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U.S. economic output will hit a new high by the end of June, a return to the pre-pandemic peak far ahead of the dire predictions of last year, St. Louis Fed president James Bullard said. Real gross domestic product hit a high of \$19.2 trillion at the end of 2019. For the first three months of 2021 it was \$19 trillion on an annualized basis, putting the United States close to completing its recovery from the pandemic downturn, Bullard said, and "moving into the expansion phase of the business cycle." Jobs by contrast have lagged, with 8.2 million fewer people working than before the pandemic. Meantime, Fed's Waller on Thursday became the latest Fed governor to try and dampen expectations for central bank action to curb rising prices that he sees as "temporary."

ECB's Stournaras says Europe not facing same inflation worries as U.S.

Europe is not facing the kind of inflation concerns seen in the United States and the current mix of monetary and fiscal policy is appropriate, European Central Bank Governing Council member Yannis Stournaras said on Thursday. "I think both fiscal and monetary policy are the right mix," Stournaras told the Delphi Economic Forum in Athens. He said that despite signs that financial markets were predicting inflation, in Europe models showed that "we have not yet to worry about inflation or not to worry as perhaps in the United States."

Germany's 2021 election and why it matters to markets

It's rare for German elections to be exciting, market-moving events but the one on Sept. 26 may prove the exception if its outcome completes the transformation of a nation long wedded to austerity into a big spender. The election will end Angela Merkel's 16-year stint at the helm of Europe's biggest economy, and the Greens have a chance to become the leading party in national government for the first time in their 40-year history. The implications could range from more environment-focused spending to greater euro zone cohesion. German bond yields have risen since the Greens nominated their first candidate for chancellor because of increased election uncertainty and a perception that increased fiscal spending could be on the way.

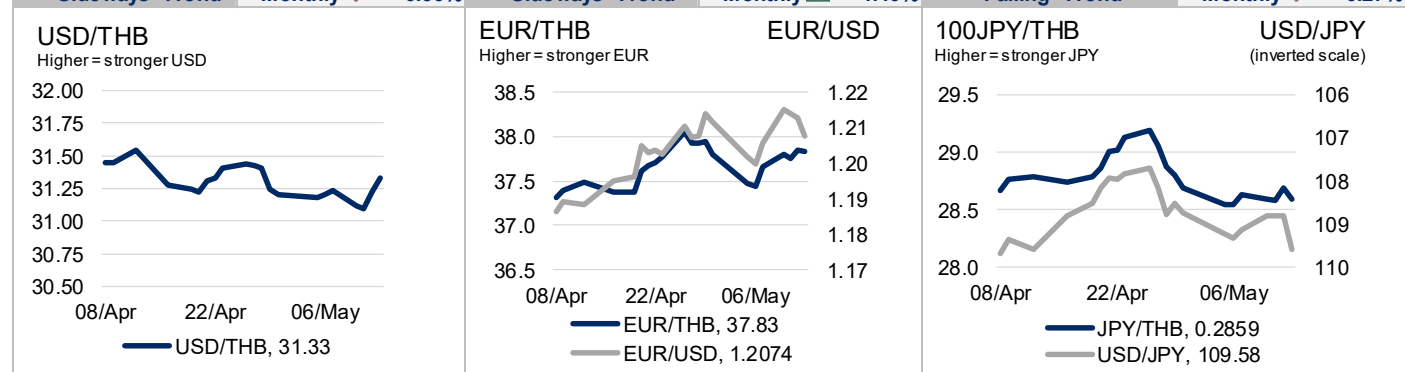
Dollar Up, but Inflation Set to Remain "Big Theme" Over Next Few Months

The 10-year government bond yield (interpolated) on the previous trading day was 1.79, +2.00 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.85, +4.50 bps. LB29DA could be between 1.83-1.87. Meantime, the latest closed US 10-year bond yields was 1.66%, -3.00bps. USDTHB on the previous trading day closed around 31.37 Moving in a range from 31.30-31.37 this morning. USDTHB could be closed between 31.32-31.39 today. Meantime, The dollar was up on Friday morning in Asia, set to post a weekly gain. Investors are now beginning to assess the risk that U.S. inflation will rise faster and prompt central bank interest rate hikes sooner than expected.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index 1,548.1	S&P500 4,112.5	10Y UST 1.66%	Brent 69.3	Gold 1,814.3
13-May ▼ -1.52%	13-May ▲ 1.21%	13-May ▼ -3.0 bps	12-May ▲ 1.12%	13-May ▼ -1.06%

USD/THB 31.33	Daily ▲ 0.37%	EUR/THB 37.83	Daily ▼ -0.06%	JPY/THB 0.2859	Daily ▼ -0.35%
Sideways Trend	Weekly ▲ 0.31%	Sideways Trend	Weekly ▲ 0.45%	Falling Trend	Weekly ▼ -0.11%
	Monthly ▼ -0.36%		Monthly ▲ 1.40%		Monthly ▼ -0.27%



