

**U.S. banks look forward to 'bread-and-butter' growth as economy rebounds**

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U.S. banks will enjoy stronger growth this year from their "bread-and-butter" business of taking deposits and lending money as the U.S. economy expands and the Federal Reserve prepares to raise interest rates for the first time in three years. Net interest income declined during the pandemic due to interest rate cuts and a drop in borrowing. But this is about to change in 2022. JPMorgan Chase told analysts that net interest income from its businesses beyond securities markets could increase to \$50 billion in 2022 from \$44.5 billion last year, a 12% increase. Some banks will benefit more than others depending on their ability to retain low-cost deposits and use them to lend and invest in higher-yielding securities. Banks with portfolios weighted toward floating-rate loans will benefit more.

**Bank of Canada 'no hike' leaves housing fire burning, say market watchers**

The Bank of Canada's decision to delay a rate hike for five more weeks will add fuel to Canada's scorching housing market as buyers scramble to clinch deals before borrowing costs rise, realtors said. The Bank of Canada held its overnight rate at a record low 0.25% on Wednesday, but warned multiple increases would be coming soon. Canada's housing market has been on tear throughout much of the pandemic, with prices up 39% nationwide from February 2020 to December 2021. In November and December alone, home prices jumped 4.5%, compared with a 3.7% gain in all of 2019. Forecasts are mixed for 2022, with the Royal Bank of Canada seeing home prices up 3% this year and brokerage Royal LePage forecasting a 10.5% gain.

**IMF urges Japan to scale back pandemic support, raise taxes in long run**

The International Monetary Fund urged Japan on Friday to scale back emergency pandemic support, and consider raising taxes on property and capital income once the economy's recovery from the coronavirus pandemic-induced doldrums is firmly in place. Japan's economic recovery is likely to strengthen this year, though the balance of risks is tilted to the downside, it said. Once the recovery is firmly in place, Japan must resume efforts to rein in its huge debt such as by cutting ballooning medical costs for a rapidly ageing population, it said. Raising the consumption tax rate from the current 10%, as well as hiking property and capital income taxes, could also be among options, the IMF said. On monetary policy, the IMF urged the Bank of Japan to maintain its massive stimulus programme and stand ready to cut interest rates if inflation momentum remains weak.

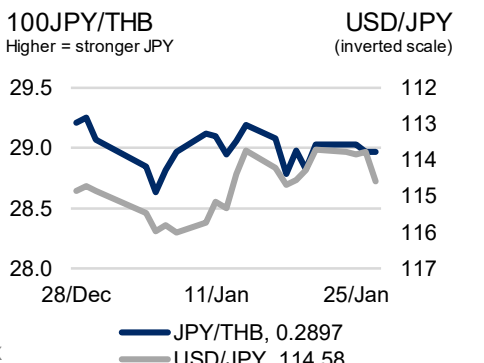
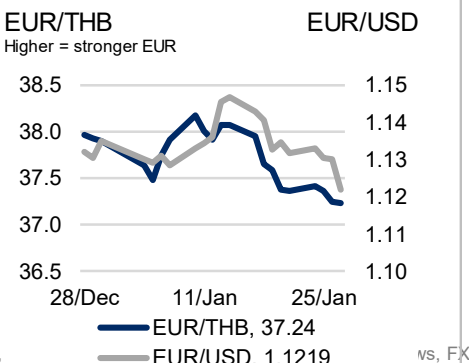
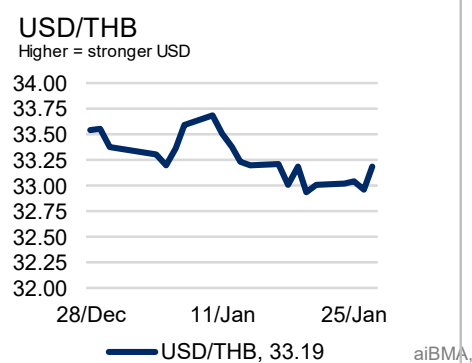
**Dollar Down but remains above 97-mark as bets on multiple Fed hikes increase**

