) continued improvement in cash flow generation, as its portfolio occupancy ramps up. Moody's revised its outlook on BHP Billiton Ltd. and BHP Billiton PLC. to stable from negative and affirmed their "A3" senior unsecured ratings. The revision reflects Moody's expectation that BHP Billiton will continue to see margin improvement and solid free cash flow generation over the next 12-18 months. Also, the improved earnings and cash flow generation will allow its credit metrics to improve to levels more appropriate for its rating.

Key Financial Indicators

Foreign Exchange						Equity and Commodity		
	Day Close	% Change		Day Close	% Change	Index	Value	Net change
DXY	101.490	-0.21%	USD-SGD	1.4274	-0.34%	DJIA	19,152.14	68.96
USD-JPY	113.220	-0.10%	EUR-SGD	1.5112	-0.03%	S&P	2,213.35	8.63
EUR-USD	1.0589	0.33%	JPY-SGD	1.2601	-0.25%	Nasdaq	5,398.92	18.24
AUD-USD	0.7443	0.47%	GBP-SGD	1.7811	-0.11%	Nikkei 225	18,381.22	47.81
GBP-USD	1.2477	0.21%	AUD-SGD	1.0628	0.19%	STI	2,859.33	15.61
USD-MYR	4.4583	-0.04%	NZD-SGD	1.0050	0.24%	KLCI	1,627.26	3.05
USD-CNY	6.9188	-0.04%	CHF-SGD	1.4085	-0.04%	JCI	5,122.10	14.48
USD-IDR	13525	-0.24%	SGD-MYR	3.1280	0.54%	Baltic Dry	1,181.00	-20.00
USD-VND	22756	0.02%	SGD-CNY	4.8413	0.08%	VIX	12.34	-0.09

Interbank Offer Rates (%)						Government Bond Yields (%)		
Tenor	EURIBOR	Change	Tenor	USD LIBOR	Change	Tenor	SGS (chg)	UST (chg)
1M	-0.3730	--	O/N	0.4348	0.0006	2Y	1.15 (-0.01)	1.12 (-0.01)
2M	-0.3390	-0.0010	1M	0.6059	0.0033	5Y	1.76 (-0.05)	1.84 (--)
3M	-0.3140	--	2M	0.7319	-0.0020	10Y	2.35 (-0.07)	2.36 (+0.01)
6M	-0.2190	--	3M	0.9373	0.0003	15Y	2.72 (-0.06)	--
9M	-0.1350	0.0010	6M	1.2899	0.0011	20Y	2.80 (-0.05)	--
12M	-0.0790	--	12M	1.6451	0.0017	30Y	2.75 (-0.05)	3.00 (-0.02)

Eurozone & Russia Update						Financial Spread (bps)		
	2Y Bond Ylds (bpschg)		10Y Bond Ylds (bpschg)		10Y Bund Spread		Value	Change
Portugal	0.39	0.60	3.60	-7.00	3.36	LIBOR-OIS	33.88	-0.31
Italy	0.10	1.30	2.09	-4.30	1.85	EURIBOR-OIS	3.50	0.10
Ireland	-0.50	-2.20	0.92	-3.70	0.68	TED	44.50	0.53
Greece	7.65	--	6.95	0.50	6.71			
Spain	-0.11	1.30	1.57	-1.60	1.33			
Russia	2.59	3.00	4.50	2.20	4.26			

Commodities Futures					
Energy	Futures	% chg	Soft Commodities	Futures	% chg
WTI (per barrel)	46.06	-3.96%	Coffee (per lb)	1.523	-1.52%
Brent (per barrel)	47.24	-3.59%	Cotton (per lb)	0.7265	-0.59%
Heating Oil (per gallon)	1.4700	-3.09%	Sugar (per lb)	0.1984	1.33%
Gasoline (per gallon)	1.3727	-3.45%	Orange Juice (per lb)	2.1645	1.98%
Natural Gas (per MMBtu)	3.0850	1.95%	Cocoa (per mt)	2,419	-0.78%

Base Metals	Futures	% chg	Grains	Futures	% chg
Copper (per mt)	5,879.0	0.19%	Wheat (per bushel)	3.9575	-1.43%
Nickel (per mt)	11,524.5	-0.18%	Soybean (per bushel)	10.460	1.14%
Aluminium (per mt)	1,758.8	-0.78%	Corn (per bushel)	3.4925	-0.43%

Precious Metals	Futures	% chg	Asian Commodities	Futures	% chg
Gold (per oz)	1,178.4	-0.92%	Crude Palm Oil (MYR/MT)	3,042.0	1.06%
Silver (per oz)	16.470	0.48%	Rubber (JPY/KG)	230.5	0.74%

