

**Treasury Advisory**  
**Corporate FX & Structured**  
**Products**

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**Interest Rate Derivatives**

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**Investments & Structured**  
**Products**

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**GT Institutional Sales**

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**Highlights**

|                            |   |
|----------------------------|---|
| <b>Global</b>              | Market sentiment appears set to be tracking sideways early this week, as the more keenly watched data out of US are streaming in only in the later part of the week. Market will be looking out for retail sales and Empire State manufacturing survey results for a gauge of how US consumers and manufacturers are faring, respectively. CPI data out on Thursday will be parsed more closely than before as well as some corners of the market remain wary of a potential inflation uptick. Today, market will be paying attention to China's Mar CPI and PPI data. Food prices may push consumer prices higher to 2.4% yoy, compared to February's 2.3% in particular.  |
| <b>US</b>                  | Wall Street ended a volatile week with slight gains on Friday night, with S&P 500 +0.28%, Dow +0.20% and Nasdaq +0.05%. All eyes will be on US corporate earnings in the following weeks as the earnings season commences. VIX -4.95% continued its retreat. 2-year and 10-year US Treasury yield 0.70% and 1.71% respectively.   |
| <b>Singapore</b>           | The STI dipped on Friday (-0.19%), closing at 2808.32. Sembcorp Marine (+2.94%) and Sembcorp Industries (+2.44%) made their way to the position of top gainers as oil continued to post gains. However, STI was weighed down by Golden Agri-Resources Ltd (-2.38%), Genting Singapore PLC (-1.79%) and United Overseas Bank Ltd (-1.17%). Looking forward, the STI may see a turnaround given strong overnight cues from Wall Street on Friday, seeing the support and resistance at 2780 and 2830 respectively.  |
| <b>Malaysia</b>            | Second Trade Minister Ong Ka Chuan said that China's purchases of Malaysian government bonds have helped to contribute to ringgit's strength recently. He added that inflows could rise to RMB50bn, without specifying timeframe, as reported by Star daily.  |
| <b>Commodities</b>         | Some short covering in the crude oil space amid dollar weakness and falling US oil rig counts (-8), with WTI and Brent rallying by more than 6% on Friday. Market-watchers await the upcoming April 17 Doha talks (Sunday), as major oil producers discuss over actions to arrest lower oil prices.   |
| <b>Bond Market Updates</b> | <p><b>Market Commentary:</b> The SGD swap curve was relatively flat, with 1Y swaps up a couple of bps, and the rest of the curve lower by 1 bp. Flows in the SGD corporate space was heavy, where we saw better buyers of ABNAV 4.75%'26s, GENSSP 5.125%'49s, SCISP 4.75%'49s and better sellers of YLLGSP 6.2%'17s. Meanwhile, we saw mixed interest in FCLSP 4.88%'49s and HAACL 6.5%'19s. In the broader dollar space, the spread on the JACI IG corporates was level at 234bps while the yield on the JACI HY corporates tightened by 1bp to 7.56%. 10y UST yield increased by 3bps to 1.72%.</p> <p><b>Rating Changes:</b> Moody's has initiated a "Baa3" rating to Soilbuild REIT's SGD100mn senior unsecured notes issued under the SGD500mn multi-currency Debt Issuance Program on 8 April 2016. Moody's has upgraded the corporate family rating of Chandra Asri Petrochemical Tbk to "B1" from "B2". The upgrade follows the completion of its multiyear debt-funded capital spending program to expand its existing naphtha cracker and addition of a new Butadiene plant. Outlook is stable. S&amp;P downgrades Evergrande Real Estate Group to "B-" from "B+". This is due to the company's financial position deteriorating more seriously than S&amp;P has expected in 2015, and S&amp;P do not anticipate any large improvement over the next year. Outlook is negative.</p> |

