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U.S. President Joe Biden's advisers are considering recommending Jerome Powell for a second term as Federal Reserve chair with Lael Brainard as chief regulator, Bloomberg News reported on Thursday. Biden is yet to weigh in on Fed personnel decisions and a decision by him is not expected until fall. Bloomberg has previously reported that Powell has the backing of Treasury Secretary Janet Yellen to remain as chair. Meantime, in Jackson Hole, "Powell is likely to say that the economy has made good progress and that if it continues down the recent path, tapering might start around year-end and proceed gradually," Cornerstone Macro analysts said. Powell is likely to draw a distinction between tapering and raising policy rates, "which would require more concrete long-term inflation concerns," according to Standard Chartered's Analyst.

**Bridgewater's Jensen Says Fed Taper Will Be Faster Than Expected**

The Federal Reserve will likely taper its asset purchases faster than the markets expect, and interest rates will rise more quickly as well, according to Greg Jensen of Bridgewater Associates, the world's largest hedge fund. "The economy is going to pull the Fed," Jensen, the firm's CIO, said on Thursday. "There's certainly inflation well above their target and we think it will continue to accelerate if the Fed doesn't move." "The biggest arbitrage you can take in the world right now is take what the policy makers are giving you," Jensen said. "They're giving you incredibly low interest rates relative to high nominal GDP growth." Meantime, Two Fed officials made hawkish comments this week urging the central bank to start tapering its asset-purchase program. Fed Chair Jerome Powell has struck a more patient tone and will give his take on the policy outlook Friday in Jackson Hole.

**China cbank makes biggest weekly cash injection into banking system since Feb**

China's central bank increased its short-term fund injection this week by offering the most cash on a net basis in nearly seven months to meet higher cash demand towards the month-end. The People's Bank of China (PBOC) said it offered 50 billion yuan (\$7.71 billion) through seven-day reverse repos into the banking system on Friday for the third straight session. Previously, the PBOC usually only injected a minimal 10 billion yuan during the month. The central bank attributed the higher daily injection to "maintain stable liquidity conditions at the end of the month". For the week, the PBOC has injected a net 120 billion yuan into the banking system, the largest weekly injection since the start of February.

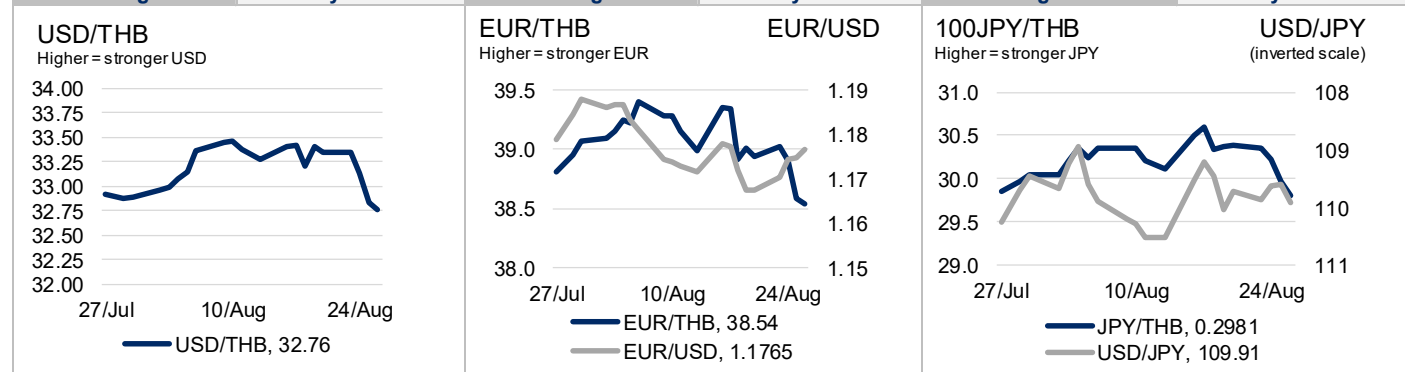
**Dollar Down as Investors Digest Hawkish Fed Comments Ahead of Jackson Hole**

