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The European Central Bank can hopefully reduce emergency stimulus soon and should not transfer the extraordinary flexibility of its crisis-fighting measures to its more standard tools, German central bank chief Jens Weidmann told. The ECB last week decided to maintain an elevated pace of bond buys over the coming quarter, despite a stronger-than-expected rebound in growth, fearing that higher borrowing costs could choke off the recovery. But some policymakers are already making the case for a discussion in September on how and when to phase out the 1.85 trillion euro (\$2.2 trillion) Pandemic Emergency Purchase Programme as the bloc is quickly recovering. He said that by next year there should be no unusual capacity underutilisation and such a situation could no longer be classified a crisis, meaning the justification for the emergency measures would be gone.

**Bank of England to look through temporary inflation rise: Reuters poll**

British inflation can rise above 3% before the Bank of England feels discomfort, according to a Reuters poll of economists who also said the economy would expand faster than previously thought this quarter as more pandemic restrictions are lifted. The central bank has a 2% inflation target, but the rate unexpectedly jumped above that in May for the first time in almost two years and hit 2.1%, part of a post-lockdown climb in prices that is expected to gather pace. Inflation will peak at 2.4% in the final quarter of this year before gradually scaling down, the June 14-17 poll found. The Bank will tolerate it at 3.0-3.5% before feeling discomfort, medians showed.

**BOJ may extend pandemic-relief scheme, keep stimulus intact**

The Bank of Japan is expected to maintain its massive stimulus and may extend a deadline for its pandemic-relief programme on Friday, in a sign that a fragile economy and tepid inflation will keep any exit from its ultra-easy policy a long way off. "The BOJ will have to stick to the current framework for the remainder of Kuroda's term (until 2023), as Japan's economy won't recover that quickly," former BOJ board member Makoto Sakurai told Reuters. In a two-day meeting ending on Friday, the BOJ is set to keep its yield curve control target at -0.1% for short-term rates and 0% for 10-year bond yields. The central bank may also decide to extend the September deadline for an asset-buying and loan programmes introduced last year to channel funds to pandemic-hit firms, sources have told Reuters.

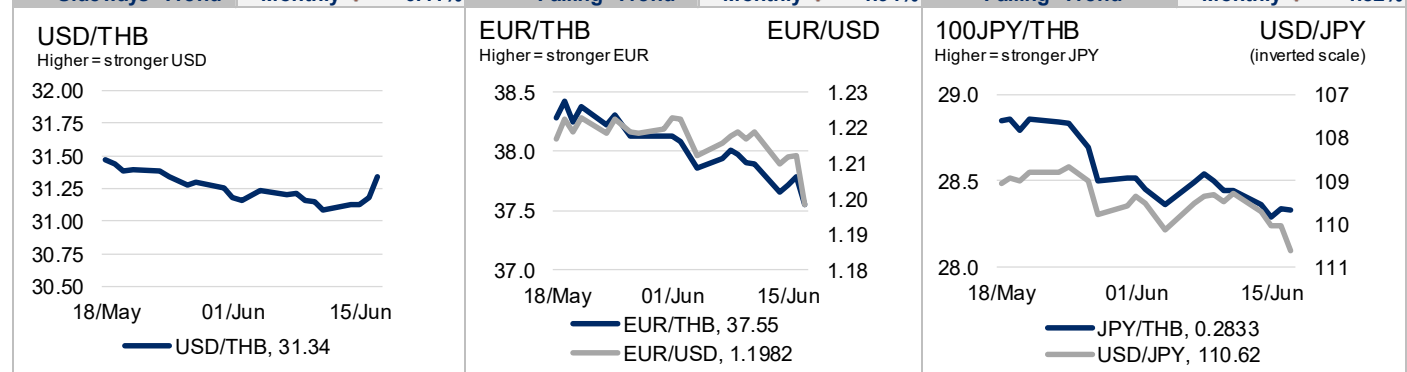
**Vicious post-Fed bounce has dollar headed for year's best week**

The 10-year government bond yield (interpolated) on the previous trading day was 1.87, +4.00 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.865, +5.50 bps. LB31DA could be between 1.83-1.88. Meantime, the latest closed US 10-year bond yields was 1.52%, -5.00bps. USDTHB on the previous trading day closed around 31.39 Moving in a range from 31.26-31.33 this morning. USDTHB could be closed between 31.36-31.45 today. Meantime, The dollar was headed for its best week in nearly nine months on Friday as investors have scrambled to price in a sooner-than-expected ending to extraordinary U.S. monetary stimulus in the days after a surprise shift in tone from the Federal Reserve.

