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U.S. President Joe Biden will unveil the first detailed budget proposal of his term in office on May 28, a day later than originally planned, the White House said on Wednesday. No reason was given for the delay. The budget blueprint will cover the fiscal year starting in October. It will be the first exhaustive list of the programs Biden wants to expand or cut - from foreign aid to immigration and policing. At the conclusion of its previous meeting on April. 28, the FOMC kept its benchmark rate steady in a range of 0% to 0.25% and bond purchases steady at a \$120 billion monthly pace. But there are signs Fed members are growing comfortable with the idea of introducing the topic of bond purchase tapering at upcoming meetings should the economy continue to show improvement.

China must lift sanctions to save EU investment pact, EU parliament to say

China must remove its sanctions on European Union politicians and diplomats if Beijing wants a new investment accord with Brussels to be approved, EU lawmakers are set to say on Thursday according to a draft document seen by Reuters. Beijing's punitive measures, blocking travel to China and business with its companies, were imposed in March in response to Western sanctions against Chinese officials accused of the mass detentions of Muslim Uyghurs in northwestern China. EU lawmakers say the Chinese sanctions are not based on international law, while the bloc's measures tackle abuses of human rights upheld in United Nations treaties. Beijing denies any wrongdoing.

ECB's de Guindos says credit still cheap, cautious on stimulus withdrawal

Euro zone borrowers can still finance themselves cheaply despite a recent rise in bond yields, but the European Central Bank should be cautious in removing support for the debt market, ECB Vice President Luis de Guindos said on Wednesday. With infections falling and the euro zone's economy slowly reopening, investors have begun to factor in a reduction in the pace of ECB bond purchases, causing borrowing costs on financial markets to rise in recent weeks. De Guindos said the present level of bond yields was still conducive to "favourable" financing conditions - ECB-speak for a level of borrowing costs it is comfortable with. But he repeated his call for erring on the side of caution when it comes to withdrawing monetary stimulus. The ECB's Governing Council will decide on June 10.

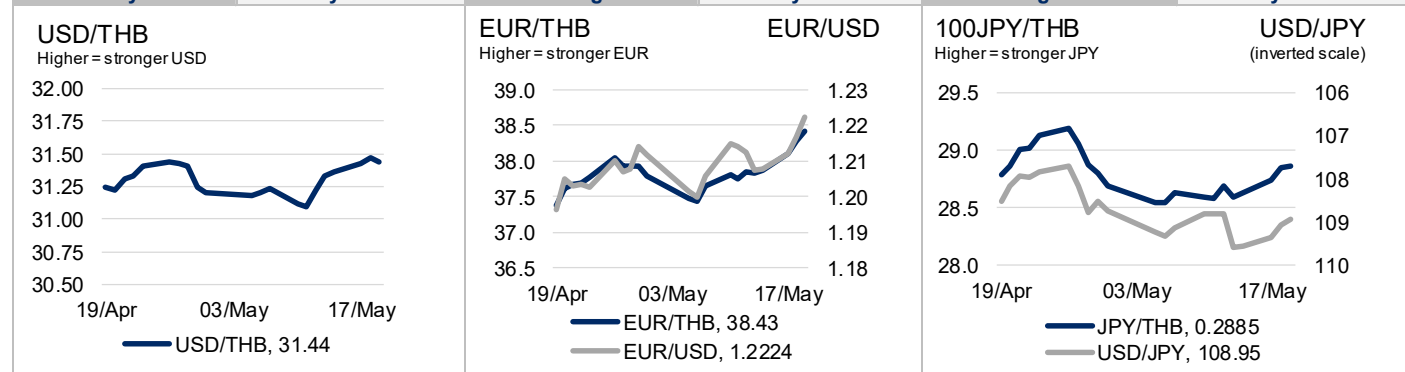
Dollar bounces after Fed minutes revives tapering discussion

The 10-year government bond yield (interpolated) on the previous trading day was 1.82, +5.00 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.84, +5.50 bps. LB31DA could be between 1.83-1.87. Meantime, the latest closed US 10-year bond yields was 1.68%, +4.00bps. USDTHB on the previous trading day closed around 31.46 Moving in a range from 31.36-31.43 this morning. USDTHB could be closed between 31.32-31.40 today. Meantime, The dollar bounced off three-month lows against European currencies on Thursday after minutes from the Federal Reserve's last policy meeting revealed there was more talk of tapering their bond purchase than investors had thought.

Sources : Bloomberg, CNBC, Investina, CEIC

SET Index	1,562.2	S&P500	4,115.7	10Y UST	1.68%	Brent	68.7	Gold	1,860.0
19-May	▼ -0.29%	19-May	▼ -0.29%	19-May	▲ 4.0 bps	18-May	▼ -1.09%	19-May	▼ -0.40%

USD/THB	31.44	Daily	▼ -0.09%	EUR/THB	38.43	Daily	▲ 0.37%	JPY/THB	0.2885	Daily	▲ 0.02%
		Weekly	▲ 0.33%			Weekly	▲ 1.56%			Weekly	▲ 0.91%
Sideways Trend		Monthly	▲ 0.62%	Rising Trend		Monthly	▲ 2.78%	Rising Trend		Monthly	▲ 0.22%



