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U.S. consumers' expectations for inflation over the medium term rose to an eight-year high in May, according to a Federal Reserve Bank of New York survey. The median survey respondent anticipated an inflation rate of 3.6% in three years, up from 3.1% in April. The reading marked the highest level since August 2013, while short-term expectations, over one year, reached a record. Fed officials may discuss the data points at this week's Federal Open Market Committee meeting, in which they will debate the U.S. central bank's next steps for monetary policy. They follow measures of inflation expectations closely because they believe them to be key determinants of actual inflation. Expected inflation one year ahead rose to 4% in May from 3.4% the month before, the New York Fed data showed.

EU starts sale of first bond backing recovery fund

The European Union on Monday began selling the first bond backing its recovery fund, according to a lead manager. The sale of the 10-year bond is the start of up to 800 billion euros of debt issuance between now and 2026 that will back grants and loans to member states - an unprecedented act of fiscal solidarity on the EU's part that may transform it into a leading European borrower. It will build on 90 billion euros of EU issuance backing the SURE unemployment scheme, another support programme, since last October, which had already given the EU a significant presence in the 27-member bloc's debt markets. The recovery fund debt, given its much larger scale than SURE, is expected to boost the liquidity of the EU's debt and see continued interest from investors keen to buy scarce Triple A rated debt, which also offers a yield pick-up over the bloc's benchmark issuer Germany.

U.K.'s Boris Johnson Delays End of England's Lockdown as Cases Surge

Prime Minister Boris Johnson pushed back his plan to lift England's coronavirus restrictions for at least another four weeks to try to prevent "thousands" more deaths and a surge in hospitalizations. The government was forced to act after modeling showed hospital admissions could reach similar levels to the pandemic's first wave of infections in spring 2020 -- a peak of 3,099 a day -- if Johnson stuck to his schedule to end social-distancing rules on June 21. In a televised press conference on Monday, Johnson said he had no choice but to delay his plan until July 19 at the earliest, to allow more people to get their second vaccine dose. The government is expected to put the delay to a debate and vote on Wednesday in Parliament, where Johnson is likely to face anger from Conservative colleagues for backtracking on what they dubbed "Freedom Day."

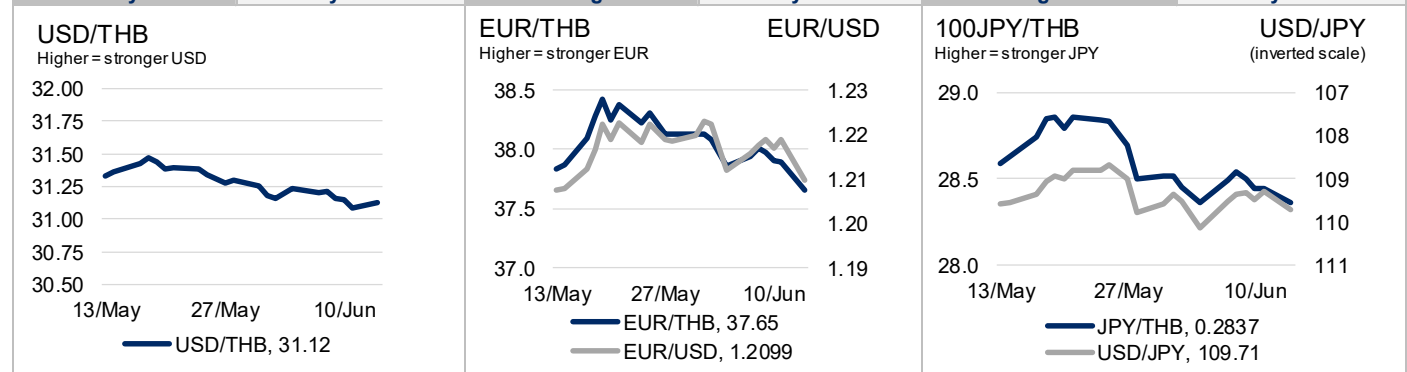
Dollar hovers near one-month high with market frozen before Fed test

The 10-year government bond yield (interpolated) on the previous trading day was 1.83, +3.00 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.815, +2.00 bps. LB31DA could be between 1.79-1.84. Meantime, the latest closed US 10-year bond yields was 1.51%, +4.00bps. USDTHB on the previous trading day closed around 31.12 Moving in a range from 31.08-31.14 this morning. USDTHB could be closed between 31.06-31.16 today. Meantime, The dollar hovered below a one-month high compared with major peers on Tuesday ahead of a much-anticipated Federal Reserve meeting that could signal a change in the outlook for U.S. monetary policy.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index	1,633.1	S&P500	4,255.2	10Y UST	1.51%	Brent	72.9	Gold	1,859.8
14-Jun	▼ -0.21%	14-Jun	▲ 0.18%	14-Jun	▲ 4.0 bps	11-Jun	▲ 0.45%	14-Jun	▼ -1.72%

USD/THB	31.12	Daily	▲ 0.11%	EUR/THB	37.65	Daily	▼ -0.62%	JPY/THB	0.2837	Daily	▼ -0.28%
		Weekly	▼ -0.29%			Weekly	▼ -0.93%			Weekly	▼ -0.60%
Sideways	Trend	Monthly	▼ -0.68%	Falling	Trend	Monthly	▼ -0.48%	Falling	Trend	Monthly	▼ -0.80%