The 10-year government bond yield (interpolated) on the previous trading day was 1.60, +0.00 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.61, +3.00 bps. LB31DA could be between 1.59 -1.64. Meantime, the latest closed US 10-year bond yields was 1.34%, -1.00bps. USDTHB on the previous trading day closed around 32.74 Moving in a range from 32.62-32.83 this morning. USDTHB could be closed between 32.62-32.72 today. Meantime, The dollar was down on Friday morning in Asia, with investors digesting hawkish comments from some U.S. Federal Reserve officials ahead of Chairman Jerome Powell's speech at the Jackson Hole symposium later in the day.

Sources : Bloomberg, CNBC, Investing, CEIC

<b>SET Index</b>	<b>1,601.9</b>	<b>S&amp;P500</b>	<b>4,470.0</b>	<b>10Y UST</b>	<b>1.34%</b>	<b>Brent</b>	<b>72.3</b>	<b>Gold</b>	<b>1,783.8</b>
26-Aug	▲ 0.09%	26-Aug	▼ -0.58%	26-Aug	▼ -1.0 bps	25-Aug	▲ 1.67%	26-Aug	▼ -0.61%

<b>USD/THB</b>	<b>32.76</b>	<b>Daily</b>	▼ -0.24%	<b>EUR/THB</b>	<b>38.54</b>	<b>Daily</b>	▼ -0.09%	<b>JPY/THB</b>	<b>0.2981</b>	<b>Daily</b>	▼ -0.52%
		<b>Weekly</b>	▼ -1.78%			<b>Weekly</b>	▼ -1.03%			<b>Weekly</b>	▼ -1.96%
<b>Falling Trend</b>		<b>Monthly</b>	▼ -0.49%	<b>Falling Trend</b>		<b>Monthly</b>	▼ -0.69%	<b>Falling Trend</b>		<b>Monthly</b>	▼ -0.18%



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		92.86	-0.1%	-0.6%	0.1%	91.95	93.58
EUR/USD		1.1765	0.1%	0.8%	-0.1%	1.1676	1.1879
USD/JPY		109.91	0.3%	-0.1%	-0.2%	108.95	110.53
USD/CHF		0.9142	0.1%	-0.5%	-0.5%	0.9036	0.9246
GBP/USD		1.3759	0.2%	0.3%	-0.1%	1.3619	1.3956
USD/CAD		1.2607	0.0%	-0.7%	0.4%	1.2461	1.2846
AUD/USD		0.7266	0.3%	0.9%	-1.6%	0.7138	0.7397
NZD/USD		0.6962	0.3%	1.6%	-0.3%	0.6819	0.7048
ASEAN Dollar		108.88	-0.1%	-1.0%	-0.5%	108.88	110.01
USD/THB		32.76	-0.2%	-1.9%	-0.5%	32.76	33.47
USD/SGD		1.3521	-0.1%	-0.8%	-0.4%	1.3497	1.3669
USD/MYR		4.1923	-0.4%	-1.1%	-0.7%	4.1923	4.2428
USD/IDR		14,403	0.4%	-0.1%	-0.2%	14,279	14,478
USD/PHP		49.83	-0.4%	-1.4%	-0.6%	49.75	50.67
USD/CNY		6.4673	0.1%	-0.3%	0.1%	6.4498	6.4948
USD/HKD		7.7785	0.1%	-0.2%	0.1%	7.7679	7.7936

## FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.15	0.15
3-month		0.70	-0.05
6-month		1.50	-0.20

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		243,957	-1278
Gold		13,968	131
SDR		1,410	2
IMF Reserves		1,262	2
Foreign Ccy		227,318	-1413
Net Fwd Position		30,330	-360

Last update: 13/08/2021

## Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
26/08/2021	-344	6,590	6,247	
25/08/2021	3,607	21,020	24,626	
24/08/2021	1,358	406	1,764	
23/08/2021	2,782	-1,932	849	
20/08/2021	-2,573	-1,559	-4,132	
<b>Last 5 days</b>	<b>4,830</b>	<b>24,525</b>	<b>29,355</b>	
	<b>Period-to-date</b>	<b>Equity</b>	<b>Bond</b>	<b>Total</b>
MTD	Month	↓ -6,524	↑ 41,813	↑ 35,289
QTD	Quarter	↓ -23,544	↑ 51,097	↑ 27,553
YTD	Year	↓ -99,806	↑ 131,713	↑ 31,906

