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China's central bank will roll out more policy measures to stabilise the economy and move ahead of the market curve as downward pressure persists, vice governor Liu Guoqiang said on Tuesday, following the latest rate cut. The world's second-largest economy, which cooled over the course of last year, faces multiple headwinds in 2022, including persistent property weakness and a fresh challenge from the recent local spread of the highly contagious Omicron variant. Liu said the central bank would widen the use of its policy tools to prevent a "collapse" in credit. Liu said there was still room for the central bank to cut banks' reserve requirement ratios (RRR), although the scope for this had been reduced by cuts in the past.

Euro zone inflation to burn hotter, but ECB rates to stay on ice: Reuters poll

Euro zone inflation is set to burn hotter throughout 2022 than expected a month ago, according to economists polled by Reuters, which could pressure the European Central Bank to tighten policy once the Omicron wave of the pandemic passes. Forecasts for inflation this year have risen for the seventh consecutive survey -- up by 0.6 percentage points each for the first and second quarters to 4.1% and 3.7% respectively, well above the ECB's 2.0% target. Annual consumer price rises hit a record high of 5% last month. But the ECB has resisted calls for tighter policy, sticking to the view that price pressures will ease this year. So nearly every economist expected policy interest rates to hold steady well into next year.

Even as Omicron slams Canada, bets on January rate hike rise

Canadian restrictions to tackle COVID-19 will likely come at a cost of slower economic growth at the start of the year than in the United States, but that has not stopped investors from raising bets the Bank of Canada will hike interest rates next week. Economists at some of the large Canadian banks expect little or no GDP growth in Canada in the first quarter compared to estimates of about 4% to 5% before the emergence of the variant. But economists also say that activity is likely to rebound quickly when restrictions are lifted. Nearly 70% of investors expect an earlier move than the Canadian central bank has been signaling and a quicker lift-off than in the United States where the Federal Reserve is not expected to raise rates until March.

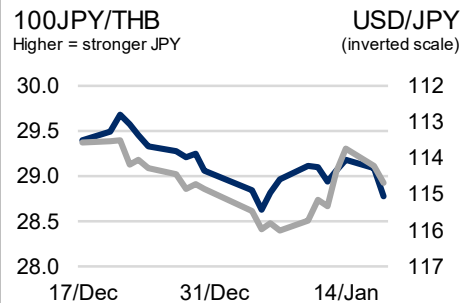
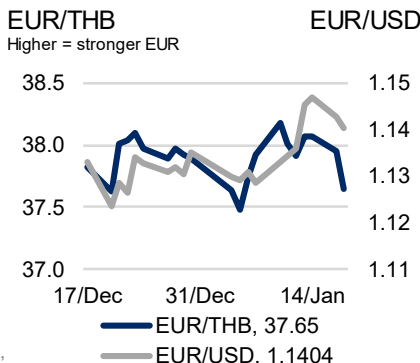
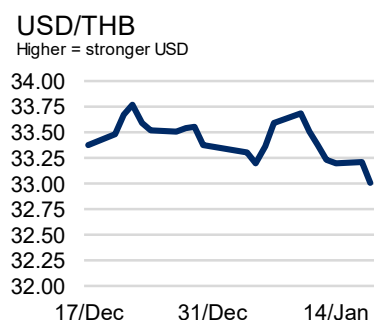
Dollar posts best daily gain in two weeks, boosted by U.S. Treasury yields

The 10-year government bond yield (interpolated) on the previous trading day was 2.22, +8.00 bps. The benchmark government bond yield (LB31DA, 9.8 years) was 2.20, +6.00 bps. LB31DA could be between 2.20-2.26. Meantime, the latest closed US 10-year bond yields was 1.87%, +9.00bps. USDTHB on the previous trading day closed around 33.12 Moving in a range from 33.10-33.23 this morning. USDTHB could be closed between 33.15-33.25 today. Meantime, The dollar posted its best daily gain in two weeks on Tuesday following a jump in benchmark U.S. Treasury yields, while the yen steadied after initially sliding as the Bank of Japan said it would stick to its ultra-loose monetary policy.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index 1,660.3	S&P500 4,577.1	10Y UST 1.87%	Brent 86.5	Gold 1,810.8
18-Jan ▼ -0.99%	18-Jan ▼ -1.86%	18-Jan ▲ 9.0 bps	17-Jan ▲ 0.49%	18-Jan ▼ -0.51%

USD/THB 33.01	Daily ▼ -0.60%	EUR/THB 37.65	Daily ▼ -0.81%	JPY/THB 0.2878	Daily ▼ -1.03%
	Weekly ▼ -1.11%		Weekly ▼ -0.71%		Weekly ▼ -0.56%
Falling Trend	Monthly ▼ -1.11%	Falling Trend	Monthly ▼ -0.45%	Falling Trend	Monthly ▼ -2.09%



