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Fed Barkin on Thursday said he would be "conceptually" open to raising interest rates by a bigger-than-usual half-of-a-percentage point increment, but does not see a need for it now. Traders on Thursday newly priced in such a rate hike after a government report showed consumer prices rising at a nearly 40-year high and St. Louis Fed President James Bullard said he had become dramatically more hawkish and now wants rates to rise a full percentage point by July 1. Barkin said he expects the Fed to move interest rates up "steadily" towards neutral and wants to bring interest rates back to pre-pandemic levels "relatively soon", adding that as far as the pace and scope of raising rates and reducing the Fed's balance sheet, policymaker decisions will depend on the economic data.

S.Korea says central bank may buy more govt bonds to calm bond markets

South Korea's central bank and finance ministry said on Friday they agreed the Bank of Korea will need to buy more government bonds if needed to stabilise the local bond market. The Bank of Korea, the finance ministry and regulators held a meeting on Friday to discuss recent surge in government bond yields as well as consumer price pressures at a time when interest rates are set to rise further, a statement from the bank and the ministry showed. The BOK said on Feb. 4 it will buy 2 trillion won (\$1.67 billion) of government bonds.

Australia's central bank sees risks in hiking rates too early

Australia's top central banker is confident the economy will recover strongly from any weakness caused by a recent surge in coronavirus cases, but sees risks in moving too early to raise interest rates. Speaking on Friday before a parliamentary economics committee, Reserve Bank of Australia (RBA) Governor Philip Lowe said there was a chance to get unemployment under 4% for the first time in 50 years and it was worth risking a period of higher inflation. The economy hit a speed bump in January as the rapid spread of the Omicron variant curbed consumer mobility, though spending has since recovered as cases levelled off. The labour market remains tight with unemployment at a 13-year low of 4.2% and vacancies at record highs. Wage growth has picked up somewhat to 2.2% but is still running at less than half the pace of the United States or Britain, and policy makers would prefer to see it up at 3.0% or more before withdrawing stimulus.

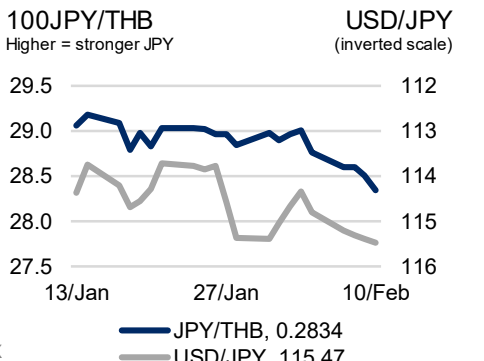
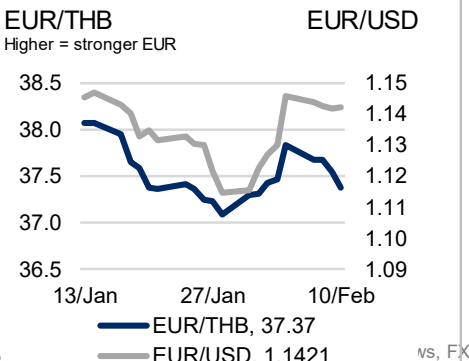
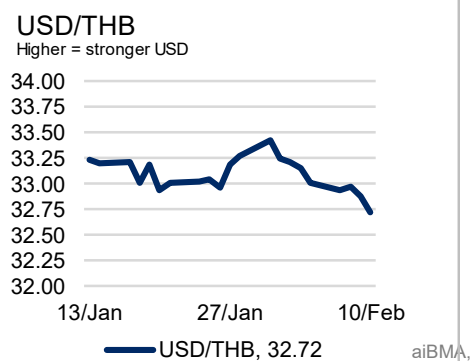
Rate hike bets keep U.S. dollar bid

The 10-year government bond yield (interpolated) on the previous trading day was 2.19, -1.00 bps. The benchmark government bond yield (LB31DA) was 2.17, -1.00 bps. LB31DA could be between 2.15-2.22. Meantime, the latest closed US 10-year bond yields was 2.03%, +11.00bps. USDTHB on the previous trading day closed around 32.63 Moving in a range from 32.65-32.76 this morning. USDTHB could be closed between 32.65-32.75 today. Meantime, The dollar was firm in Asia on Friday after hotter-than-expected U.S. inflation and hawkish comments from a Federal Reserve official unleashed a wave of bets on aggressive rate hikes, though similar pressures worldwide kept a lid on gains.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index 1,703.0	S&P500 4,504.1	10Y UST 2.03%	Brent 91.6	Gold 1,832.3
10-Feb ▼ -0.01%	10-Feb ▼ -1.83%	10-Feb ▲ 9.0 bps	9-Feb ▲ 0.84%	10-Feb ▲ 0.23%

