

## Eurodollar futures price in Fed hike by December 2022 after inflation spike

### Eurodollar futures price in Fed hike by December 2022 after inflation spike

The eurodollar futures market, which tracks short-term U.S. interest rate expectations over the next few years, is betting on a roughly 80% chance of a rate increase from the Federal Reserve by December 2022, after the release of stronger-than-expected inflation data. That was roughly a few months earlier than what the market previously estimated. Eurodollar futures contracts expiring by December 2022 showed an implied yield of 43 basis points in the afternoon session, equivalent to an 80% chance of a hike. Meanwhile, eurodollar futures contracts between March to June 2023 showed a 100% chance of a 25 basis-point hike by the Federal Reserve. The market sees a total of three hikes by December 2023.

### BOJ Kuroda warns of economic risks from spike in COVID-19 cases, new curbs

Bank of Japan Governor Haruhiko Kuroda on Thursday pledged to maintain steps to cushion the blow from the COVID-19 pandemic, warning that risks to the economic outlook were skewed down amid a resurgence of infections and new state of emergency curbs. Kuroda also reiterated that the BOJ will take a balanced approach to policymaking as it considers the side-effects of prolonged easing, such as the damage excessive falls in super-long bond yields could inflict on pension funds' margin. Kuroda stuck to the view the world's third largest economy was picking up momentum thanks to robust exports and output. Japan's economy is likely to have suffered a contraction in the first quarter and analysts expect any rebound to be modest in April-June.

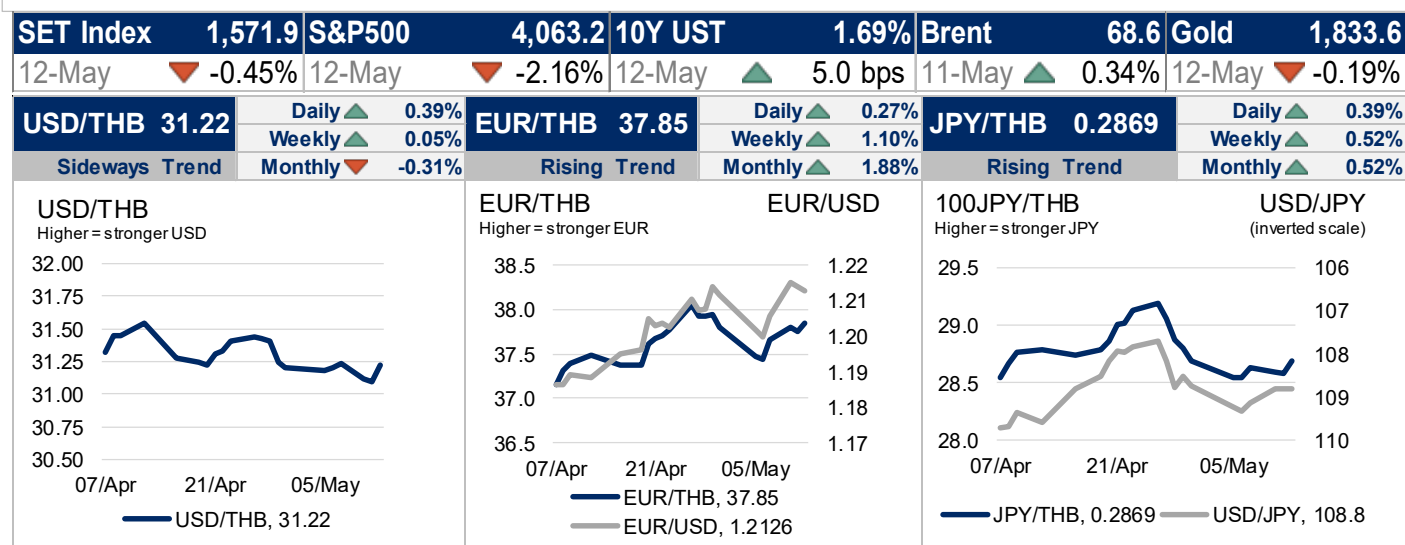
### UK house price gauge hits four-decade high – RICS

A measure of British house price inflation hit its highest level in four decades in April as buyers raced to take advantage of an extended tax break just as sellers retreated from the market, a survey showed on Thursday. The Royal Institution of Chartered Surveyors' gauge of house prices jumped in April to +75, its highest level since the 1970s, from +62 in March. Other indicators have also shown that a surge in the housing market was given fresh momentum by extending temporarily a cut to a tax on property purchases. RICS said new buyer demand was positive across every region for the first time this year. But new instructions from owners looking to sell slumped to -4 from +21 in March.

