

'Certainly not my intent': Biden walks back infrastructure veto remarks

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U.S. President Joe Biden on Saturday withdrew his threat to veto a \$1.2 trillion bipartisan infrastructure bill unless a separate Democratic spending plan also passes Congress, saying that was never his intent. Moments after announcing the bipartisan deal on Thursday, Biden appeared to put it in jeopardy with his comment that the infrastructure bill would have to move in "tandem" with a larger bill that includes a host of Democratic priorities that he hopes to pass along party lines. He said of the infrastructure bill on Thursday that "if this is the only thing that comes to me, I'm not signing it." Those comments sparked criticism from some Republican lawmakers who were party to the deal and accused the president of making new demands.

BOJ was confident in June meeting of recovery as vaccination proceeds

Bank of Japan policymakers hoped that accelerating coronavirus vaccinations would prop up the economy, but saw any inflationary pressures as subdued given the fragile recovery, a summary of their debate at a June 17-18 meeting released on Monday showed. Japan has only recently emerged from a fourth wave of infections. A decline in the pace of new cases and a pick-up in vaccinations prompted authorities to ease a state of emergency in Tokyo and eight other prefectures on June 20. "A positive economic cycle is kicking off in Japan due to progress made in vaccinations," one of the nine board members was quoted as saying. The upbeat assessments underscore the BOJ's view the economy will emerge from the doldrums on robust exports and a pick-up in domestic demand, without needing additional monetary support.

UK inflation pressure could keep on building in 2022 - BoE's Haldane

Bank of England Chief Economist Andy Haldane said the central bank's new forecast that inflation will breach 3% could prove too low and price pressure could accelerate not only this year but in 2022 as well. Haldane, who cast the lone vote in favour of scaling back the BoE's bond-buying programme at his last monetary policy meeting this week, told MoneyWeek magazine that he disagreed with his colleagues about when inflation would start to ease. Britain's consumer price inflation hit 2.1% in May, adding to worries about a global pickup in inflation that could force central banks to reverse their emergency coronavirus stimulus programmes earlier than previously thought. The BoE said on Thursday that its policymakers now expected British inflation to peak above 3%, up from a previous estimate of 2.5% but most of them thought the acceleration would be temporary and their stimulus remained necessary for now.

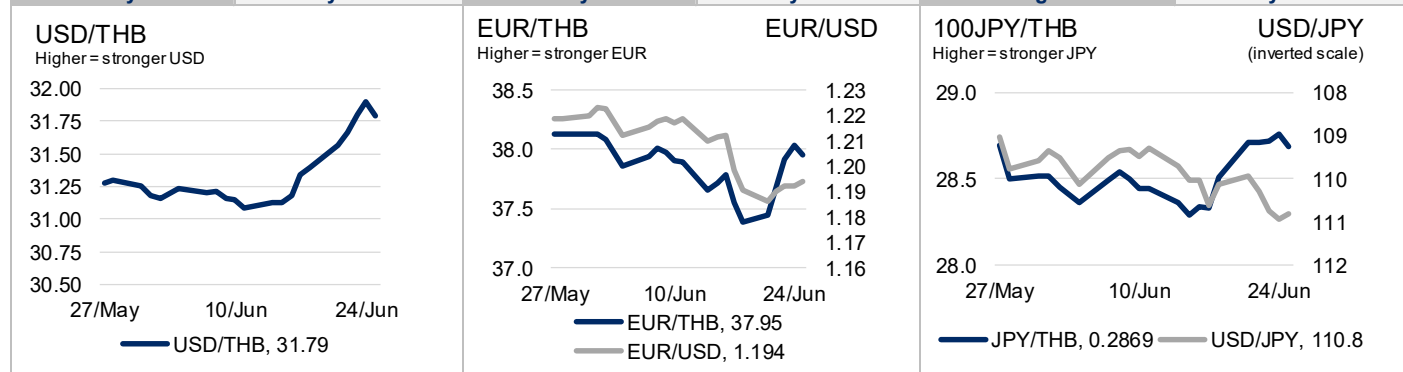
Dollar Up Despite Softer-Than-Expected Inflation Data

The 10-year government bond yield (interpolated) on the previous trading day was 1.81, -2.00 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.775, -2.00 bps. LB31DA could be between 1.75-1.82. Meantime, the latest closed US 10-year bond yields was 1.54%, +5.00bps. USDTHB on the previous trading day closed around 31.76 Moving in a range from 31.80-31.91 this morning. USDTHB could be closed between 31.85-31.93 today. Meantime, The dollar was up on Monday morning in Asia although the U.S. inflation data was slightly softer than expected. Investors remained concerned about a tightening monetary policy if the consumer price pressures continue to intensify.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index 1,582.7	S&P500 4,280.7	10Y UST 1.54%	Brent 76.2	Gold 1,783.3
25-Jun ▼ -0.19%	25-Jun ▲ 0.33%	25-Jun ▲ 5.0 bps	25-Jun ▲ 0.82%	25-Jun ▲ 0.17%

USD/THB 31.79	Daily ▼ -0.35%	EUR/THB 37.95	Daily ▼ -0.21%	JPY/THB 0.2869	Daily ▼ -0.24%
Sideways Trend	Weekly ▲ 0.70%	Sideways Trend	Weekly ▲ 1.35%	Falling Trend	Weekly ▼ -0.08%
	Monthly ▲ 1.60%		Monthly ▼ -0.47%		Monthly ▼ -0.02%