The 10-year government bond yield (interpolated) on the previous trading day was 2.16, +2.00 bps. The benchmark government bond yield (LB31DA) was 2.15, +3.00 bps. LB31DA could be between 2.12-2.17. Meantime, the latest closed US 10-year bond yields was 1.81%, -4.00bps. USDTHB on the previous trading day closed around 33.20 Moving in a range from 33.25-33.32 this morning. USDTHB could be closed between 33.20-33.30 today. Meantime, The dollar was down on Friday morning in Asia but was headed towards its best week in seven months. The U.S. currency broke through key levels against the euro after investors increased bets on multiple U.S. interest rate hikes in 2022.

Sources : Bloomberg, CNBC, Investing, CEIC

<b>SET Index</b> 1,634.2	<b>S&amp;P500</b> 4,326.5	<b>10Y UST</b> 1.81%	<b>Brent</b> 89.3	<b>Gold</b> 1,815.5
27-Jan ▼ -0.57%	27-Jan ▼ -0.54%	27-Jan ▼ -4.0 bps	26-Jan ▲ 1.21%	27-Jan ▼ -1.62%

<b>USD/THB</b> 33.19	Daily ▲ 0.70%	<b>EUR/THB</b> 37.24	Daily ▼ -0.04%	<b>JPY/THB</b> 0.2897	Daily ▼ -0.01%
	Weekly ▲ 0.53%		Weekly ▼ -0.34%		Weekly ▼ -0.21%
Sideways Trend	Monthly ▼ -1.07%	Falling Trend	Monthly ▼ -1.96%	Falling Trend	Monthly ▼ -0.84%



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## Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		96.65	0.7%	1.1%	0.5%	94.73	96.65
EUR/USD		1.1219	-0.7%	-1.1%	-0.8%	1.1219	1.1469
USD/JPY		114.58	0.7%	0.3%	0.1%	113.73	115.99
USD/CHF		0.9250	0.7%	1.1%	0.5%	0.9103	0.9258
GBP/USD		1.3437	-0.5%	-1.3%	0.3%	1.3358	1.3723
USD/CAD		1.2710	0.7%	1.6%	-0.9%	1.2496	1.2842
AUD/USD		0.7076	-1.1%	-2.2%	-2.1%	0.7076	0.7287
NZD/USD		0.6616	-1.0%	-2.3%	-2.8%	0.6616	0.6861
ASEAN Dollar		106.11	0.5%	0.4%	0.1%	105.60	106.68
USD/THB		33.19	0.7%	0.8%	-1.0%	32.94	33.69
USD/SGD		1.3504	0.5%	0.2%	-0.5%	1.3433	1.3607
USD/MYR		4.2034	0.4%	0.4%	0.3%	4.1654	4.2113
USD/IDR		14,354	0.3%	0.2%	1.0%	14,189	14,388
USD/PHP		51.42	0.4%	-0.1%	2.6%	50.00	51.48
USD/CNY		6.3399	0.4%	0.0%	-0.4%	6.3171	6.3832
USD/HKD		7.7894	0.1%	0.0%	-0.1%	7.7696	7.8045

## 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		245,691	1360
Gold		14,265	168
SDR		5,721	19
IMF Reserves		1,244	4
Foreign Ccy		224,461	1169
Net Fwd Position		32,370	-610

Last update: 14/01/2022

## Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
27/01/2022	-763	547	-216
26/01/2022	519	4,810	5,330
25/01/2022	3,421	6,496	9,917
24/01/2022	2,206	983	3,188
21/01/2022	1,294	2,687	3,981
<b>Last 5 days</b>	<b>6,677</b>	<b>15,524</b>	<b>22,201</b>
<b>Period-to-date</b>	<b>Equity</b>	<b>Bond</b>	<b>Total</b>
MTD	Month ↑ 14,701	↑ 90,191	↑ 104,892
QTD	Quarter ↑ 14,701	↑ 90,191	↑ 104,892
YTD	Year ↑ 14,701	↑ 90,191	↑ 104,892