### Dollar Up, Boosted by Higher-than-Expected Consumer Prices and Rising Yields

The 10-year government bond yield (interpolated) on the previous trading day was 1.77, +0.00 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.805, -3.00 bps. LB29DA could be between 1.78-1.84. Meantime, the latest closed US 10-year bond yields was 1.69%, +5.00bps. USDTHB on the previous trading day closed around 31.10 Moving in a range from 31.28-31.34 this morning. USDTHB could be closed between 31.29-31.37 today. Meantime, The dollar was up on Thursday morning in Asia as rising U.S. Treasury yields and a bigger-than-expected rise in U.S. consumer prices accelerated fears about runaway inflation and lent support to the U.S. currency.

Sources : Bloomberg, CNBC, Investing, CEIC



















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




**Main Contributor**  
Kantaphon Amornrat  
(66) 2 991111 ext. 5191,  
kantaphon.amo@tmbbank.com

**ttb analytics** ttbanalytics@tmbbank.com  
Naris Sathapholdeja (66) 2 299 2494, naris.sat@tmbbank.com  
Kasem Hamchanpanich (66) 2 242 3265; kasem.har@tmbbank.com  
Supaporn Channarong (66) 2 242 3271, supaporn.cha@tmbbank.com

**Currency Market**

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		90.34	0.1%	-1.0%	-3.0%	90.25	93.27
EUR/USD		1.2126	-0.1%	0.9%	3.2%	1.1719	1.2149
USD/JPY		108.80	0.0%	-0.4%	-1.7%	107.71	110.67
USD/CHF		0.9048	0.5%	-0.9%	-4.1%	0.9005	0.9452
GBP/USD		1.4116	-0.1%	1.5%	2.1%	1.3693	1.4124
USD/CAD		1.2116	0.1%	-1.4%	-3.7%	1.2099	1.2623
AUD/USD		0.7810	-0.3%	1.1%	2.6%	0.7569	0.7845
NZD/USD		0.7239	-0.3%	1.0%	3.1%	0.6964	0.7275
ASEAN Dollar		108.32	0.2%	-0.4%	-1.2%	108.12	109.73
USD/THB		31.22	0.4%	0.1%	-0.5%	31.10	31.55
USD/SGD		1.3276	0.2%	-0.5%	-1.4%	1.3239	1.3466
USD/MYR		4.1266	0.4%	0.2%	-0.4%	4.0974	4.1456
USD/IDR		14,154	-0.1%	-1.5%	-2.2%	14,154	14,551
USD/PHP		47.85	0.0%	-0.3%	-1.6%	47.85	48.63
USD/CNY		6.4275	0.3%	-0.6%	-2.1%	6.4102	6.5680
USD/HKD		7.7658	0.1%	0.0%	-0.1%	7.7557	7.7828

**FX Swap Market and BoT's Reserves**

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.55	0.00
3-month		1.40	0.00
6-month		2.50	0.10






















Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		250,372	-62
Gold		11,228	512
SDR		1,418	-4
IMF Reserves		1,269	-4
Foreign Ccy		236,456	-565
Net Fwd Position		30,671	-760

Last update: 30/04/2021

**Foreign Fund Flows (THB.mn)**

Date	Equity	Bond	Total	
12/05/2021	-3,256	6,711	3,455	
11/05/2021	-2,024	140	-1,884	
10/05/2021	-3,233	-2,692	-5,924	
07/05/2021	3,282	105	3,387	
06/05/2021	1,178	7,694	8,872	
Last 5 days	-4,053	11,958	7,905	
	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -14,528	↑ 13,778	↓ -750
QTD	Quarter	↓ -17,887	↑ 46,692	↑ 28,805
YTD	Year	↓ -47,557	↑ 50,705	↑ 3,149