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		91.76	-0.1%	-0.2%	2.2%	89.78	92.29
EUR/USD		1.1940	0.1%	0.3%	-2.3%	1.1861	1.2228
USD/JPY		110.80	-0.1%	0.6%	1.9%	108.69	110.93
USD/CHF		0.9172	-0.2%	0.0%	2.3%	0.8934	0.9224
GBP/USD		1.3930	-0.2%	0.1%	-1.7%	1.3812	1.4238
USD/CAD		1.2314	0.0%	-0.4%	2.2%	1.2051	1.2464
AUD/USD		0.7592	0.2%	0.6%	-2.1%	0.7499	0.7761
NZD/USD		0.7071	0.3%	1.1%	-2.0%	0.6955	0.7281
ASEAN Dollar		109.53	-0.3%	0.4%	0.9%	107.83	109.83
USD/THB		31.79	-0.4%	1.2%	1.4%	31.09	31.90
USD/SGD		1.3415	-0.3%	0.0%	1.1%	1.3191	1.3455
USD/MYR		4.1551	-0.2%	0.3%	0.3%	4.1117	4.1645
USD/IDR		14,380	-0.1%	0.0%	0.4%	14,138	14,390
USD/PHP		48.53	-0.8%	0.3%	0.9%	47.66	48.90
USD/CNY		6.4558	-0.2%	0.2%	0.9%	6.3524	6.4735
USD/HKD		7.7566	-0.2%	0.0%	-0.1%	7.7503	7.7692

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		-0.30	-0.30
3-month		0.40	-0.30
6-month		1.25	-0.45

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		247,699	-2680
Gold		13,847	-888
SDR		1,412	-14
IMF Reserves		1,264	-12
Foreign Ccy		231,177	-1766
Net Fwd Position		32,120	-811

Last update: 18/06/2021

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
25/06/2021	-500	-465	-965	
24/06/2021	666	-1,569	-904	
23/06/2021	-128	-2,231	-2,359	
22/06/2021	-1,318	260	-1,058	
21/06/2021	-3,244	5,960	2,715	
Last 5 days	-4,524	1,955	-2,569	
	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -4,463	↑ 30,244	↑ 25,781
QTD	Quarter	↓ -41,008	↑ 63,284	↑ 22,276
YTD	Year	↓ -70,677	↑ 67,297	↓ -3,380

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		0.08	0.05	0.08
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.09	0.06	0.09
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.09	0.07	0.10
2M		0.58	0.58	0.58	2M		0.32	0.22	0.41	2M		0.12	0.10	0.13
3M		0.63	0.62	0.63	3M		0.36	0.28	0.42	3M		0.13	0.12	0.16
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.16	0.15	0.19
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.24	0.23	0.26

Last Updated: 23/02/2021

Last Updated: 18/06/2021

Note: D=d=day; M=mth=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		1.5400	5.00		9.00		-4.00		1.45	1.63
Gilt 10y		0.8783	0.07		3.03		-3.35		0.81	0.94
Bund 10y		-0.1700	0.00		0.00		2.00		-0.29	-0.12
JGB 10y		0.0590	-0.50		-0.70		-2.00		0.04	0.09
TGB 1y		0.4834	0.12		0.40		2.18		0.46	0.48
TGB 2y		0.5105	-0.34		-1.04		-1.59		0.51	0.53
TGB 5y		0.8568	-1.35		-6.01		-18.91		0.86	1.08
TGB 7y		1.2803	-1.52		-9.43		-14.59		1.28	1.47
TGB 10y		1.8149	-1.36		-4.79		-1.28		1.81	1.87
AAA Spread		71.64	0.04		0.13		-2.68		69.75	74.32
AA Spread		81.64	0.51		-2.30		9.97		67.99	84.63
A Spread		182.09	4.98		-1.07		-1.81		177.11	184.21
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		1783.3	0.2%		-0.5%		-6.4%		1,779.1	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)		4,280.7	0.3%		2.7%		1.9%		2,467.4	4,280.7
STOXX (EU)		456.1	-0.2%		0.8%		1.8%		328.0	459.8
FTSE All-Share(UK)		3,694.0	-1.0%		-0.7%		2.0%		3,571.2	3,746.8
DAX (DE)		15,608.0	0.1%		1.0%		1.3%		15,406.7	15,729.5
CAC All-Tradable(FR)		5,084.5	-0.1%		0.8%		2.8%		4,911.9	5,115.6
TOPIX (JP)		1,962.7	0.8%		0.8%		2.7%		1,899.5	1,975.9
Shanghai (CH)		3,781.4	1.1%		2.3%		0.4%		3,665.8	3,799.5
Hang Seng (HK)		29,288.2	1.4%		1.7%		0.4%		28,309.8	29,468.0
ASX 200 (AU)		7,308.0	0.4%		-0.8%		3.0%		7,045.9	7,386.2
SET (TH)		1,582.7	-0.2%		-1.9%		0.9%		1,551.9	1,636.6
SET50 (TH)		954.8	-0.1%		-1.7%		0.7%		934.8	990.8
Straits Times (SG)		3,121.6	0.1%		-0.7%		-1.4%		3,109.2	3,187.2
FTSE Malay (MY)		1,559.7	0.3%		-1.8%		-1.1%		1,555.7	1,597.9
JSX Index (ID)		6,022.4	0.2%		0.3%		3.6%		5,763.6	6,107.5
PSE Index (PH)		6,950.5	0.9%		1.4%		4.3%		6,196.7	6,976.7
Vn Index (VN)		1,390.1	0.8%		0.9%		6.6%		1,303.6	1,390.1

Sources: ttb analytics, CEIC

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

Important Disclosures

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