Sources : Bloomberg, CNBC, Investing, CEIC

<b>SET Index</b>	<b>1,617.7</b>	<b>S&amp;P500</b>	<b>4,221.9</b>	<b>10Y UST</b>	<b>1.52%</b>	<b>Brent</b>	<b>74.0</b>	<b>Gold</b>	<b>1,858.1</b>
17-Jun	▼ -0.44%	17-Jun	▼ -0.04%	17-Jun	▼ -5.0 bps	15-Jun	▲ 1.54%	16-Jun	▼ -0.31%

<b>USD/THB</b>	<b>31.34</b>	<b>Daily</b>	<b>▲ 0.51%</b>	<b>EUR/THB</b>	<b>37.55</b>	<b>Daily</b>	<b>▼ -0.63%</b>	<b>JPY/THB</b>	<b>0.2833</b>	<b>Daily</b>	<b>▼ -0.02%</b>
		<b>Weekly</b>	<b>▲ 0.81%</b>			<b>Weekly</b>	<b>▼ -0.90%</b>			<b>Weekly</b>	<b>▼ -0.41%</b>
<b>Sideways</b>	<b>Trend</b>	<b>Monthly</b>	<b>▼ -0.41%</b>	<b>Falling</b>	<b>Trend</b>	<b>Monthly</b>	<b>▼ -1.94%</b>	<b>Falling</b>	<b>Trend</b>	<b>Monthly</b>	<b>▼ -1.82%</b>



















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		91.45	1.0%	1.4%	1.1%	89.78	91.45
EUR/USD		1.1982	-1.1%	-1.5%	-1.2%	1.1982	1.2228
USD/JPY		110.62	0.5%	1.0%	1.2%	108.69	110.62
USD/CHF		0.9091	1.2%	1.5%	0.7%	0.8934	0.9091
GBP/USD		1.3986	-0.7%	-0.9%	-0.7%	1.3986	1.4238
USD/CAD		1.2286	0.8%	1.4%	1.3%	1.2045	1.2286
AUD/USD		0.7618	-0.9%	-1.4%	-1.7%	0.7618	0.7787
NZD/USD		0.7080	-0.7%	-1.3%	-1.9%	0.7080	0.7281
ASEAN Dollar		109.05	0.5%	0.7%	0.1%	108.14	109.08
USD/THB		31.34	0.5%	0.6%	-0.3%	31.09	31.47
USD/SGD		1.3360	0.7%	0.9%	0.0%	1.3191	1.3360
USD/MYR		4.1330	0.4%	0.4%	-0.1%	4.1117	4.1420
USD/IDR		14,284	0.6%	0.5%	0.5%	14,138	14,370
USD/PHP		48.36	0.5%	1.5%	1.1%	47.66	48.36
USD/CNY		6.4134	0.3%	0.6%	-0.3%	6.3524	6.4441
USD/HKD		7.7671	0.1%	0.1%	0.0%	7.7503	7.7693

## FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.20	0.00
3-month		0.70	-0.18
6-month		1.75	-0.25






















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	
17/06/2021	-2,888	-965	-3,853	
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	
Last 5 days	-3,566	5,331	1,765	
	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 2,311	↑ 26,140	↑ 28,451
QTD	Quarter	↓ -34,234	↑ 59,180	↑ 24,947
YTD	Year	↓ -63,903	↑ 63,193	↓ -710

## 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	0.05	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		0.10	0.10	0.13
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		0.15	0.15	0.19
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: 10/06/2021

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		1.5200	-5.00	7.00	-12.00	1.45	1.68
Gilt 10y		0.8621	2.47	-1.63	-10.41	0.81	1.00
Bund 10y		-0.1900	7.00	5.00	-6.00	-0.29	-0.09
JGB 10y		0.0700	1.40	1.40	-0.70	0.04	0.09
TGB 1y		0.4794	0.00	0.17	2.17	0.46	0.48
TGB 2y		0.5220	0.42	0.18	0.22	0.52	0.53
TGB 5y		0.9421	1.14	-5.74	-8.79	0.93	1.10
TGB 7y		1.4012	3.23	-0.23	1.02	1.37	1.50
TGB 10y		1.8692	3.98	5.60	10.07	1.77	1.88
AAA Spread		71.47	-0.13	-0.33	-2.99	69.75	76.35
AA Spread		84.63	0.24	16.64	11.39	67.99	84.63
A Spread		183.21	0.03	-0.47	-2.10	177.53	187.62
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)		4,221.9	0.0%	-0.4%	2.6%	2,467.4	4,255.2
STOXX (EU)		458.6	-0.2%	0.9%	4.8%	328.0	459.7
FTSE All-Share(UK)		3,694.0	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		15,727.7	0.1%	1.0%	2.2%	15,113.6	15,729.5
CAC All-Tradable(FR)		5,115.6	0.1%	1.6%	6.1%	4,823.7	5,115.6
TOPIX (JP)		1,963.6	-0.6%	0.3%	3.6%	1,878.9	1,975.9
Shanghai (CH)		3,695.4	0.2%	-1.8%	-0.1%	3,654.5	3,799.5
Hang Seng (HK)		28,558.6	0.4%	-0.6%	1.3%	27,718.7	29,468.0
ASX 200 (AU)		7,359.0	-0.4%	1.2%	4.1%	6,931.7	7,386.2
SET (TH)		1,617.7	-0.4%	-0.5%	4.4%	1,548.1	1,636.6
SET50 (TH)		973.9	-0.6%	-0.8%	3.7%	934.8	990.8
Straits Times (SG)		3,138.3	0.0%	-0.8%	-0.1%	3,055.0	3,187.2
FTSE Malay (MY)		1,570.9	-0.5%	-0.6%	-0.8%	1,562.2	1,597.9
JSX Index (ID)		6,068.4	-0.2%	-0.6%	4.0%	5,760.6	6,107.5
PSE Index (PH)		6,887.9	-1.2%	0.2%	10.3%	6,164.9	6,976.7
Vn Index (VN)		1,359.9	0.3%	2.7%	7.7%	1,252.7	1,374.1

Sources: ttb analytics, CEIC

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

**Important Disclosures**

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