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Negotiations with U.S. President Joe Biden over a potentially massive infrastructure investment package are inching forward even though disagreements remain over the size and scope of such legislation, Republican Senator Shelley Moore Capito said on Sunday. Capito leads a group of six Senate Republicans who have been in regular contact with Biden and White House aides over a bill the administration wants to move through Congress promptly. The Republican senators have proposed \$928 billion to improve roads, bridges and other traditional infrastructure projects. Much of the funding would come from money already enacted into law for other purposes that they argue is unused. However, the Biden administration's latest offer in negotiations is for \$1.7 trillion and would include federal spending on projects that go beyond traditional infrastructure, such as home care for the elderly.

How will China's latest oil probe affect the world's biggest crude importer?

Last Tuesday, the country's top economic planning agency gave five state-owned companies just two days to report on their historic use of imported oil, part of a broader effort by the world's largest oil importer to control inbound shipments as domestic supplies swell. Beijing is looking into whether Sinopec Group, China National Offshore Oil Corp, Sinochem Group, ChemChina, and China North Industries Group - which together make up more than 60% of China's total imports - have resold oil to other companies in the country. Also under examination is whether their imports have been processed at refineries under a tolling scheme that reduces the companies' tax burden. China is expected to release a second batch of crude import quotas in the coming months, and these probes may prompt Beijing to reduce allocated volumes to independent companies.

Japan's April factory output rises on capital goods demand

Japan's industrial output extended gains in April as manufacturers benefited from a recovery in appetite for capital goods, especially in key overseas markets. Official data released on Monday showed factory output grew 2.5% from the previous month in April. The rise in output was better than the previous month's 1.7% gain, but much weaker than a 4.1% advance forecast. In addition, Separate data on Monday showed retail sales surged in April, thanks largely to favourable statistical base effects from a year earlier. However, The world's third-largest economy is expected to grow in the current quarter at a much slower pace than previously thought after the government extended coronavirus emergency measures in Tokyo and other major areas.

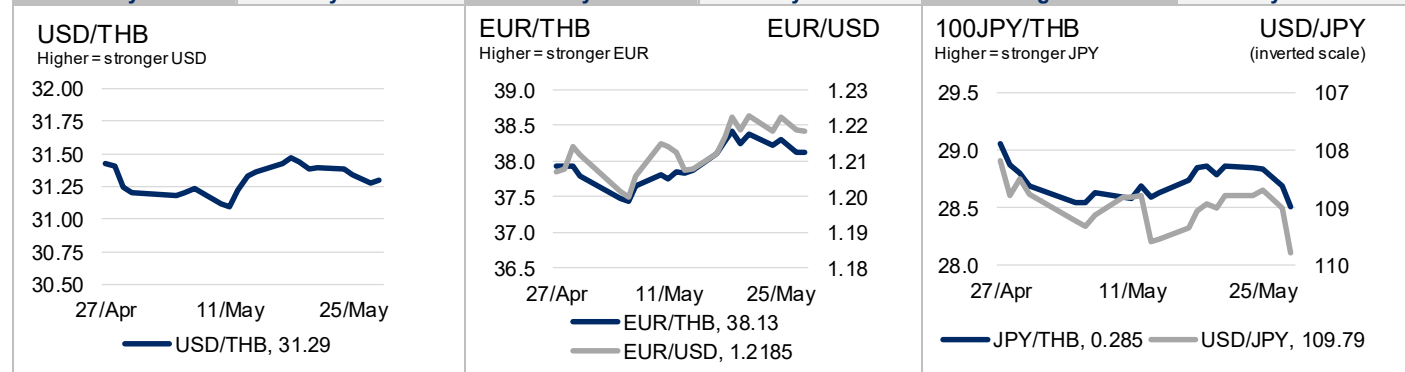
Dollar near 2-month high vs yen, U.S. inflation beats expectations