**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		0.07	0.07	0.08
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.08	0.08	0.09
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.11	0.11	0.12
2M		0.58	0.58	0.58	2M		0.32	0.22	0.41	2M		0.14	0.13	0.15
3M		0.62	0.62	0.62	3M		0.36	0.28	0.42	3M		0.18	0.17	0.20
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.21	0.20	0.22
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.28	0.28	0.29

Last Updated: 23/02/2021

Last Updated: 29/04/2021

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		<b>1.6900</b>	5.00		10.00		5.00		1.56	1.69
Gilt 10y		<b>0.8803</b>	2.38		-5.07		3.26		0.82	0.93
Bund 10y		<b>-0.1700</b>	3.00		4.00		15.00		-0.33	-0.16
JGB 10y		<b>0.0820</b>	0.50		-1.30		-1.60		0.07	0.12
TGB 1y		<b>0.4557</b>	0.21		1.04		-0.81		0.44	0.46
TGB 2y		<b>0.5194</b>	0.22		-0.57		1.86		0.46	0.54
TGB 5y		<b>1.0367</b>	0.16		0.31		-1.07		1.00	1.09
TGB 7y		<b>1.4081</b>	-0.72		0.13		-10.49		1.37	1.51
TGB 10y		<b>1.7737</b>	0.04		-0.30		-19.04		1.75	1.96
AAA Spread		<b>77.94</b>	0.30		0.64		-8.77		77.27	86.76
AA Spread		<b>75.05</b>	0.05		-0.84		2.23		70.88	75.90
A Spread		<b>187.68</b>	0.03		9.99		16.40		170.56	187.74
BBB Spread		<b>0.00</b>	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		<b>60.75</b>	-1.2%		-5.6%		-0.3%		58.31	67.93
London Gold		<b>1833.6</b>	-0.2%		3.1%		5.3%		1,728.1	1,837.2

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)		<b>4,063.2</b>	-2.1%		-2.5%		-1.9%		2,467.4	4,232.6
STOXX (EU)		<b>446.9</b>	2.0%		0.8%		2.0%		328.0	446.9
FTSE All-Share(UK)		<b>3,694.0</b>	-1.0%		-0.7%		2.0%		3,571.2	3,746.8
DAX (DE)		<b>15,150.2</b>	0.2%		-0.1%		-0.6%		14,856.5	15,459.8
CAC All-Tradable(FR)		<b>4,843.2</b>	0.1%		-0.9%		1.2%		4,766.5	4,926.9
TOPIX (JP)		<b>1,878.0</b>	-1.5%		-1.1%		-4.5%		1,878.0	1,983.5
Shanghai (CH)		<b>3,629.5</b>	0.6%		0.5%		-0.6%		3,560.0	3,650.8
Hang Seng (HK)		<b>28,231.0</b>	0.8%		-0.7%		-0.9%		28,013.8	29,303.3
ASX 200 (AU)		<b>7,044.9</b>	-0.7%		-0.7%		1.0%		6,974.0	7,172.8
SET (TH)		<b>1,571.9</b>	-0.4%		1.5%		-0.5%		1,541.1	1,596.3
SET50 (TH)		<b>952.6</b>	-0.5%		2.5%		-1.3%		929.6	976.1
Straits Times (SG)		<b>3,123.3</b>	-0.7%		-1.0%		-2.0%		3,123.3	3,221.6
FTSE Malay (MY)		<b>1,582.5</b>	0.3%		0.4%		-1.6%		1,575.7	1,623.5
JSX Index (ID)		<b>5,938.4</b>	-0.6%		-0.4%		-0.2%		5,927.4	6,086.3
PSE Index (PH)		<b>6,236.4</b>	-1.4%		-1.0%		-3.4%		6,236.4	6,545.2
Vn Index (VN)		<b>1,269.1</b>	1.0%		1.0%		2.8%		1,215.8	1,269.1

Sources: ttb analytics, CEIC

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

**Important Disclosures**

This document is issued by ttb analytics, a division of ttb Bank PCL. All analyses are based on information available to the public. Although the information contained herein is believed to be gathered from reliable sources, ttb makes no guarantee to its accuracy and completeness. ttb may have issued, and may in the future issue, other reports that are inconsistent with, and reach different conclusions from, the information presented in this report. Opinions or predictions expressed herein reflect the authors' views, not that of ttb, as of date of the analysis and are subject to change without notice. ttb shall not be responsible for the use of contents and its implication.