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		90.57	0.7%	0.4%	0.3%	89.78	90.76
EUR/USD		1.2099	-0.7%	-0.5%	-0.2%	1.2074	1.2228
USD/JPY		109.71	0.4%	0.2%	0.8%	108.69	110.12
USD/CHF		0.8987	0.6%	-0.1%	-0.7%	0.8934	0.9087
GBP/USD		1.4111	-0.5%	-0.2%	0.0%	1.4033	1.4238
USD/CAD		1.2162	0.6%	0.6%	0.4%	1.2045	1.2174
AUD/USD		0.7703	-0.7%	-0.4%	-1.4%	0.7663	0.7845
NZD/USD		0.7138	-0.8%	-0.9%	-1.4%	0.7138	0.7281
ASEAN Dollar		107.79	0.1%	-0.3%	-0.2%	107.72	108.66
USD/THB		31.12	0.1%	-0.3%	-0.3%	31.09	31.47
USD/SGD		1.3262	0.4%	0.1%	-0.1%	1.3191	1.3355
USD/MYR		4.1128	0.0%	-0.4%	-0.3%	4.1049	4.1420
USD/IDR		14,138	-0.4%	-1.0%	-0.1%	14,138	14,370
USD/PHP		47.77	0.2%	0.1%	-0.2%	47.66	48.13
USD/CNY		6.3887	0.3%	0.0%	-0.6%	6.3524	6.4441
USD/HKD		7.7565	0.1%	0.0%	-0.1%	7.7503	7.7693

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.30	0.00
3-month		1.25	0.00
6-month		2.40	-0.10

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	
14/06/2021	-325	1,313	988	
11/06/2021	1,570	701	2,271	
10/06/2021	-1,644	2,313	669	
09/06/2021	2,847	8,872	11,719	
08/06/2021	2,011	991	3,001	
Last 5 days	4,458	14,189	18,648	
	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 7,122	↑ 22,823	↑ 29,945
QTD	Quarter	↓ -29,422	↑ 55,863	↑ 26,440
YTD	Year	↓ -59,092	↑ 59,876	↑ 784

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	0.07
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.06	0.06	0.08
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.08	0.08	0.11
2M		0.58	0.58	0.58	2M		0.32	0.22	0.41	2M		0.12	0.11	0.15
3M		0.62	0.62	0.63	3M		0.36	0.28	0.42	3M		0.12	0.12	0.18
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.16	0.16	0.21
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.24	0.24	0.28

Last Updated: 23/02/2021

Last Updated: 07/06/2021

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		1.5100	4.00		-6.00		-15.00		1.45	1.69
Gilt 10y		0.8575	2.09		-7.77		-7.65		0.84	1.00
Bund 10y		-0.2900	-5.00		-10.00		-12.00		-0.29	-0.09
JGB 10y		0.0450	0.50		-3.90		-4.20		0.04	0.10
TGB 1y		0.4789	0.20		0.20		2.33		0.45	0.48
TGB 2y		0.5160	0.01		-0.83		-0.33		0.52	0.53
TGB 5y		0.9829	-0.13		-6.65		-5.37		0.98	1.10
TGB 7y		1.3975	0.22		-4.56		-1.05		1.39	1.50
TGB 10y		1.8287	2.10		-3.54		5.49		1.77	1.88
AAA Spread		71.71	0.08		-0.39		-6.23		69.75	77.94
AA Spread		84.12	7.14		12.43		9.06		67.99	84.12
A Spread		184.21	0.51		0.24		-3.47		177.53	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		1859.8	-1.7%		-1.2%		2.5%		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)		4,255.2	0.2%		0.7%		1.9%		2,467.4	4,255.2
STOXX (EU)		455.0	-0.6%		0.0%		2.3%		328.0	457.6
FTSE All-Share(UK)		3,694.0	-1.0%		-0.7%		2.0%		3,571.2	3,746.8
DAX (DE)		15,693.3	0.8%		0.0%		3.6%		15,113.6	15,693.3
CAC All-Tradable(FR)		5,090.5	0.3%		1.2%		3.5%		4,823.7	5,090.5
TOPIX (JP)		1,959.8	0.3%		-0.1%		4.1%		1,849.0	1,962.7
Shanghai (CH)		3,762.7	-0.6%		-0.1%		4.7%		3,594.7	3,799.5
Hang Seng (HK)		28,842.1	0.4%		-0.3%		2.2%		27,718.7	29,468.0
ASX 200 (AU)		7,312.3	0.1%		0.2%		4.7%		6,931.7	7,312.3
SET (TH)		1,633.1	-0.2%		1.3%		3.9%		1,548.1	1,636.6
SET50 (TH)		988.4	-0.2%		1.6%		3.8%		934.8	990.8
Straits Times (SG)		3,153.1	-0.2%		-0.7%		1.0%		3,055.0	3,187.2
FTSE Malay (MY)		1,582.5	0.5%		0.3%		-0.1%		1,562.2	1,597.9
JSX Index (ID)		6,080.4	-0.2%		0.2%		2.6%		5,760.6	6,107.5
PSE Index (PH)		6,917.5	0.1%		2.3%		10.3%		6,164.9	6,917.5
Vn Index (VN)		1,361.7	0.7%		0.2%		7.5%		1,252.7	1,374.1

Sources: ttb analytics, CEIC

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

Important Disclosures

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