

**U.S. Home-Price Gains Set Another Record, Fueled by Bidding Wars**

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U.S. home prices once again jumped the most in more than 30 years. The S&P CoreLogic Case-Shiller index of property values nationwide surged 18.6% in June from a year earlier. That followed a 16.8% gain in May and was the 13th straight month that price gains accelerated. June's increase was the largest in data going back to 1988 as buyers, armed with cheap mortgages, competed for a tight supply of homes, fueling bidding wars across the country. "The last several months have been extraordinary not only in the level of price gains, but in the consistency of gains across the country," said Craig Lazzara, global head of index investment strategy at S&P Dow Jones Indices. "The strength in the U.S. housing market is being driven in part by reaction to the Covid pandemic, as potential buyers move from urban apartments to suburban homes."

**Euro zone inflation surges to 10-year-high, in headache for ECB**

Euro zone inflation surged to a 10-year-high in August with further rises likely, challenging the European Central Bank's benign view on price growth and its commitment to look past what it deems a temporary increase. Consumer inflation in the 19 countries sharing the single currency accelerated to 3% this month from 2.2% in July, moving well clear of the ECB's 2% target. The increase was fuelled by energy costs, food prices and prices of industrial goods. Markets mostly shrugged off the data, with stocks rising and yields increasing just a basis point or two, suggesting the narrative of temporary inflation and ultra-easy central bank policy for years to come.

**Japan's Aug factory activity growth slows on resurgence of COVID-19 - PMI**

Japan's factory activity expanded at a slower rate in August as a resurgence of coronavirus cases in Asia disrupted supply chains across the region, sinking overseas orders into contraction for the first time in seven months. Manufacturers withstood the pandemic's hit in part thanks to their positive outlook for the coming twelve months, even as the highly infectious COVID-19 Delta variant is pushing countries in Asia-Pacific back into lockdown mode. The final August Jibun Bank Japan Manufacturing Purchasing Managers' Index (PMI) in August eased to 52.7 from 53.0 in the previous month. "A sharp rise in COVID-19 cases in South East Asia was among the key factors listed by Japanese manufacturers for the easing in demand," according to IHS Markit.

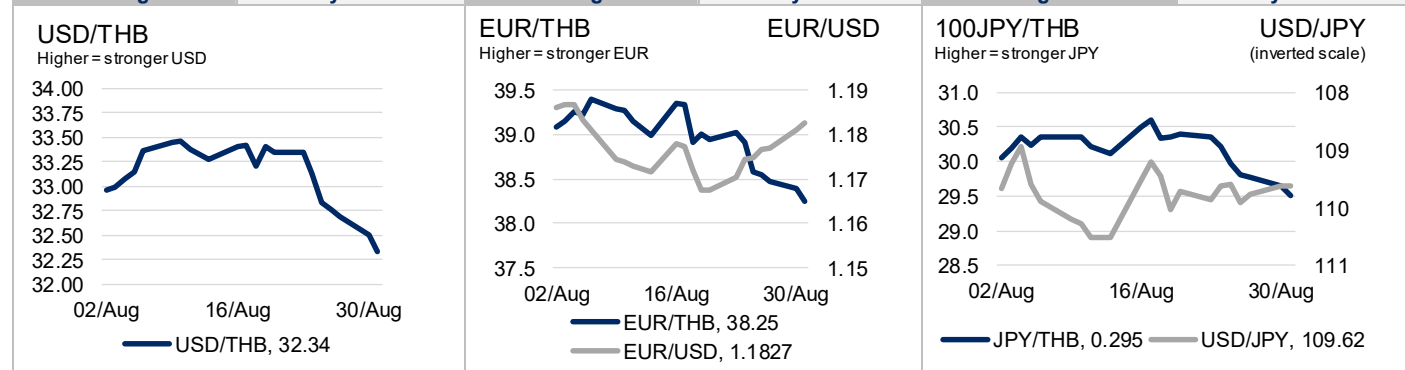
**Dollar Up, but Fed Asset Tapering Move Guessing Game Keeps Moves Small**

The 10-year government bond yield (interpolated) on the previous trading day was 1.585, -1.50 bps. The benchmark government bond yield (LB31DA, 10.5 years) was 1.60, +1.00 bps. LB31DA could be between 1.57 -1.61. Meantime, the latest closed US 10-year bond yields was 1.30%, +1.00bps. USDTHB on the previous trading day closed around 32.25 Moving in a range from 32.22-32.40 this morning. USDTHB could be closed between 32.30-32.40 today. Meantime, The dollar was up on Wednesday morning in Asia but was trading near its lowest point in nearly three weeks. Investors continued to keep moves small, with the latest U.S. jobs report, which could provide clues to the U.S. Federal Reserve's asset tapering timeline, due on Friday.

Sources : Bloomberg, CNBC, Investing, CEIC

<b>SET Index</b>	<b>1,638.8</b>	<b>S&amp;P500</b>	<b>4,522.7</b>	<b>10Y UST</b>	<b>1.30%</b>	<b>Brent</b>	<b>73.4</b>	<b>Gold</b>	<b>1,814.3</b>
31-Aug	▲ 0.30%	31-Aug	▼ -0.14%	31-Aug	▲ 1.0 bps	30-Aug	▲ 0.97%	31-Aug	▲ 1.04%

<b>USD/THB</b> <b>32.34</b>	Daily ▼ -0.52%	<b>EUR/THB</b> <b>38.25</b>	Daily ▼ -0.38%	<b>JPY/THB</b> <b>0.2950</b>	Daily ▼ -0.51%
Weekly ▼ -1.54%	Weekly ▼ -0.87%	Weekly ▼ -1.55%	Monthly ▼ -1.85%	Monthly ▼ -1.85%	
Falling Trend	Monthly ▼ -1.90%	Falling Trend	Monthly ▼ -2.18%	Falling Trend	



