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New projections saw a majority of 11 Fed officials pencil in at least two quarter-point interest rate increases for 2023. Fed Chair Jerome Powell said there had also been initial discussions about when to pull back on the Fed's \$120 billion in monthly bond purchases, a conversation that would be completed in coming months as the economy continues to heal. This week's meeting will be noted as a distinct turn away from the crisis policies the Fed has pursued since the onset of the pandemic, at times crossing into uncharted territory with its broad and open provision of credit to an economy reeling towards a potential depression. The Fed now expects the economy to grow 7% this year.

Bipartisan U.S. Senate group backs infrastructure framework

A bipartisan group of 20 U.S. senators - 10 from each caucus - said on Wednesday it supported a framework for infrastructure investment. The statement followed an announcement last week that a smaller bipartisan group of senators had reached an agreement on an infrastructure framework, which a source said would cost \$974 billion over five years and \$1.2 trillion over eight years, and includes \$579 billion in new spending. That proposal falls short of President Joe Biden's current \$1.7 trillion offer. Infrastructure investment is one of the Democratic president's top legislative priorities. The White House told lawmakers this week it would take stock of where things stand by the end of next week, said spokesman Andrew Bates.

China's new home prices grow slightly in May

New home prices in China rose in May at the same pace as in April, official data showed on Thursday, as a raft of government measures to cool the market began to bite. Average new home prices in 70 major cities grew 0.6% in May, unchanged from April, according to Reuters calculations based on data released by the National Bureau of Statistics. On a year-on-year basis, new home prices rose 4.9%, slightly faster than a 4.8% rise in April. Chinese property prices have risen quickly this year, even as the government took a series of measures to cool the market, including stricter rules for home buyers, curbing loans to developers and guiding banks to increase mortgage rates. A relentless rise in home prices, particularly in big cities, has raised concerns about overheating.

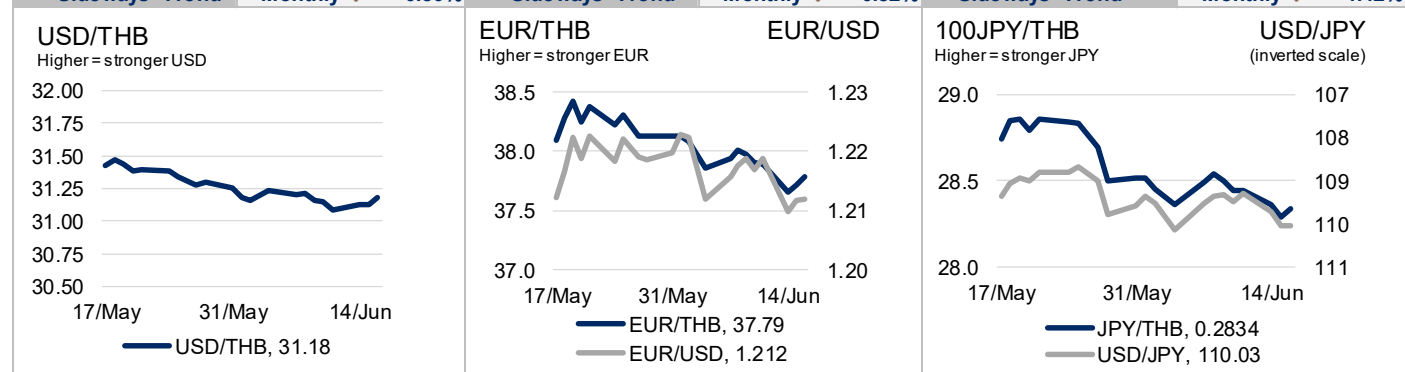
Bonds stung, dollar cheered by sudden hawkish turn at Fed

The 10-year government bond yield (interpolated) on the previous trading day was 1.83, +0.00 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.81, -2.00 bps. LB31DA could be between 1.80-1.86. Meantime, the latest closed US 10-year bond yields was 1.57%, +6.00bps. USDTHB on the previous trading day closed around 31.16 Moving in a range from 31.26-31.33 this morning. USDTHB could be closed between 31.25-31.33 today. Meantime, Asian equities fell to a three-week low on Thursday after the Fed stunned investors by signalling it might raise interest rates at a much faster pace than assumed, sending bond yields and the dollar sharply higher.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index	1,624.8	S&P500	4,223.7	10Y UST	1.57%	Brent	74.0	Gold	1,858.1
16-Jun	▲ 0.15%	16-Jun	▼ -0.54%	16-Jun	▲ 6.0 bps	15-Jun	▲ 1.54%	16-Jun	▼ -0.31%

USD/THB	31.18	Daily	▲ 0.16%	EUR/THB	37.79	Daily	▲ 0.19%	JPY/THB	0.2834	Daily	▲ 0.16%
		Weekly	▲ 0.11%			Weekly	▼ -0.29%			Weekly	▼ -0.39%
Sideways	Trend	Monthly	▼ -0.80%	Sideways	Trend	Monthly	▼ -0.82%	Sideways	Trend	Monthly	▼ -1.42%



