

U.S. short-term rate futures pare back odds of Fed inter-meeting move

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U.S. short-term interest rate futures on Monday reflected a reduced chance of an interest rate increase by the Federal Reserve before its two-day March policy meeting. St. Louis Fed President James Bullard told Bloomberg last Thursday that he was open to the idea of an inter-meeting interest rate hike. He also doubled down on the need for 100 basis points or a full percentage point of policy-tightening by July 1, slightly faster than he suggested before. That implies at least one hike of a half-percentage point at one of those meetings. In early afternoon trading on Monday, futures on the fed funds rate using February contracts implied just a 3% chance of a rate hike of 25 basis points by the Fed before the March meeting. The debate on any move between meetings was made irrelevant by the Fed's release late on Friday of the schedule for its final month of asset purchases. Fed officials have said the U.S. central bank was unlikely to tighten rates before the conclusion of its bond buying program.

ECB's Lagarde repeats pledge for gradual policy shift

Any change in European Central Bank (ECB) policy will be gradual, ECB President Christine Lagarde said on Monday, with markets expecting to increases to interest rates this year. In remarks nearly identical to her comments a week ago, Lagarde said that inflation risks are skewed to the upside but the ECB aims to maintain flexibility and policy decisions in March will depend on incoming data. "Any adjustment to our policy will be gradual," Lagarde told the European Parliament's plenary session in Strasbourg. "We need more than ever to maintain flexibility and optionality in the conduct of monetary policy".

China central bank injects \$47.2 billion via medium-term loans, rate unchanged -statement

China's central bank injected funds through medium-term loans into the financial system on Tuesday, while keeping the interest rate unchanged. The PBOC said it was keeping the rate on 300 billion yuan (\$47.19 billion) worth of one-year medium-term lending facility (MLF) loans to some financial institutions steady at 2.85%, as widely expected. The 300 billion yuan injection exceeds the 200 billion in such loans maturing this week. In January, the PBOC unexpectedly cut the one-year MLF rate 10 basis points to 2.85% from 2.95% previously, alongside a 10 basis-point cut in the seven-day reverse repurchase agreement rate. The central bank also injected 10 billion yuan worth of seven-day reverse repos into the banking system, against 20 billion yuan in such loans maturing Tuesday.

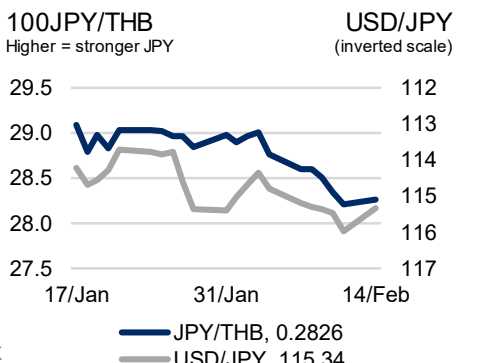
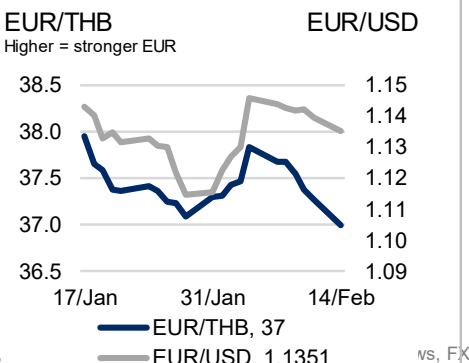
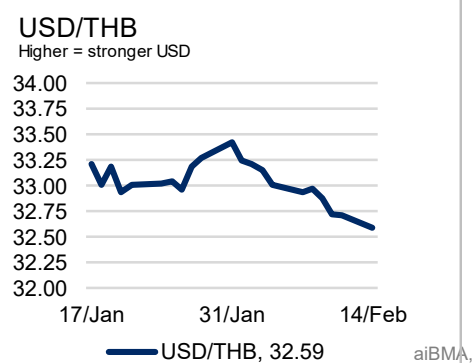
Ukraine tensions, Fed hike talk drag on euro

The 10-year government bond yield (interpolated) on the previous trading day was 2.20, -1.00 bps. The benchmark government bond yield (LB31DA) was 2.17, -2.00 bps. LB31DA could be between 2.15-2.20. Meantime, the latest closed US 10-year bond yields was 1.98%, +6.00bps. USDTHB on the previous trading day closed around 32.53 Moving in a range from 32.30-32.45 this morning. USDTHB could be closed between 32.25-32.40 today. Meantime, Tensions in eastern Europe weighed on the euro on Tuesday and pushed demand for the dollar and the safe-haven yen, while the greenback was also helped by debate about more aggressive U.S. interest rate hikes.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index 1,684.7	S&P500 4,401.7	10Y UST 1.98%	Brent 94.4	Gold 1,855.8
14-Feb ▼ -0.86%	14-Feb ▼ -0.38%	14-Feb ▲ 6.0 bps	11-Feb ▲ 3.26%	14-Feb ▲ 1.61%

USD/THB 32.59	Daily ▼ -0.36%	EUR/THB 37.00	Daily ▼ -0.75%	JPY/THB 0.2826	Daily ▲ 0.18%
	Weekly ▼ -1.16%		Weekly ▼ -1.83%		Weekly ▼ -1.19%
Falling Trend	Monthly ▼ -1.88%	Falling Trend	Monthly ▼ -2.56%	Sideways Trend	Monthly ▼ -2.87%