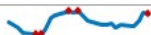












## Money Market

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		0.08	0.08	0.09
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.09	0.08	0.09
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.09	0.09	0.10
2M		0.58	0.58	0.58	2M		0.32	0.22	0.41	2M		0.10	0.10	0.12
3M		0.62	0.62	0.62	3M		0.36	0.28	0.42	3M		0.13	0.12	0.14
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.15	0.15	0.16
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.24	0.23	0.24

Last Updated: 23/02/2021



Last Updated: 19/08/2021

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>1.3400</b>	-1.00	10.00	8.00	1.19	1.36
Gilt 10y		<b>0.6222</b>	0.12	-1.77	-3.27	0.60	0.70
Bund 10y		<b>-0.4600</b>	2.00	3.00	-2.00	-0.50	-0.41
JGB 10y		<b>0.0240</b>	-0.20	0.60	0.40	0.01	0.04
TGB 1y		<b>0.4611</b>	-0.09	0.10	-2.31	0.46	0.48
TGB 2y		<b>0.4638</b>	0.30	0.78	-4.42	0.45	0.51
TGB 5y		<b>0.7523</b>	1.09	7.35	-6.04	0.68	0.82
TGB 7y		<b>1.1179</b>	0.88	10.43	-1.93	1.00	1.15
TGB 10y		<b>1.6088</b>	0.68	7.36	0.92	1.48	1.61
AAA Spread		<b>73.46</b>	-2.68	-2.32	0.82	72.29	76.15
AA Spread		<b>83.96</b>	-0.18	0.37	1.59	82.07	85.74
A Spread		<b>163.08</b>	0.24	0.30	-14.76	161.91	180.52
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>1783.8</b>	-0.6%	-0.2%	-0.9%	1,729.6	1,828.3

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>4,470.0</b>	-0.6%	1.5%	1.6%	2,467.4	4,496.2
STOXX (EU)		<b>469.0</b>	-0.2%	1.0%	2.2%	328.0	473.9
FTSE All-Share(UK)		<b>3,694.0</b>	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		<b>15,860.7</b>	-0.3%	-0.7%	2.2%	15,519.1	15,977.4
CAC All-Tradable(FR)		<b>5,123.5</b>	-0.2%	1.0%	1.0%	5,016.2	5,273.7
TOPIX (JP)		<b>1,935.4</b>	0.0%	2.0%	-0.1%	1,880.7	1,956.4
Shanghai (CH)		<b>3,670.0</b>	-1.1%	1.0%	4.2%	3,523.2	3,710.6
Hang Seng (HK)		<b>25,415.7</b>	-1.1%	0.4%	-0.2%	24,849.7	26,660.2
ASX 200 (AU)		<b>7,491.2</b>	-0.5%	0.4%	1.5%	7,379.3	7,628.9
SET (TH)		<b>1,601.9</b>	0.1%	3.7%	3.7%	1,521.7	1,601.9
SET50 (TH)		<b>964.8</b>	-0.1%	4.1%	4.5%	908.5	965.5
Straits Times (SG)		<b>3,109.4</b>	0.1%	0.7%	-0.9%	3,087.0	3,207.4
FTSE Malay (MY)		<b>1,585.7</b>	1.0%	4.7%	4.7%	1,489.8	1,585.7
JSX Index (ID)		<b>6,058.1</b>	-0.9%	1.1%	-0.8%	5,992.3	6,205.4
PSE Index (PH)		<b>6,820.5</b>	0.0%	1.5%	5.4%	6,270.2	6,822.2
Vn Index (VN)		<b>1,301.1</b>	-0.6%	-5.4%	1.9%	1,272.7	1,374.9

Sources: ttb analytics, CEIC

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

**Important Disclosures**

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