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A period of high inflation in the United States may last longer than anticipated, two U.S. Federal Reserve officials said on Wednesday, prompting one to pull forward his views on when the central bank should start raising interest rates. Atlanta Fed President Raphael Bostic said with growth surging to an estimated 7% this year and inflation well above the Fed's 2% target, he now expects interest rates will need to rise in late 2022. Both Bostic and Fed Governor Michelle Bowman on Wednesday said that while they largely agree recent price increases will prove temporary, they also feel it may take longer than anticipated for them to fade. "Temporary is going to be a little longer than we expected initially ... Rather than it being two to three months it may be six to nine months," Bostic said.

Yellen says without debt limit hike, U.S. could face August default risk

U.S. Treasury Secretary Janet Yellen on Wednesday urged Congress to raise or suspend the federal debt limit as soon as possible, warning that if lawmakers fail to act, the United States could face a serious risk of default as soon as August. The Treasury in the past has been able to stave off potential default for several months by employing extraordinary measures such as suspending contributions to government employee pension funds, but spending on COVID-19 relief programs has added uncertainty to government cash flows. These measures could be exhausted in August, when Congress takes its traditional summer recess, she said.

Rising inflation puts Bank of England on the spot

The Bank of England will say on Thursday whether it is worried about a recent jump in inflation, which broke above the central bank's 2% target and looks set to climb higher as Britain reawakens its economy from its coronavirus slumber. The BoE is expected to leave its benchmark rate at an all-time low of 0.1% and press on with its 895 billion-pound (\$1.25 trillion) bond-buying programme when it announces its June policy decision at 1100 GMT. But investors are watching to see if any other Monetary Policy Committee members join Chief Economist Andy Haldane who is likely to vote again to scale back the bond-buying programme at his final meeting before leaving the BoE.

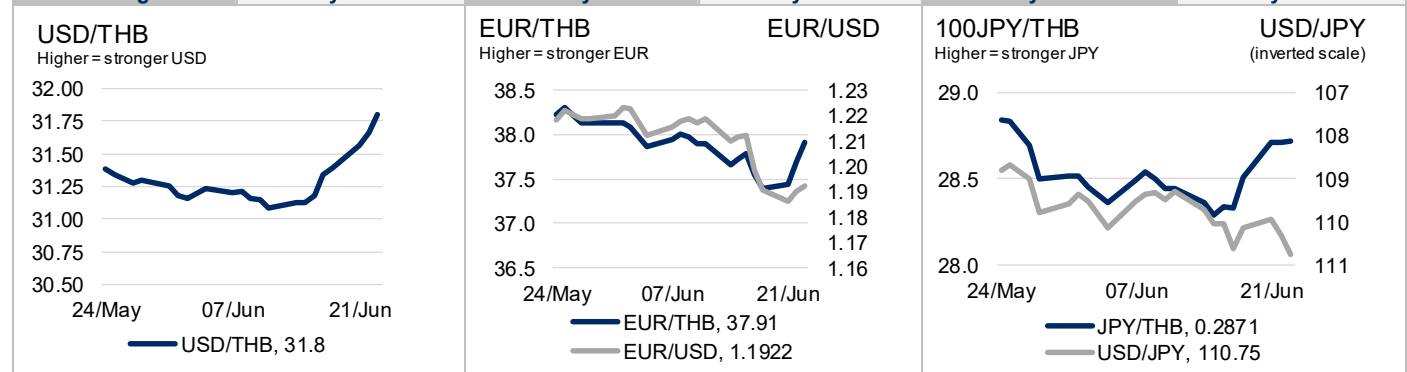
Dollar Up, Investors Digest Mixed Comments on Inflation from Fed Officials

The 10-year government bond yield (interpolated) on the previous trading day was 1.85, +0.00 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.80, -3.00 bps. LB31DA could be between 1.77-1.83. Meantime, the latest closed US 10-year bond yields was 1.50%, +2.00bps. USDTHB on the previous trading day closed around 31.85 Moving in a range from 31.80-31.90 this morning. USDTHB could be closed between 31.85-31.95 today. Meantime, The dollar was up on Thursday morning in Asia as investors digested mixed signals from U.S. Federal Reserve officials regarding the timeline of stimulus measures changes.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index	1,592.1	S&P500	4,246.4	10Y UST	1.50%	Brent	74.8	Gold	1,782.9
23-Jun	▼ -0.45%	22-Jun	▲ 0.51%	23-Jun	▲ 2.0 bps	22-Jun	▼ -0.12%	23-Jun	▲ 0.21%

USD/THB	31.80	Daily	▲ 0.44%	EUR/THB	37.91	Daily	▲ 0.61%	JPY/THB	0.2871	Daily	▲ 0.03%
		Weekly	▲ 1.47%			Weekly	▲ 0.97%			Weekly	▲ 1.36%
Rising Trend		Monthly	▲ 1.34%	Sideways Trend		Monthly	▼ -0.83%	Sideways Trend		Monthly	▼ -0.44%