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		90.55	0.0%	0.6%	-0.2%	89.78	90.76
EUR/USD		1.2120	0.0%	-0.6%	0.3%	1.2074	1.2228
USD/JPY		110.03	0.0%	0.7%	0.4%	108.69	110.12
USD/CHF		0.8986	-0.1%	0.3%	-0.8%	0.8934	0.9087
GBP/USD		1.4083	-0.2%	-0.6%	0.3%	1.4042	1.4238
USD/CAD		1.2186	0.3%	0.8%	0.1%	1.2045	1.2186
AUD/USD		0.7689	-0.2%	-0.7%	-0.4%	0.7663	0.7810
NZD/USD		0.7131	-0.1%	-1.0%	-0.6%	0.7131	0.7281
ASEAN Dollar		108.50	0.1%	0.2%	-0.2%	108.17	109.11
USD/THB		31.18	0.2%	0.1%	-0.6%	31.09	31.47
USD/SGD		1.3270	0.0%	0.3%	-0.6%	1.3191	1.3355
USD/MYR		4.1173	0.1%	0.0%	-0.2%	4.1117	4.1420
USD/IDR		14,206	0.1%	-0.1%	0.2%	14,138	14,370
USD/PHP		48.12	0.3%	0.8%	0.5%	47.66	48.13
USD/CNY		6.3926	0.0%	0.1%	-0.7%	6.3524	6.4441
USD/HKD		7.7592	0.0%	0.0%	-0.1%	7.7503	7.7693

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.20	-0.10
3-month		0.88	-0.28
6-month		2.00	-0.38

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		251,561	-321
Gold		14,839	-99
SDR		1,429	-2
IMF Reserves		1,279	-1
Foreign Ccy		234,015	-218
Net Fwd Position		31,841	130

Last update: 04/06/2021

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
16/06/2021	40	2,463	2,503	
15/06/2021	-1,964	1,820	-144	
14/06/2021	-325	1,313	988	
11/06/2021	1,570	701	2,271	
10/06/2021	-1,644	2,313	669	
Last 5 days	-2,323	8,609	6,286	
	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 5,199	↑ 27,105	↑ 32,304
QTD	Quarter	↓ -31,346	↑ 60,145	↑ 28,799
YTD	Year	↓ -61,015	↑ 64,158	↑ 3,143

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		0.05	0.05	0.06
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.06	0.06	0.07
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.07	0.07	0.10
2M		0.58	0.58	0.58	2M		0.32	0.22	0.41	2M		0.11	0.11	0.14
3M		0.62	0.62	0.63	3M		0.36	0.28	0.42	3M		0.12	0.12	0.17
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.16	0.15	0.20
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.24	0.24	0.27

Last Updated: 23/02/2021

Last Updated: 09/06/2021

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		1.5700	6.00		7.00		-7.00		1.45	1.68
Gilt 10y		0.8374	2.37		-7.30		-16.30		0.81	1.00
Bund 10y		-0.2600	1.00		-6.00		-13.00		-0.29	-0.09
JGB 10y		0.0560	0.00		-1.90		-2.60		0.04	0.09
TGB 1y		0.4794	0.00		0.26		1.81		0.46	0.48
TGB 2y		0.5178	-0.09		-0.28		-0.60		0.52	0.53
TGB 5y		0.9307	-4.72		-7.43		-10.79		0.93	1.10
TGB 7y		1.3690	-3.20		-2.86		-4.38		1.37	1.50
TGB 10y		1.8294	-0.80		1.33		4.84		1.77	1.88
AAA Spread		71.60	0.51		-0.21		-4.20		69.75	77.94
AA Spread		84.39	0.26		16.37		11.19		67.99	84.39
A Spread		183.18	-0.14		-0.52		2.14		177.53	187.68
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		1858.1	-0.3%		-1.7%		0.5%		1,814.3	1,907.7

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)		4,223.7	-0.5%		0.1%		2.3%		2,467.4	4,255.2
STOXX (EU)		457.6	-0.3%		0.6%		3.0%		328.0	459.0
FTSE All-Share(UK)		3,694.0	-1.0%		-0.7%		2.0%		3,571.2	3,746.8
DAX (DE)		15,710.6	-0.1%		0.8%		2.0%		15,113.6	15,729.5
CAC All-Tradable(FR)		5,110.5	0.2%		1.3%		4.5%		4,823.7	5,110.5
TOPIX (JP)		1,975.9	0.0%		1.0%		3.6%		1,878.9	1,975.9
Shanghai (CH)		3,687.8	-1.1%		-1.7%		0.0%		3,594.7	3,799.5
Hang Seng (HK)		28,436.8	-0.7%		-1.2%		1.5%		27,718.7	29,468.0
ASX 200 (AU)		7,386.2	0.1%		1.3%		5.2%		6,931.7	7,386.2
SET (TH)		1,624.8	0.2%		-0.1%		4.9%		1,548.1	1,636.6
SET50 (TH)		980.1	0.1%		-0.2%		4.4%		934.8	990.8
Straits Times (SG)		3,139.6	-1.1%		-0.4%		1.9%		3,055.0	3,187.2
FTSE Malay (MY)		1,578.3	-0.2%		-0.2%		-0.3%		1,562.2	1,597.9
JSX Index (ID)		6,078.6	-0.2%		0.5%		2.4%		5,760.6	6,107.5
PSE Index (PH)		6,973.4	0.0%		1.0%		11.7%		6,164.9	6,976.7
Vn Index (VN)		1,356.5	-0.8%		1.8%		8.3%		1,252.7	1,374.1

Sources: ttb analytics, CEIC

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

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