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		89.81	-0.3%	-0.6%	-2.2%	89.81	92.30
EUR/USD		1.2224	0.5%	0.8%	2.3%	1.1883	1.2224
USD/JPY		108.95	-0.1%	0.1%	0.1%	107.71	109.59
USD/CHF		0.8983	-0.4%	-0.7%	-2.7%	0.8983	0.9262
GBP/USD		1.4189	0.1%	0.5%	3.1%	1.3693	1.4189
USD/CAD		1.2079	0.3%	-0.3%	-3.8%	1.2045	1.2608
AUD/USD		0.7778	-0.1%	-0.4%	0.6%	0.7603	0.7845
NZD/USD		0.7229	-0.1%	-0.1%	1.0%	0.7023	0.7275
ASEAN Dollar		108.66	-0.1%	0.3%	-0.6%	108.09	109.69
USD/THB		31.44	-0.1%	0.7%	0.5%	31.10	31.55
USD/SGD		1.3296	-0.2%	0.2%	-0.5%	1.3239	1.3427
USD/MYR		4.1261	0.1%	0.0%	-0.1%	4.0974	4.1377
USD/IDR		14,252	-0.1%	0.7%	-2.1%	14,154	14,551
USD/PHP		47.82	-0.1%	-0.1%	-1.3%	47.82	48.63
USD/CNY		6.4154	-0.1%	-0.2%	-1.7%	6.4102	6.5515
USD/HKD		7.7614	0.0%	-0.1%	-0.1%	7.7557	7.7797

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.55	-0.05
3-month		1.38	0.03
6-month		2.38	0.00

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		252,088	1716
Gold		12,115	887
SDR		1,427	9
IMF Reserves		1,277	8
Foreign Ccy		237,269	813
Net Fwd Position		31,001	330

Last update: 07/05/2021

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
19/05/2021	-2,395	-2,609	-5,003	
18/05/2021	-1,746	-5,312	-7,058	
17/05/2021	-382	-3,903	-4,284	
14/05/2021	-2,259	-2,948	-5,207	
13/05/2021	-2,458	-2,489	-4,947	
Last 5 days	-9,240	-17,260	-26,499	
	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -23,768	↓ -3,481	↓ -27,249
QTD	Quarter	↓ -27,127	↑ 29,433	↑ 2,306
YTD	Year	↓ -56,797	↑ 33,446	↓ -23,351

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	0.09	0.12
2M		0.58	0.58	0.58	2M		0.32	0.22	0.41	2M		0.13	0.13	0.15
3M		0.62	0.62	0.62	3M		0.36	0.28	0.42	3M		0.15	0.15	0.20
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.19	0.19	0.22
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.26	0.26	0.29

Last Updated: 23/02/2021

Last Updated: 12/05/2021

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		1.6800	4.00		-1.00		10.00		1.57	1.69
Gilt 10y		0.9677	0.15		8.74		15.04		0.82	1.00
Bund 10y		-0.1100	2.00		6.00		16.00		-0.27	-0.11
JGB 10y		0.0770	-0.50		-0.50		-1.20		0.07	0.11
TGB 1y		0.4604	0.19		0.47		0.99		0.44	0.46
TGB 2y		0.5306	1.28		1.12		3.40		0.46	0.54
TGB 5y		1.0712	3.55		3.45		1.71		1.00	1.09
TGB 7y		1.4477	5.41		3.96		-3.25		1.37	1.49
TGB 10y		1.8258	5.42		5.20		-7.65		1.75	1.92
AAA Spread		74.25	-0.10		-3.68		-12.06		74.25	86.72
AA Spread		71.79	-0.04		-3.26		-0.66		70.88	75.90
A Spread		180.19	-0.10		-7.49		5.94		171.05	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		1860.0	-0.4%		1.4%		4.0%		1,748.0	1,867.4

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)		4,115.7	-0.3%		1.3%		-0.5%		2,467.4	4,232.6
STOXX (EU)		444.7	0.1%		1.5%		2.1%		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)		15,113.6	-1.8%		-0.2%		-0.1%		14,856.5	15,459.8
CAC All-Tradable(FR)		4,823.7	-1.4%		-0.4%		1.2%		4,768.5	4,926.9
TOPIX (JP)		1,895.2	-0.7%		0.9%		-2.9%		1,849.0	1,960.9
Shanghai (CH)		3,680.1	-0.5%		1.4%		3.3%		3,560.0	3,699.0
Hang Seng (HK)		28,593.8	1.4%		2.1%		-1.8%		27,718.7	29,303.3
ASX 200 (AU)		6,931.7	-1.9%		-1.6%		-1.2%		6,931.7	7,172.8
SET (TH)		1,562.2	-0.3%		-0.6%		0.9%		1,541.1	1,590.5
SET50 (TH)		943.5	-0.6%		-1.0%		-0.3%		929.6	964.6
Straits Times (SG)		3,104.2	-1.2%		-1.3%		-3.3%		3,055.0	3,221.6
FTSE Malay (MY)		1,580.5	-0.7%		-0.2%		-1.7%		1,575.7	1,623.5
JSX Index (ID)		5,760.6	-1.3%		-2.8%		-5.2%		5,760.6	6,086.3
PSE Index (PH)		6,245.7	0.0%		-1.3%		-3.3%		6,236.4	6,540.0
Vn Index (VN)		1,262.5	0.8%		-0.5%		1.2%		1,215.8	1,269.1

Sources: ttb analytics, CEIC

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

Important Disclosures

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