

Treasury Update – June 30th 2014

Please contact RM for further enquiries

Graph: USD/IDR (Reuters: June 30th 2014)



FX SPOT LEVEL (Reuters: June 30th 2014)

Currency	Today	Yesterday	Chg Pips
EUR	1.3645	1.3617	28
GBP	1.7029	1.7031	2
AUD	0.9419	0.9416	3
NZD	0.8758	0.8766	8
JPY	101.29	101.54	25
IDR	11,985.00	12,080.00	95
GOLD	1,315.00	1,316.80	1.80
OIL	105.45	105.65	0.20
JCI	4,845.13	4,857.70	12.57

SUPPORT & RESISTANCE (Reuters: June 30th 2014)

	EUR	GBP	AUD	NZD	JPY	IDR
Res 3	1.3680	1.7247	0.9481	0.8890	102.20	12,145
Res 2	1.3669	1.7192	0.9461	0.8841	102.00	12,132
Res 1	1.3651	1.7138	0.9438	0.8800	101.72	12,110
SPOT	1.3645	1.7029	0.9419	0.8758	101.29	11,985
Sup 1	1.3610	1.6920	0.9396	0.8749	101.32	12,027
Sup 2	1.3576	1.6702	0.9375	0.8728	101.20	11,990
Sup 3	1.3536	1.6648	0.9354	0.8700	101.00	11,965

WORLD INTEREST RATE (Forecast)

	21/6/2014	1mths	3mths	6mths	12mths
USD	0.25%	0.25%	0.25%	0.25%	0.25%
JPY	0.10%	0.10%	0.10%	0.10%	0.10%
EUR	0.25%	0.10%	0.10%	0.10%	0.10%
GBP	0.50%	0.50%	0.50%	0.75%	1.25%
AUD	2.50%	2.50%	2.50%	2.50%	2.75%
NZD	3.00%	3.50%	3.75%	3.75%	4.00%
SBI 1m	5.75%				

FOREIGN EXCHANGE FORECAST

	21/6/2014	3mths	6mths	12mths
JPY	102.00	104	108	111
EUR	1.3600	1.39	1.35	1.41
GBP	1.7000	1.76	1.77	1.76
AUD	0.9400	0.95	0.96	0.93
NZD	0.8700	0.88	0.87	0.85
IDR	11,973	11,600	12,100	11,800

EXPECTED SPOT RANGE TODAY

- USD/IDR: 11,600 – 12,400 [Open 11,970-12,020]
- USD/JPY: 100.00 – 104.00
- EUR/USD: 1.3400 – 1.3800 [Open EURIDR 16,305/16,440]
- IDX Closing: 4,845.134 (-0.56%)

NEWS – LOCAL

- Indonesia's trade balance is expected to return to a surplus of between \$15-\$30 million in May, the deputy central bank governor said on Friday. After surpluses in February and March, Indonesia's trade balance swung to a \$1.97 billion deficit in April - the second biggest monthly one in five years, due to a slide in exports. The statistics bureau will announce May trade figures on Tuesday. (*Reuters*)

NEWS – OVERSEAS

- The U.S. dollar slipped on Friday against a basket of major currencies to post a second week of losses after positive data on consumer sentiment failed to boost expectations for a rise in interest rates any time soon. Analysts said the upbeat consumer sentiment data left traders cold since it failed to dispel worries about the U.S. economy after data on Thursday showed slightly weaker-than-expected data on consumer spending in May. The U.S. dollar index, which measures the dollar against a basket of six major currencies, was last down 0.25 percent at 80.022. The dollar was last down 0.27 percent against the yen. The dollar was down 0.3 percent against the Swiss franc. Analysts said the yen gained following better-than-expected Japanese retail sales data, which diminished concerns of further monetary stimulus from the Bank of Japan. The government data showed Japanese retail sales fell 0.4 percent in May from a year earlier, which was better than economists' median estimate for a 1.8 percent drop in a Reuters poll. The data came after the government raised the national sales tax to 8 percent from 5 percent on April 1. (*Reuters*) EURUSD 1.3635/1.3665 USDJPY 101.19/101.49
- The New Zealand dollar rose to a three-year high on Friday, benefiting from a broad chase for higher yields, while its Australian peer was a bit more circumspect ahead of its 2014 peak. Robust demand for better returns in a low global interest rate environment was evident in the debt market with Australian bonds resuming their rally. That drove the 10-year yield to a fresh one-year low at 3.549 percent. The currency has been outperforming its major peers thanks to the higher returns it offers and the prospect of a further rise in rates from the Reserve Bank of New Zealand next month. The RBA holds its monthly policy meeting on July 1 and is widely expected to keep its cash rate at a record low 2.5 percent. In minutes of its June meeting, the central bank sounded a bit more dovish than markets had expected. (*Reuters*) AUDUSD 0.9416/0.9447 NZDUSD 0.8767/0.8798

COMMODITIES

- Brent crude oil was little changed in choppy trading on Friday as investors moved to square positions following one of the international benchmark's biggest weekly falls this year due to reduced concerns over exports from strife-torn Iraq. Prices have dropped more than \$2 from a nine-month high of \$115.71 hit on June 19 as output from Iraq's southern oilfields, which produce most of the nation's 3.3 million barrels per day (bpd), remained unaffected by fighting in the north and west. Libya's eastern oil port of Hariga completed the loading of a tanker carrying 600,000 barrels of crude oil destined for Italy on Friday after a protest by security guards ended, the port operator said, further easing supply worries on the world market. (*Reuters*) OIL 105.74

This document is provided to the customers of Citibank, N.A., Indonesia ("Citibank"), for information purposes only. It shall not be in any way quoted, copied or reproduced by or to be provided to any other party. Under no circumstances shall it serve as or be considered as solicitation or an offer to sell or buy any investment products. The information referred to herein has been obtained from or is based on sources, which Citibank deems reliable. However, Citibank does not guarantee the accuracy and completeness of the information provided herein and Citibank shall not be liable for any consequences arising thereto.