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		91.85	-0.1%	1.4%	2.3%	89.78	92.29
EUR/USD		1.1922	0.2%	-1.6%	-2.5%	1.1861	1.2228
USD/JPY		110.75	0.4%	0.6%	1.8%	108.69	110.75
USD/CHF		0.9194	0.0%	2.3%	2.4%	0.8934	0.9224
GBP/USD		1.3936	0.2%	-1.0%	-1.7%	1.3812	1.4238
USD/CAD		1.2322	-0.5%	1.1%	2.0%	1.2051	1.2464
AUD/USD		0.7538	0.3%	-2.0%	-2.8%	0.7499	0.7778
NZD/USD		0.7004	0.4%	-1.8%	-2.5%	0.6955	0.7281
ASEAN Dollar		109.82	0.3%	1.5%	0.9%	107.92	109.82
USD/THB		31.80	0.4%	2.0%	1.3%	31.09	31.80
USD/SGD		1.3455	0.1%	1.4%	1.1%	1.3191	1.3455
USD/MYR		4.1608	0.4%	1.1%	0.5%	4.1117	4.1608
USD/IDR		14,390	0.2%	1.3%	0.1%	14,138	14,390
USD/PHP		48.82	0.3%	1.5%	2.0%	47.66	48.82
USD/CNY		6.4735	0.3%	1.3%	0.8%	6.3524	6.4735
USD/HKD		7.7645	0.0%	0.1%	0.0%	7.7503	7.7671

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.20	0.00
3-month		1.03	0.02
6-month		2.00	-0.15

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		250,378	-1183
Gold		14,734	-105
SDR		1,426	-3
IMF Reserves		1,276	-3
Foreign Ccy		232,942	-1073
Net Fwd Position		32,931	1090

Last update: 11/06/2021

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
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	
18/06/2021	-2,250	2,149	-101	
17/06/2021	-2,888	-965	-3,853	
Last 5 days	-9,828	5,173	-4,655	
	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -4,629	↑ 32,279	↑ 27,649
QTD	Quarter	↓ -41,174	↑ 65,319	↑ 24,144
YTD	Year	↓ -70,843	↑ 69,332	↓ -1,512





















































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	0.06
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.06	0.06	0.07
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.08	0.07	0.10
2M		0.58	0.58	0.58	2M		0.32	0.22	0.41	2M		0.11	0.10	0.13
3M		0.62	0.62	0.63	3M		0.36	0.28	0.42	3M		0.12	0.12	0.16
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.15	0.15	0.19
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.23	0.23	0.27

Last Updated: 23/02/2021









Last Updated: 16/06/2021

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		1.5000	2.00		-7.00		-11.00		1.45	1.63
Gilt 10y		0.8569	0.62		1.95		-8.71		0.81	0.96
Bund 10y		-0.1600	5.00		10.00		-4.00		-0.29	-0.09
JGB 10y		0.0630	0.00		0.70		-1.50		0.04	0.09
TGB 1y		0.4819	0.11		0.25		2.42		0.46	0.48
TGB 2y		0.5170	0.00		-0.08		-1.54		0.52	0.53
TGB 5y		0.8768	-0.57		-5.38		-18.87		0.88	1.10
TGB 7y		1.3173	-1.26		-5.17		-13.05		1.32	1.50
TGB 10y		1.8505	-0.28		2.11		-0.62		1.81	1.88
AAA Spread		71.99	0.64		0.38		-2.33		69.75	74.32
AA Spread		82.82	0.01		-1.57		11.38		67.99	84.63
A Spread		183.37	0.00		0.19		3.17		177.53	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		1782.9	0.2%		-4.0%		-5.0%		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)		4,246.4	0.5%		0.0%		1.2%		2,467.4	4,255.2
STOXX (EU)		459.8	1.1%		0.2%		2.9%		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)		15,636.3	0.2%		-0.6%		1.3%		15,113.6	15,729.5
CAC All-Tradable(FR)		5,029.0	-0.9%		-1.6%		2.4%		4,909.3	5,115.6
TOPIX (JP)		1,949.1	-0.5%		-1.4%		1.5%		1,899.5	1,975.9
Shanghai (CH)		3,738.1	0.2%		1.4%		2.0%		3,654.5	3,799.5
Hang Seng (HK)		28,817.1	1.8%		1.3%		1.4%		28,309.8	29,468.0
ASX 200 (AU)		7,298.5	-0.6%		-1.2%		3.6%		7,019.6	7,386.2
SET (TH)		1,592.1	-0.4%		-2.0%		2.6%		1,551.9	1,636.6
SET50 (TH)		959.0	-0.3%		-2.2%		2.3%		934.8	990.8
Straits Times (SG)		3,118.6	0.3%		-0.7%		-0.2%		3,109.2	3,187.2
FTSE Malay (MY)		1,564.8	-0.6%		-0.9%		0.2%		1,562.2	1,597.9
JSX Index (ID)		6,034.5	-0.9%		-0.7%		4.5%		5,760.6	6,107.5
PSE Index (PH)		6,918.4	0.7%		-0.8%		11.6%		6,164.9	6,976.7
Vn Index (VN)		1,376.9	-0.2%		1.5%		5.2%		1,283.9	1,380.0

Sources: ttb analytics, CEIC

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

Important Disclosures

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