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		92.47	-0.1%	-0.5%	0.6%	91.95	93.58
EUR/USD		1.1827	0.1%	0.7%	-0.4%	1.1676	1.1879
USD/JPY		109.62	0.0%	0.0%	0.2%	108.95	110.53
USD/CHF		0.9143	0.4%	0.2%	0.9%	0.9036	0.9246
GBP/USD		1.3794	0.1%	0.5%	-1.2%	1.3627	1.3956
USD/CAD		1.2586	-0.2%	-0.4%	1.0%	1.2461	1.2846
AUD/USD		0.7313	0.1%	1.3%	-1.0%	0.7138	0.7397
NZD/USD		0.7042	0.5%	2.0%	0.6%	0.6819	0.7048
ASEAN Dollar		108.11	-0.4%	-1.3%	-1.3%	108.11	110.26
USD/THB		32.34	-0.5%	-2.4%	-1.7%	32.34	33.47
USD/SGD		1.3419	-0.2%	-1.0%	-0.8%	1.3419	1.3643
USD/MYR		4.1491	-0.5%	-1.6%	-2.0%	4.1491	4.2428
USD/IDR		14,278	-0.5%	-0.4%	-0.9%	14,278	14,451
USD/PHP		49.65	-0.4%	-0.8%	-1.3%	49.65	50.67
USD/CNY		6.4443	-0.1%	-0.4%	-0.1%	6.4443	6.4948
USD/HKD		7.7708	-0.1%	-0.1%	0.0%	7.7681	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		242,792	-1165
Gold		13,979	12
SDR		1,404	-7
IMF Reserves		1,256	-6
Foreign Ccy		226,153	-1165
Net Fwd Position		30,070	-260

Last update: 20/08/2021

**Foreign Fund Flows (THB.mn)**

Date	Equity	Bond	Total	
31/08/2021	3,894	6,360	10,254	
30/08/2021	2,068	833	2,901	
27/08/2021	6,002	-1,515	4,487	
26/08/2021	-344	6,590	6,247	
25/08/2021	3,607	21,020	24,626	
<b>Last 5 days</b>	<b>15,227</b>	<b>33,288</b>	<b>48,515</b>	
	<b>Period-to-date</b>	<b>Equity</b>	<b>Bond</b>	<b>Total</b>
MTD	Month	↑ 5,440	↑ 47,491	↑ 52,931
QTD	Quarter	↓ -11,580	↑ 56,775	↑ 45,194
YTD	Year	↓ -87,843	↑ 137,390	↑ 49,548














**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	0.08
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.08	0.08	0.09
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.09	0.08	0.10
2M		0.58	0.58	0.58	2M		0.32	0.22	0.41	2M		0.10	0.10	0.11
3M		0.62	0.62	0.62	3M		0.36	0.28	0.42	3M		0.12	0.12	0.13
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.16	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: 24/08/2021

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		1.3000	1.00	1.00	10.00	1.19	1.36
Gilt 10y		0.6808	-0.16	5.75	2.65	0.60	0.70
Bund 10y		-0.4200	-1.00	5.00	3.00	-0.50	-0.41
JGB 10y		0.0300	0.50	0.50	0.80	0.01	0.04
TGB 1y		0.4654	0.22	0.62	-1.90	0.46	0.48
TGB 2y		0.4648	-0.24	0.23	-4.46	0.45	0.51
TGB 5y		0.7397	-1.23	1.28	-5.94	0.68	0.81
TGB 7y		1.1081	-0.64	1.35	0.65	1.00	1.14
TGB 10y		1.5859	-1.31	-0.11	1.79	1.48	1.61
AAA Spread		74.96	0.04	-1.19	2.67	72.29	76.15
AA Spread		84.04	-0.09	-1.40	1.85	82.18	85.74
A Spread		162.48	-0.73	-0.34	-16.58	161.91	180.52
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	1.0%	1.5%	-0.8%	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)		4,522.7	-0.1%	0.8%	3.1%	2,467.4	4,528.8
STOXX (EU)		468.3	-0.6%	-0.2%	1.6%	328.0	473.9
FTSE All-Share(UK)		3,694.0	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		15,887.3	0.2%	0.2%	2.2%	15,544.4	15,977.4
CAC All-Tradable(FR)		5,139.7	-0.1%	0.4%	0.4%	5,075.1	5,273.7
TOPIX (JP)		1,960.7	0.5%	1.4%	3.1%	1,880.7	1,960.7
Shanghai (CH)		3,714.3	0.4%	0.8%	2.3%	3,560.7	3,714.3
Hang Seng (HK)		25,879.0	1.3%	0.6%	-1.4%	24,849.7	26,660.2
ASX 200 (AU)		7,534.9	0.4%	0.4%	0.6%	7,392.6	7,628.9
SET (TH)		1,638.8	0.3%	3.3%	7.7%	1,521.7	1,638.8
SET50 (TH)		992.1	0.5%	3.7%	9.0%	908.5	992.1
Straits Times (SG)		3,055.1	-1.5%	-1.7%	-3.5%	3,055.1	3,207.4
FTSE Malay (MY)		1,601.4	0.7%	5.2%	5.8%	1,489.8	1,601.4
JSX Index (ID)		6,150.3	0.1%	1.0%	0.5%	5,992.3	6,205.4
PSE Index (PH)		6,855.4	1.0%	4.0%	9.3%	6,270.2	6,855.4
Vn Index (VN)		1,331.5	0.3%	2.5%	1.3%	1,293.6	1,374.9

Sources: ttb analytics, CEIC

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

**Important Disclosures**

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