The 10-year government bond yield (interpolated) on the previous trading day was 1.85, +2.00 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.84, +3.50 bps. LB31DA could be between 1.81-1.86. Meantime, the latest closed US 10-year bond yields was 1.58%, -3.00bps. USDTHB on the previous trading day closed around 31.25 Moving in a range from 31.20-31.28 this morning. USDTHB could be closed between 31.20-31.28 today. Meantime, The dollar held near a two-month high against the yen on Monday after a key measure of U.S. inflation showed stronger price gains than expected, keeping alive expectations of an eventual tapering in the Federal Reserve's asset buying.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index	1,582.0	S&P500	4,204.1	10Y UST	1.58%	Brent	69.6	Gold	1,892.5
28-May	▼ -0.06%	28-May	▲ 0.08%	28-May	▼ -3.0 bps	28-May	▲ 0.24%	28-May	▼ -0.14%

USD/THB	31.29	EUR/THB	38.13	JPY/THB	0.2850
Daily ▲ 0.04%	Weekly ▼ -0.32%	Daily ▼ 0.00%	Weekly ▼ -0.65%	Daily ▼ -0.67%	Weekly ▼ -1.23%
Monthly ▼ -0.42%	Monthly ▲ 0.52%	Monthly ▼ -1.90%			



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoT's daily closing rates

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Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		90.06	0.0%	0.0%	-0.8%	89.79	91.33
EUR/USD		1.2185	0.0%	0.0%	0.7%	1.1999	1.2226
USD/JPY		109.79	0.7%	0.7%	1.9%	107.71	109.79
USD/CHF		0.8973	0.0%	-0.6%	-1.6%	0.8963	0.9167
GBP/USD		1.4195	0.6%	0.5%	2.1%	1.3861	1.4195
USD/CAD		1.2083	-0.3%	-0.2%	-2.9%	1.2045	1.2508
AUD/USD		0.7742	0.1%	-0.1%	-0.4%	0.7718	0.7845
NZD/USD		0.7272	-0.1%	1.4%	0.9%	0.7166	0.7281
ASEAN Dollar		108.49	-0.1%	-0.3%	-0.4%	108.07	109.01
USD/THB		31.29	0.0%	-0.3%	-0.5%	31.10	31.47
USD/SGD		1.3233	0.0%	-0.7%	-0.2%	1.3233	1.3361
USD/MYR		4.1377	-0.1%	0.0%	0.8%	4.0974	4.1420
USD/IDR		14,263	-0.2%	-0.2%	-1.4%	14,154	14,496
USD/PHP		47.91	-0.5%	0.2%	-1.0%	47.80	48.43
USD/CNY		6.3607	-0.2%	-1.0%	-1.9%	6.3607	6.4823
USD/HKD		7.7503	-0.1%	-0.1%	-0.1%	7.7503	7.7693

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.30	-0.05
3-month		1.00	-0.10
6-month		2.00	0.00

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		250,677	-976
Gold		14,460	1307
SDR		1,429	2
IMF Reserves		1,279	2
Foreign Ccy		233,510	-2287
Net Fwd Position		31,841	1100

Last update: 21/05/2021

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
28/05/2021	-1,309	1,211	-98
27/05/2021	-2,542	-203	-2,745
25/05/2021	-1,213	1,081	-133
24/05/2021	-2,013	483	-1,530
21/05/2021	-2,015	1,275	-740
Last 5 days	-9,092	3,847	-5,246

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -34,500	↓ -2,408	↓ -36,907
QTD	Quarter	↓ -37,859	↑ 30,506	↓ -7,353
YTD	Year	↓ -67,528	↑ 34,519	↓ -33,009

Money Market

THB BIBOR	1M Hist	Last	1M Range		THBFI X	1M Hist	Last	1M Range		USD LIBOR	1M Hist	Last	1M Range	
			Min	Max				Min	Max				Min	Max
ON		0.50	0.50	0.50	ON		0.39	0.33	0.54	ON		0.06	0.06	0.07
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.06	0.06	0.09
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.09	0.09	0.12
2M		0.58	0.58	0.58	2M		0.32	0.22	0.41	2M		0.12	0.12	0.15
3M		0.62	0.62	0.63	3M		0.36	0.28	0.42	3M		0.15	0.15	0.19
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.18	0.18	0.22
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.26	0.26	0.29