Source: Bloomberg, Reuters
(Note that rates are for reference only)

Key Economic Indicators

Date	Time	Event		Survey	Actual	Prior	Revised
11/25/2016	05:00	SK Consumer Confidence	Nov	--	95.8	101.9	--
11/25/2016	05:45	NZ Trade Balance NZD	Oct	-971m	-846m	-1436m	-1394m
11/25/2016	05:45	NZ Exports NZD	Oct	3.76b	3.90b	3.47b	3.47b
11/25/2016	05:45	NZ Imports NZD	Oct	4.66b	4.74b	4.90b	4.86b
11/25/2016	07:30	JN Natl CPI YoY	Oct	0.00%	0.10%	-0.50%	--
11/25/2016	07:30	JN Natl CPI Ex Fresh Food YoY	Oct	-0.40%	-0.40%	-0.50%	--
11/25/2016	07:30	JN Natl CPI Ex Food, Energy YoY	Oct	0.10%	0.20%	0.00%	--
11/25/2016	07:30	JN Tokyo CPI YoY	Nov	0.20%	0.50%	0.10%	--
11/25/2016	07:30	JN Tokyo CPI Ex-Fresh Food YoY	Nov	-0.40%	-0.40%	-0.40%	--
11/25/2016	07:30	JN Tokyo CPI Ex Food, Energy YoY	Nov	0.00%	0.00%	0.10%	--
11/25/2016	07:50	JN Japan Buying Foreign Bonds	Nov-18	--	¥260.6b	¥466.2b	--
11/25/2016	07:50	JN Foreign Buying Japan Bonds	Nov-18	--	¥1106.8b	¥421.9b	¥420.1b
11/25/2016	07:50	JN Japan Buying Foreign Stocks	Nov-18	--	¥672.4b	¥338.6b	¥339.8b
11/25/2016	07:50	JN Foreign Buying Japan Stocks	Nov-18	--	¥461.7b	¥545.8b	¥546.0b
11/25/2016	12:00	MA CPI YoY	Oct	1.50%	1.40%	1.50%	--
11/25/2016	13:00	SI Industrial Production YoY	Oct	1.00%	1.20%	6.70%	7.70%
11/25/2016	13:00	SI Industrial Production SA MoM	Oct	-2.10%	-0.10%	3.30%	4.10%
11/25/2016	15:30	TH Foreign Reserves	Nov-18	--	\$177.2b	\$179.8b	--
11/25/2016	15:45	FR Consumer Confidence	Nov	98	98	98	--
11/25/2016	16:15	TA GDP YoY	3Q F	2.10%	2.03%	2.06%	--
11/25/2016	17:00	IT Industrial Orders MoM	Sep	--	-6.80%	10.20%	10.70%
11/25/2016	17:00	IT Industrial Orders NSA YoY	Sep	--	2.60%	15.90%	16.50%
11/25/2016	17:30	UK GDP QoQ	3Q P	0.50%	0.50%	0.50%	--
11/25/2016	17:30	UK GDP YoY	3Q P	2.30%	2.30%	2.30%	--
11/25/2016	18:00	IT Retail Sales MoM	Sep	0.20%	-0.60%	-0.10%	-0.20%
11/25/2016	18:00	IT Retail Sales YoY	Sep	-0.10%	-1.40%	-0.20%	-0.50%
11/25/2016	21:30	US Wholesale Inventories MoM	Oct P	0.20%	-0.40%	0.10%	-0.10%
11/25/2016	22:45	US Markit US Services PMI	Nov P	54.8	54.7	54.8	--
11/25/2016	22:45	US Markit US Composite PMI	Nov P	--	54.9	54.9	--
11/28/2016	12:00	TH Customs Imports YoY	Oct	2.00%	--	5.60%	--
11/28/2016	12:00	TH Customs Exports YoY	Oct	1.40%	--	3.40%	--
11/28/2016	12:00	TH Customs Trade Balance	Oct	\$1940m	--	\$2546m	--
11/28/2016	17:00	EC M3 Money Supply YoY	Oct	5.00%	--	5.00%	--
11/28/2016	17:00	IT Consumer Confidence Index	Nov	107.6	--	108	--
11/28/2016	17:00	IT Manufacturing Confidence	Nov	103	--	103	--
11/28/2016	17:00	IT Economic Sentiment	Nov	--	--	102.4	--
11/28/2016	23:30	US Dallas Fed Manf. Activity	Nov	1.5	--	-1.5	--
11/28/2016		MU Unemployment Rate	Oct	--	--	1.90%	--
11/28/2016	11/30	VN Exports YTD YoY	Nov	7.00%	--	7.20%	--
11/28/2016	11/30	VN CPI YoY	Nov	4.30%	--	4.09%	--

Source: Bloomberg

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