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Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		95.28	0.2%	-0.6%	-1.2%	94.73	96.70
EUR/USD		1.1404	-0.2%	0.5%	1.1%	1.1235	1.1469
USD/JPY		114.70	0.4%	-0.4%	0.5%	113.51	115.99
USD/CHF		0.9146	0.2%	-1.2%	-1.2%	0.9103	0.9258
GBP/USD		1.3643	-0.4%	0.3%	3.0%	1.3206	1.3723
USD/CAD		1.2513	-0.1%	-1.1%	-2.7%	1.2496	1.2932
AUD/USD		0.7204	-0.2%	0.2%	0.6%	0.7107	0.7287
NZD/USD		0.6786	-0.4%	0.2%	0.3%	0.6723	0.6861
ASEAN Dollar		106.55	-0.1%	-0.4%	-0.7%	106.53	107.53
USD/THB		33.01	-0.6%	-1.5%	-1.3%	33.01	33.77
USD/SGD		1.3474	0.1%	-0.4%	-1.4%	1.3443	1.3690
USD/MYR		4.1813	0.1%	-0.3%	-1.1%	4.1654	4.2334
USD/IDR		14,304	0.1%	0.2%	-0.1%	14,189	14,388
USD/PHP		51.34	0.4%	0.4%	2.3%	49.94	51.35
USD/CNY		6.3386	0.0%	-0.4%	-0.5%	6.3362	6.3832
USD/HKD		7.7887	0.2%	0.0%	-0.2%	7.7696	7.8120

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		244,330	-1666
Gold		14,097	-151
SDR		5,702	-3
IMF Reserves		1,240	-1
Foreign Ccy		223,292	-1512
Net Fwd Position		32,980	-180

Last update: 07/01/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
18/01/2022	-2,957	14,364	11,407	
17/01/2022	-1,263	1,339	77	
14/01/2022	-1,060	4,420	3,360	
13/01/2022	1,144	5,390	6,534	
12/01/2022	2,288	8,950	11,238	
Last 5 days	-1,847	34,463	32,616	
	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 9,542	↑ 61,698	↑ 71,240
QTD	Quarter	↑ 9,542	↑ 61,698	↑ 71,240
YTD	Year	↑ 9,542	↑ 61,698	↑ 71,240

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	0.06	0.08
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.00	0.07	0.08
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.11	0.10	0.11
2M		0.58	0.58	0.58	2M		0.32	0.22	0.41	2M		0.00	0.14	0.16
3M		0.62	0.62	0.62	3M		0.36	0.28	0.42	3M		0.24	0.19	0.24
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.39	0.28	0.39
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.70	0.47	0.70

Last Updated: 23/02/2021

Last Updated: 11/01/2022

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		1.8700	9.00		9.00		43.00		1.41	1.87
Gilt 10y		1.1252	-3.06		-3.23		40.13		0.71	1.20
Bund 10y		-0.0300	4.00		1.00		34.00		-0.39	-0.03
JGB 10y		0.1450	-0.50		1.20		8.50		0.05	0.15
TGB 1y		0.5082	-0.09		0.07		-0.99		0.51	0.52
TGB 2y		0.6824	1.13		2.32		1.64		0.64	0.68
TGB 5y		1.4981	3.69		7.92		24.42		1.21	1.50
TGB 7y		1.9250	4.26		10.62		27.67		1.58	1.93
TGB 10y		2.2184	7.07		14.66		27.56		1.86	2.22
AAA Spread		66.32	-1.29		-3.56		-5.68		66.32	72.42
AA Spread		81.51	-1.04		-2.18		-1.14		81.51	83.77
A Spread		137.15	-0.16		1.33		-2.05		135.46	141.72
BBB Spread		361.35	-0.09		-0.30		-0.36		361.35	361.99

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		1810.8	-0.5%		0.3%		2.3%		1,769.4	1,822.4

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)		4,577.1	-1.8%		-2.9%		0.2%		2,467.4	4,796.6
STOXX (EU)		479.1	0.4%		0.7%		4.5%		328.0	487.4
FTSE All-Share(UK)		3,694.0	-1.0%		-0.7%		2.0%		3,571.2	3,746.8
DAX (DE)		15,772.6	-1.0%		-1.1%		0.9%		15,239.7	16,271.8
CAC All-Tradable(FR)		5,425.7	-0.9%		-0.7%		3.9%		5,221.8	5,598.6
TOPIX (JP)		1,978.4	-0.4%		-0.4%		-0.3%		1,941.3	2,039.3
Shanghai (CH)		3,741.1	0.8%		0.1%		-1.7%		3,690.0	3,851.9
Hang Seng (HK)		24,112.8	-0.4%		1.6%		4.0%		22,744.9	24,429.8
ASX 200 (AU)		7,408.8	-0.1%		0.3%		1.1%		7,292.2	7,589.8
SET (TH)		1,660.3	-1.0%		-0.4%		0.9%		1,615.8	1,680.0
SET50 (TH)		987.6	-0.9%		-0.4%		0.7%		959.3	1,002.6
Straits Times (SG)		3,280.0	-0.2%		1.0%		6.7%		3,073.0	3,288.0
FTSE Malay (MY)		1,542.9	-0.8%		-0.5%		2.7%		1,482.8	1,569.5
JSX Index (ID)		6,614.1	-0.5%		-0.5%		0.2%		6,529.6	6,701.3
PSE Index (PH)		7,344.0	1.7%		3.6%		1.5%		7,011.1	7,344.0
Vn Index (VN)		1,438.9	-1.0%		-3.6%		-2.8%		1,438.9	1,528.6

Sources: ttb analytics, CEIC

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

Important Disclosures

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