Last Updated: 23/02/2021

Last Updated: 21/05/2021

Note: D=d=day; M=month; Y=year; %chg = percentage change; chg = change; USTH FX Sp = USD/THB FX Swap point; \$mn=million US dollar; THB.mn= Thai baht million; Hist=history; THB implied = Thai baht rate that are calculated by FX forward rate; ASEAN Index = value average ASEAN FX Jan2008=100

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		1.5800	-3.00	-5.00	-7.00	1.56	1.69
Gilt 10y		0.8509	-3.84	-9.09	0.59	0.82	1.00
Bund 10y		-0.2000	-1.00	-11.00	5.00	-0.27	-0.09
JGB 10y		0.0890	1.00	0.30	1.90	0.07	0.10
TGB 1y		0.4619	-0.01	0.01	1.55	0.44	0.46
TGB 2y		0.5301	0.55	-0.45	1.59	0.46	0.54
TGB 5y		1.0635	1.57	-3.47	-0.06	1.00	1.10
TGB 7y		1.4491	2.05	-5.26	2.81	1.37	1.50
TGB 10y		1.8489	2.31	-3.33	2.46	1.75	1.88
AAA Spread		69.75	-4.58	-4.47	-11.93	69.75	81.68
AA Spread		71.66	0.00	0.29	-3.53	71.37	75.90
A Spread		183.86	6.33	3.71	10.07	171.05	187.74
BBB Spread		0.00	0.00	0.00	0.00	0.00	0.00

Note: UST = US Treasury; Gilt = UK Government Bond; JGB = Japanese Government bond; Bund = German Government Bond; TGB = Thai government Bond; tenors of the bonds are put after their name; bps=basis point; Corporate spreads are Thai and reported in basis points over government bond for the tenors 3-5 years.

Commodity Market

Commodity	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Brent Crude		60.75	-1.2%	-5.6%	-0.3%	58.31	67.93
London Gold		1892.5	-0.1%	0.8%	7.3%	1,764.2	1,904.3

Note: Unit of Brent crude oil price is \$/barrel; unit of gold price is \$/ounce

Equity Market

Equity Index	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
S&P500 (US)		4,204.1	0.1%	1.2%	-0.2%	2,467.4	4,232.6
STOXX (EU)		447.4	-0.1%	0.3%	1.2%	328.0	448.0
FTSE All-Share(UK)		3,694.0	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		15,520.0	0.7%	1.0%	1.5%	14,856.5	15,520.0
CAC All-Tradable(FR)		4,982.0	0.7%	1.5%	2.4%	4,823.7	4,982.0
TOPIX (JP)		1,947.4	1.9%	2.2%	1.7%	1,849.0	1,952.3
Shanghai (CH)		3,774.4	-0.2%	3.3%	4.6%	3,583.5	3,782.9
Hang Seng (HK)		29,124.4	0.0%	2.3%	0.2%	27,718.7	29,303.3
ASX 200 (AU)		7,179.5	1.2%	2.1%	1.4%	6,931.7	7,179.5
SET (TH)		1,582.0	-0.1%	1.8%	1.4%	1,548.1	1,590.5
SET50 (TH)		956.2	-0.1%	1.9%	1.3%	929.6	964.6
Straits Times (SG)		3,178.6	0.4%	2.2%	-1.1%	3,055.0	3,221.6
FTSE Malay (MY)		1,594.4	0.0%	1.2%	-0.9%	1,562.2	1,623.5
JSX Index (ID)		5,848.6	0.1%	0.9%	-2.8%	5,760.6	6,016.9
PSE Index (PH)		6,674.5	0.1%	7.7%	3.2%	6,164.9	6,674.5
Vn Index (VN)		1,320.5	1.3%	2.8%	8.3%	1,215.8	1,320.5

Sources: ttb analytics, CEIC

Note: A = actual, P = previous; C = consensus

Important Disclosures

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