## Key Financial Indicators

### Foreign Exchange

|                | Day Close | % Change |                | Day Close | % Change |
|----------------|-----------|----------|----------------|-----------|----------|
| <b>DXY</b>     | 94.235    | -0.26%   | <b>USD-SGD</b> | 1.3491    | -0.27%   |
| <b>USD-JPY</b> | 108.070   | -0.13%   | <b>EUR-SGD</b> | 1.5378    | -0.08%   |
| <b>EUR-USD</b> | 1.1132    | 0.00%    | <b>JPY-SGD</b> | 1.2485    | -0.13%   |
| <b>AUD-USD</b> | 0.7556    | 0.68%    | <b>GBP-SGD</b> | 1.9055    | 0.21%    |
| <b>GBP-USD</b> | 1.4128    | 0.51%    | <b>AUD-SGD</b> | 1.0194    | 0.41%    |
| <b>USD-MYR</b> | 3.9015    | -0.37%   | <b>NZD-SGD</b> | 0.9183    | 0.16%    |
| <b>USD-CNY</b> | 6.4636    | 0.02%    | <b>CHF-SGD</b> | 1.4137    | -0.11%   |
| <b>USD-IDR</b> | 13144     | -0.14%   | <b>SGD-MYR</b> | 2.8910    | -0.41%   |
| <b>USD-VND</b> | 22295     | 0.00%    | <b>SGD-CNY</b> | 4.7997    | 0.42%    |

### Equity and Commodity

| Index             | Value     | Net change |
|-------------------|-----------|------------|
| <b>DJIA</b>       | 17,576.96 | 35.00      |
| <b>S&amp;P</b>    | 2,047.60  | 5.70       |
| <b>Nasdaq</b>     | 4,850.69  | 2.30       |
| <b>Nikkei 225</b> | 15,821.52 | 71.70      |
| <b>STI</b>        | 2,808.32  | -5.30      |
| <b>KLCI</b>       | 1,718.40  | -5.90      |
| <b>JCI</b>        | 4,846.70  | -20.60     |
| <b>Baltic Dry</b> | 539.00    | 22.00      |
| <b>VIX</b>        | 15.36     | -0.80      |

### Interbank Offer Rates (%)

| Tenor      | EURIBOR | Change  | Tenor      | USD LIBOR | Change  |
|------------|---------|---------|------------|-----------|---------|
| <b>1M</b>  | -0.3390 | --      | <b>O/N</b> | 0.3775    | -0.0007 |
| <b>2M</b>  | -0.2880 | -0.0010 | <b>1M</b>  | 0.4347    | -0.0018 |
| <b>3M</b>  | -0.2480 | -0.0010 | <b>2M</b>  | 0.5197    | --      |
| <b>6M</b>  | -0.1340 | --      | <b>3M</b>  | 0.6308    | 0.0020  |
| <b>9M</b>  | -0.0720 | -0.0010 | <b>6M</b>  | 0.8949    | 0.0003  |
| <b>12M</b> | -0.0100 | -0.0030 | <b>12M</b> | 1.2046    | -0.0010 |

### Government Bond Yields (%)

| Tenor      | SGS (chg)    | UST (chg)    |
|------------|--------------|--------------|
| <b>2Y</b>  | 0.89 (+0.01) | 0.70 (+0.01) |
| <b>5Y</b>  | 1.53 (+0.03) | 1.15 (+0.01) |
| <b>10Y</b> | 1.89 (-)     | 1.72 (+0.03) |
| <b>15Y</b> | 2.26 (-0.01) | --           |
| <b>20Y</b> | 2.36 (-0.01) | --           |
| <b>30Y</b> | 2.53 (-0.01) | 2.55 (+0.04) |

### Eurozone & Russia Update

|                 | 2Y Bond Ylds (bpschg) | 10Y Bond Ylds (bpschg) | 10Y Bund Spread % |
|-----------------|-----------------------|------------------------|-------------------|
| <b>Portugal</b> | 0.74                  | -0.20                  | 3.35              |
| <b>Italy</b>    | 0.01                  | -2.90                  | 1.31              |
| <b>Ireland</b>  | -0.33                 | -0.30                  | 0.78              |
| <b>Greece*</b>  | 10.24                 | -54.70                 | 8.97              |
| <b>Spain</b>    | 0.03                  | -3.70                  | 1.52              |
| <b>Russia^</b>  | 3.17                  | -3.80                  | 5.17              |

### Financial Spread (bps)

|                    | Value | Change |
|--------------------|-------|--------|
| <b>LIBOR-OIS</b>   | 25.43 | -0.08  |
| <b>EURIBOR-OIS</b> | 9.70  | -0.30  |
| <b>TED</b>         | 40.70 | 0.71   |