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Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		96.01	0.1%	0.5%	1.4%	94.73	97.19
EUR/USD		1.1351	-0.4%	-0.8%	-1.0%	1.1147	1.1469
USD/JPY		115.34	-0.5%	0.1%	1.4%	113.73	115.95
USD/CHF		0.9248	-0.2%	-0.1%	1.6%	0.9103	0.9313
GBP/USD		1.3550	0.0%	0.1%	-1.3%	1.3400	1.3723
USD/CAD		1.2736	0.0%	-0.1%	1.8%	1.2496	1.2750
AUD/USD		0.7127	-0.2%	0.7%	-2.0%	0.7011	0.7287
NZD/USD		0.6627	-0.4%	0.2%	-3.4%	0.6559	0.6861
ASEAN Dollar		106.63	0.0%	-0.2%	-0.2%	106.60	107.48
USD/THB		32.59	-0.4%	-1.1%	-1.8%	32.59	33.43
USD/SGD		1.3460	0.1%	0.1%	0.1%	1.3422	1.3550
USD/MYR		4.1903	0.1%	0.2%	0.3%	4.1717	4.2034
USD/IDR		14,334	0.1%	-0.1%	0.4%	14,282	14,381
USD/PHP		51.28	0.0%	0.0%	0.4%	50.94	51.48
USD/CNY		6.3533	0.0%	0.0%	0.1%	6.3171	6.3647
USD/HKD		7.7934	0.0%	0.1%	0.2%	7.7696	7.7968

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		243,531	1465
Gold		14,189	129
SDR		5,716	52
IMF Reserves		1,243	11
Foreign Ccy		222,383	1272
Net Fwd Position		33,100	-140

Last update: 04/02/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
14/02/2022	3,653	6,721	10,374
11/02/2022	5,831	860	6,691
10/02/2022	8,461	7,349	15,810
09/02/2022	17,416	16,332	33,748
08/02/2022	6,675	16,331	23,007
Last 5 days	42,036	47,594	89,630
Period-to-date	Equity	Bond	Total
MTD	Month ↑ 47,324	↑ 61,266	↑ 108,590
QTD	Quarter ↑ 61,683	↑ 141,939	↑ 203,622
YTD	Year ↑ 61,683	↑ 141,939	↑ 203,622

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	0.07	0.08
1W		0.52	0.52	0.52	1W		0.29	0.16	0.47	1W		0.00	#NUM!	0.00
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.12	0.10	0.12
2M		0.58	0.58	0.59	2M		0.32	0.22	0.41	2M		0.00	#NUM!	0.00
3M		0.62	0.62	0.62	3M		0.36	0.28	0.42	3M		0.36	0.23	0.36
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.62	0.34	0.62
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		1.09	0.60	1.09

Last Updated: 23/02/2021

Last Updated: 07/02/2022

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		1.9800	6.00		6.00		28.00		1.70	2.03
Gilt 10y		1.5219	8.94		13.62		36.61		1.13	1.52
Bund 10y		0.2700	3.00		12.00		32.00		-0.09	0.27
JGB 10y		0.2230	-1.00		2.00		9.40		0.13	0.23
TGB 1y		0.5080	-0.14		-0.54		-0.08		0.51	0.51
TGB 2y		0.7166	-0.26		2.00		6.66		0.65	0.72
TGB 5y		1.4565	-0.33		1.67		3.03		1.39	1.51
TGB 7y		1.8287	-0.06		2.25		-0.57		1.77	1.93
TGB 10y		2.2061	-0.54		1.81		11.08		2.07	2.22
AAA Spread		68.86	-0.03		-0.10		0.11		65.90	69.85
AA Spread		80.34	-0.70		-1.03		-2.50		80.34	82.84
A Spread		136.75	-0.03		-0.09		1.27		135.46	137.37
BBB Spread		353.91	-8.07		-7.73		-7.79		353.91	362.77

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		1855.8	1.6%		2.5%		1.8%		1,790.2	1,855.8

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)		4,401.7	-0.4%		-1.8%		-5.6%		2,467.4	4,726.4
STOXX (EU)		465.7	1.2%		2.0%		-1.8%		328.0	479.1
FTSE All-Share(UK)		3,694.0	-1.0%		-0.7%		2.0%		3,571.2	3,746.8
DAX (DE)		15,114.0	-2.0%		-0.6%		-4.8%		15,011.1	16,031.6
CAC All-Tradable(FR)		5,203.7	-2.2%		-1.9%		-4.2%		5,157.0	5,497.5
TOPIX (JP)		1,930.7	-1.6%		0.0%		-3.7%		1,842.4	2,019.4
Shanghai (CH)		3,593.4	-1.0%		0.0%		-4.2%		3,522.5	3,770.1
Hang Seng (HK)		24,556.6	-1.4%		-0.1%		3.4%		23,493.4	24,965.6
ASX 200 (AU)		7,243.9	0.4%		1.9%		-3.1%		6,838.3	7,474.4
SET (TH)		1,684.7	-0.9%		0.4%		0.7%		1,634.2	1,703.2
SET50 (TH)		1,021.1	-0.7%		1.5%		2.7%		985.2	1,029.9
Straits Times (SG)		3,421.2	-0.2%		1.6%		4.2%		3,246.3	3,429.0
FTSE Malay (MY)		1,583.8	0.3%		3.5%		1.2%		1,508.9	1,583.8
JSX Index (ID)		6,734.5	-1.2%		-1.0%		1.1%		6,568.2	6,834.6
PSE Index (PH)		7,361.2	1.2%		-0.3%		0.7%		7,085.7	7,502.5
Vn Index (VN)		1,472.0	-2.0%		-1.7%		-3.7%		1,438.9	1,528.6

Sources: ttb analytics, CEIC

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

Important Disclosures

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