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		90.76	0.5%	-0.6%	-1.7%	90.25	93.09
EUR/USD		1.2074	-0.4%	0.6%	1.8%	1.1748	1.2149
USD/JPY		109.58	0.7%	0.2%	-0.1%	107.71	110.64
USD/CHF		0.9087	0.4%	-0.6%	-2.4%	0.9005	0.9434
GBP/USD		1.4058	-0.4%	1.1%	1.7%	1.3693	1.4124
USD/CAD		1.2129	0.1%	-1.2%	-3.7%	1.2099	1.2623
AUD/USD		0.7727	-1.1%	-0.1%	0.9%	0.7603	0.7845
NZD/USD		0.7166	-1.0%	-0.6%	1.6%	0.7014	0.7275
ASEAN Dollar		108.24	0.2%	-0.2%	-0.6%	107.80	109.41
USD/THB		31.33	0.4%	0.4%	0.1%	31.10	31.55
USD/SGD		1.3333	0.4%	-0.2%	-0.4%	1.3239	1.3466
USD/MYR		4.1254	0.0%	0.1%	0.0%	4.0974	4.1435
USD/IDR		14,160	0.0%	-1.3%	-2.0%	14,154	14,551
USD/PHP		47.97	0.2%	-0.1%	-1.2%	47.85	48.63
USD/CNY		6.4441	0.3%	-0.4%	-1.4%	6.4102	6.5680
USD/HKD		7.7666	0.0%	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		0.65	0.10
3-month		1.50	0.10
6-month		2.50	0.00

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	
13/05/2021	-2,458	-2,489	-4,947	
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	
Last 5 days	-7,688	1,774	-5,914	
	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -16,986	↑ 11,289	↓ -5,697
QTD	Quarter	↓ -20,345	↑ 44,203	↑ 23,858
YTD	Year	↓ -50,015	↑ 48,216	↓ -1,799

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	0.08
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.07	0.07	0.09
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.10	0.10	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		0.16	0.16	0.20
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.20	0.20	0.22
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.27	0.27	0.29

Last Updated: 23/02/2021

Last Updated: 06/05/2021

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		1.6600	-3.00	8.00	2.00	1.56	1.69
Gilt 10y		0.9340	5.37	4.97	6.23	0.82	0.93
Bund 10y		-0.1700	3.00	4.00	15.00	-0.33	-0.16
JGB 10y		0.0980	1.60	0.70	-0.10	0.07	0.11
TGB 1y		0.4594	0.37	1.65	0.12	0.44	0.46
TGB 2y		0.5240	0.47	0.98	2.27	0.46	0.54
TGB 5y		1.0403	0.36	4.21	-1.45	1.00	1.09
TGB 7y		1.4184	1.04	4.86	-8.18	1.37	1.51
TGB 10y		1.7898	1.61	4.06	-14.61	1.75	1.96
AAA Spread		76.35	-1.58	-0.92	-10.16	76.35	86.72
AA Spread		74.81	-0.24	-1.06	2.17	70.88	75.90
A Spread		187.62	-0.06	9.91	16.05	170.56	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		1814.3	-1.1%	1.2%	5.0%	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)		4,112.5	1.2%	-2.1%	-0.3%	2,467.4	4,232.6
STOXX (EU)		446.3	1.9%	0.7%	1.7%	328.0	446.9
FTSE All-Share(UK)		3,694.0	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		15,199.7	0.3%	0.0%	-0.1%	14,856.5	15,459.8
CAC All-Tradable(FR)		4,844.9	0.0%	-1.1%	0.9%	4,766.5	4,926.9
TOPIX (JP)		1,849.0	-1.5%	-4.1%	-5.3%	1,849.0	1,967.4
Shanghai (CH)		3,594.7	-1.0%	-0.3%	-0.6%	3,560.0	3,650.3
Hang Seng (HK)		27,718.7	-1.8%	-3.2%	-4.1%	27,718.7	29,303.3
ASX 200 (AU)		6,982.7	-0.9%	-1.1%	-0.6%	6,974.0	7,172.8
SET (TH)		1,548.1	-1.5%	-1.5%	-0.5%	1,541.1	1,596.3
SET50 (TH)		938.3	-1.5%	-0.8%	-1.3%	929.6	976.1
Straits Times (SG)		3,123.3	-0.7%	-1.0%	-2.0%	3,123.3	3,221.6
FTSE Malay (MY)		1,582.5	0.3%	0.4%	-1.6%	1,575.7	1,623.5
JSX Index (ID)		5,938.4	-0.6%	-0.4%	-0.2%	5,927.4	6,086.3
PSE Index (PH)		6,236.4	-1.4%	-1.0%	-3.4%	6,236.4	6,545.2
Vn Index (VN)		1,262.0	-0.6%	0.9%	2.5%	1,215.8	1,269.1

Sources: ttb analytics, CEIC

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

Important Disclosures

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