\* Greece's bond yields data reflect 3-year (instead of 2-year) tenor

^ Russia's bond yields data reflects 3-year and 15-year tenors instead

### Commodities Futures

| Energy                   | Futures | % chg  | Soft Commodities        | Futures | % chg  |
|--------------------------|---------|--------|-------------------------|---------|--------|
| WTI (per barrel)         | 39.72   | 6.60%  | Coffee (per lb)         | 1.205   | 0.54%  |
| Brent (per barrel)       | 41.94   | 6.37%  | Cotton (per lb)         | 0.6007  | 1.76%  |
| Heating Oil (per gallon) | 1.200   | 6.64%  | Sugar (per lb)          | 0.1469  | 1.80%  |
| Gasoline (per gallon)    | 1.46    | 5.97%  | Orange Juice (per lb)   | 1.3890  | -3.31% |
| Natural Gas (per MMBtu)  | 1.99    | -1.39% | Cocoa (per mt)          | 2,872   | 0.77%  |
| Base Metals              | Futures | % chg  | Grains                  | Futures | % chg  |
| Copper (per mt)          | 4,650.0 | -0.01% | Wheat (per bushel)      | 4.6025  | 0.71%  |
| Nickel (per mt)          | 8,513   | 1.89%  | Soybean (per bushel)    | 9.168   | 1.35%  |
| Aluminium (per mt)       | 1,506.5 | 1.24%  | Corn (per bushel)       | 3.6225  | 0.21%  |
| Precious Metals          | Futures | % chg  | Asian Commodities       | Futures | % chg  |
| Gold (per oz)            | 1,242.5 | 0.51%  | Crude Palm Oil (MYR/MT) | 2,647.0 | -1.19% |
| Silver (per oz)          | 15.384  | 1.49%  | Rubber (JPY/KG)         | 177.3   | 0.17%  |

Source: Bloomberg, Reuters

(Note that rates are for reference only)

### CFTC Commodities Futures and Options

For the week ended: 05 Apr 2016

|               | Current  | Previous | Net Chg |             | Current | Previous | Net Chg |
|---------------|----------|----------|---------|-------------|---------|----------|---------|
| Natural Gas   | -140,047 | -169,798 | 29,751  | Corn        | -97,854 | -29,476  | -68,378 |
| Heating Oil   | 3,912    | 3,912    | 0       | Nymex Crude | 349,450 | 363,422  | -13,972 |
| RBOB Gasoline | 81,005   | 81,005   | 0       | Sugar       | 218,835 | 231,067  | -12,232 |
| Cotton        | -28,816  | -28,816  | 0       | Coffee      | 17,973  | 28,276   | -10,303 |
| Copper        | -4,313   | -4,313   | 0       | Live Cattle | 37,328  | 45,678   | -8,350  |
| Wheat         | -93,239  | -93,239  | 0       | Cocoa       | 30,368  | 35,983   | -5,615  |
| Silver        | 53,902   | 53,902   | 0       | Soybean     | 87,840  | 93,245   | -5,405  |
| Lean Hogs     | 71,517   | 71,517   | 0       | Palladium   | 5,690   | 7,328    | -1,638  |
| Gold          | 213,348  | 214,114  | -766    | Platinum    | 28,810  | 30,341   | -1,531  |