## 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		0.26	0.21	0.26
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.45	0.30	0.45
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.80	0.52	0.80

Last Updated: 23/02/2021

Last Updated: 20/01/2022

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		<b>1.8100</b>	-4.00	-2.00	32.00	1.48	1.87
Gilt 10y		<b>1.1661</b>	2.92	-5.78	26.65	0.78	1.28
Bund 10y		<b>-0.0800</b>	0.00	-9.00	15.00	-0.29	0.01
JGB 10y		<b>0.1610</b>	2.00	1.60	8.20	0.07	0.16
TGB 1y		<b>0.5078</b>	0.06	-0.02	-0.87	0.51	0.52
TGB 2y		<b>0.6989</b>	1.29	-0.55	3.63	0.65	0.70
TGB 5y		<b>1.4680</b>	2.36	-2.22	20.28	1.25	1.51
TGB 7y		<b>1.8444</b>	1.62	-5.08	22.93	1.61	1.93
TGB 10y		<b>2.1655</b>	2.01	-3.08	24.63	1.89	2.22
AAA Spread		<b>67.10</b>	-1.16	1.20	-4.94	65.90	72.42
AA Spread		<b>81.29</b>	0.10	0.12	-1.23	80.92	83.77
A Spread		<b>136.93</b>	-0.19	-0.25	-2.96	135.46	140.81
BBB Spread		<b>361.29</b>	-0.08	0.08	-0.64	361.20	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		<b>60.75</b>	-1.2%	-5.6%	-0.3%	58.31	67.93
London Gold		<b>1815.5</b>	-1.6%	-1.2%	1.6%	1,786.1	1,845.2

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>4,326.5</b>	-0.5%	-3.5%	-9.7%	2,467.4	4,793.5
STOXX (EU)		<b>447.9</b>	-2.4%	-5.8%	-6.3%	328.0	487.4
FTSE All-Share(UK)		<b>3,694.0</b>	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		<b>15,524.3</b>	0.4%	-2.4%	-2.8%	15,011.1	16,271.8
CAC All-Tradable(FR)		<b>5,318.7</b>	0.5%	-2.7%	-2.3%	5,157.0	5,598.6
TOPIX (JP)		<b>1,842.4</b>	-2.6%	-5.0%	-7.3%	1,842.4	2,039.3
Shanghai (CH)		<b>3,557.0</b>	-1.8%	-4.5%	-6.5%	3,557.0	3,814.3
Hang Seng (HK)		<b>23,807.0</b>	-2.0%	-4.6%	3.1%	22,907.3	24,965.6
ASX 200 (AU)		<b>6,838.3</b>	-1.8%	-6.7%	-7.4%	6,838.3	7,589.8
SET (TH)		<b>1,634.2</b>	-0.6%	-1.4%	-0.1%	1,634.2	1,680.0
SET50 (TH)		<b>988.4</b>	-0.4%	-0.2%	1.3%	975.1	1,002.6
Straits Times (SG)		<b>3,260.0</b>	-0.4%	-1.1%	3.9%	3,104.2	3,294.9
FTSE Malay (MY)		<b>1,516.0</b>	0.0%	-0.8%	-1.6%	1,508.9	1,569.5
JSX Index (ID)		<b>6,611.2</b>	0.2%	-0.2%	0.2%	6,562.9	6,726.4
PSE Index (PH)		<b>7,273.5</b>	0.3%	0.5%	0.3%	7,011.1	7,344.0
Vn Index (VN)		<b>1,470.8</b>	-0.7%	0.4%	-1.6%	1,438.9	1,528.6

Sources: ttb analytics, CEIC

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

**Important Disclosures**

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