Source: CFTC

### Key Economic Indicators

| Date Time        | Event |                             | Survey | Actual   | Prior    | Revised  |          |
|------------------|-------|-----------------------------|--------|----------|----------|----------|----------|
| 04/08/2016 07:50 | JN    | BoP Current Account Balance | Feb    | ¥2032.3b | ¥2434.9b | ¥520.8b  | --       |
| 04/08/2016 07:50 | JN    | Trade Balance BoP Basis     | Feb    | ¥429.7b  | ¥425.2b  | -¥411.0b | --       |
| 04/08/2016 14:00 | GE    | Trade Balance               | Feb    | 18.0b    | 20.3b    | 13.6b    | 13.4b    |
| 04/08/2016 14:00 | GE    | Exports SA MoM              | Feb    | 0.50%    | 1.30%    | -0.50%   | -0.60%   |
| 04/08/2016 14:00 | JN    | Eco Watchers Survey Current | Mar    | 45.5     | 45.4     | 44.6     | --       |
| 04/08/2016 14:00 | JN    | Eco Watchers Survey Outlook | Mar    | 48.3     | 46.7     | 48.2     | --       |
| 04/08/2016 14:45 | FR    | Industrial Production MoM   | Feb    | -0.40%   | -1.00%   | 1.30%    | 1.00%    |
| 04/08/2016 14:45 | FR    | Industrial Production YoY   | Feb    | 1.70%    | 0.60%    | 2.00%    | 1.70%    |
| 04/08/2016 15:30 | TH    | Foreign Reserves            | Apr-01 | --       | \$175.5b | \$173.1b | --       |
| 04/08/2016 16:30 | UK    | Industrial Production MoM   | Feb    | 0.10%    | -0.30%   | 0.30%    | 0.20%    |
| 04/08/2016 16:30 | UK    | Industrial Production YoY   | Feb    | 0.00%    | -0.50%   | 0.20%    | 0.10%    |
| 04/08/2016 16:30 | UK    | Manufacturing Pdtm MoM      | Feb    | -0.20%   | -1.10%   | 0.70%    | 0.50%    |
| 04/08/2016 16:30 | UK    | Manufacturing Pdtm YoY      | Feb    | -0.70%   | -1.80%   | -0.10%   | -0.30%   |
| 04/08/2016 16:30 | UK    | Visible Trade Bal GBP/Mn    | Feb    | -£10,200 | -£11,964 | -£10,289 | -£12,157 |
| 04/08/2016 16:30 | UK    | Trade Balance               | Feb    | -£3,400  | -£4,840  | -£3,459  | -£5,234  |
| 04/08/2016 17:00 | VN    | Domestic Vehicle Sales YoY  | Mar    | --       | 52.50%   | 16.30%   | --       |
| 04/08/2016 20:15 | CA    | Housing Starts              | Mar    | 190.0k   | 204.3k   | 212.6k   | 219.1k   |
| 04/08/2016 20:30 | CA    | Unemployment Rate           | Mar    | 7.30%    | 7.10%    | 7.30%    | --       |
| 04/08/2016 20:30 | CA    | Net Change in Employment    | Mar    | 10.0k    | 40.6k    | -2.3k    | --       |
| 04/08/2016 22:00 | UK    | NIESR GDP Estimate          | Mar    | --       | 0.30%    | 0.30%    | 0.20%    |
| 04/08/2016 22:00 | US    | Wholesale Inventories MoM   | Feb    | -0.20%   | -0.50%   | 0.30%    | -0.20%   |
| 04/11/2016 07:50 | JN    | Machine Orders MoM          | Feb    | -12.00%  | -9.20%   | 15.00%   | --       |
| 04/11/2016 07:50 | JN    | Machine Orders YoY          | Feb    | -2.40%   | -0.70%   | 8.40%    | --       |
| 04/11/2016 09:30 | AU    | Home Loans MoM              | Feb    | 2.00%    | --       | -3.90%   | --       |
| 04/11/2016 09:30 | CH    | CPI YoY                     | Mar    | 2.40%    | --       | 2.30%    | --       |
| 04/11/2016 09:30 | CH    | PPI YoY                     | Mar    | -4.60%   | --       | -4.90%   | --       |
| 04/11/2016 12:00 | MA    | Industrial Production YoY   | Feb    | 3.80%    | --       | 3.20%    | --       |
| 04/11/2016 16:00 | TA    | Exports YoY                 | Mar    | -9.60%   | --       | -11.80%  | --       |
| 04/11/2016 16:00 | TA    | Imports YoY                 | Mar    | -15.60%  | --       | -13.10%  | --       |
| 04/11/2016 16:00 | IT    | Industrial Production MoM   | Feb    | -0.90%   | --       | 1.90%    | --       |
| 04/11/2016 16:00 | IT    | Indust Production WDA YoY   | Feb    | 1.40%    | --       | 3.90%    | --       |
| 04/10/2016 04/15 | CH    | New Yuan Loans CNY          | Mar    | 1100.0b  | --       | 726.6b   | --       |
| 04/10/2016 04/15 | CH    | Money Supply M1 YoY         | Mar    | 18.40%   | --       | 17.40%   | --       |
| 04/10/2016 04/15 | CH    | Money Supply M2 YoY         | Mar    | 13.50%   | --       | 13.30%   | --       |

Source: Bloomberg

| <b>OCBC Treasury Research</b>  |   |   |
|--|---|---|
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