USD/THB 32.72	Daily ▼ -0.50%	EUR/THB 37.37	Daily ▼ -0.48%	JPY/THB 0.2834	Daily ▼ -0.58%
	Weekly ▼ -0.89%		Weekly ▼ -1.22%		Weekly ▼ -1.47%
Falling Trend	Monthly ▼ -1.56%	Falling Trend	Monthly ▼ -1.85%	Falling Trend	Monthly ▼ -2.51%



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Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		95.57	0.0%	-0.5%	-0.1%	94.73	97.19
EUR/USD		1.1421	0.0%	1.1%	0.6%	1.1147	1.1469
USD/JPY		115.47	0.1%	1.0%	0.1%	113.73	115.73
USD/CHF		0.9242	-0.1%	0.5%	0.0%	0.9103	0.9313
GBP/USD		1.3535	-0.1%	-0.2%	-0.7%	1.3400	1.3723
USD/CAD		1.2684	-0.2%	0.0%	0.9%	1.2496	1.2750
AUD/USD		0.7169	0.3%	0.6%	-0.5%	0.7011	0.7287
NZD/USD		0.6681	0.5%	0.8%	-1.5%	0.6559	0.6861
ASEAN Dollar		106.63	-0.2%	-0.3%	-0.6%	106.63	107.75
USD/THB		32.72	-0.5%	-1.3%	-2.0%	32.72	33.69
USD/SGD		1.3422	-0.1%	-0.4%	-0.7%	1.3422	1.3566
USD/MYR		4.1838	0.0%	0.1%	0.0%	4.1717	4.2054
USD/IDR		14,332	-0.1%	0.0%	0.3%	14,271	14,381
USD/PHP		51.23	-0.3%	0.4%	0.2%	50.94	51.48
USD/CNY		6.3562	-0.1%	0.1%	-0.1%	6.3171	6.3727
USD/HKD		7.7892	0.0%	0.0%	-0.1%	7.7696	7.8015

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		242,066	-2734
Gold		14,060	-332
SDR		5,664	-44
IMF Reserves		1,232	-10
Foreign Ccy		221,110	-2348
Net Fwd Position		33,240	410

Last update: 28/01/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
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	
07/02/2022	3,670	7,574	11,245	
04/02/2022	1,564	4,997	6,561	
Last 5 days	37,787	52,583	90,370	
	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 37,841	↑ 53,685	↑ 91,525
QTD	Quarter	↑ 52,200	↑ 134,357	↑ 186,557
YTD	Year	↑ 52,200	↑ 134,357	↑ 186,557

Money Market

THB BIOR	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	0.08	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	0.59	2M		0.32	0.22	0.41	2M		0.00	0.15	0.15
3M		0.62	0.62	0.62	3M		0.36	0.28	0.42	3M		0.32	0.21	0.32
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.53	0.34	0.54
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.94	0.58	0.96

Last Updated: 23/02/2021

Last Updated: 03/02/2022

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		2.0300	9.00		21.00		28.00		1.70	2.03
Gilt 10y		1.5040	7.83		18.32		30.50		1.13	1.50
Bund 10y		0.2100	0.00		18.00		26.00		-0.09	0.23
JGB 10y		0.2120	-0.10		3.00		5.90		0.12	0.21
TGB 1y		0.5096	-0.07		0.04		0.21		0.51	0.51
TGB 2y		0.7061	0.31		1.74		5.28		0.65	0.71
TGB 5y		1.4320	-0.58		4.32		1.16		1.39	1.51
TGB 7y		1.7908	-0.87		2.47		-3.40		1.77	1.93
TGB 10y		2.1898	-0.42		7.61		11.62		2.07	2.22
AAA Spread		67.71	-1.30		-1.12		-2.13		65.90	69.88
AA Spread		81.24	-0.24		-0.55		-1.43		80.92	83.77
A Spread		136.96	-0.01		-0.27		1.35		135.46	137.37
BBB Spread		362.15	0.49		0.37		0.51		361.20	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		1832.3	0.2%		1.6%		0.9%		1,790.2	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)		4,504.1	-1.8%		0.6%		-4.7%		2,467.4	4,726.4
STOXX (EU)		456.4	-2.0%		-0.6%		-4.7%		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)		15,490.4	0.1%		0.8%		-3.2%		15,011.1	16,031.6
CAC All-Tradable(FR)		5,385.9	-0.3%		1.4%		-2.0%		5,157.0	5,497.5
TOPIX (JP)		1,962.6	0.5%		2.2%		-2.8%		1,842.4	2,019.4
Shanghai (CH)		3,653.1	0.2%		2.7%		-3.0%		3,522.5	3,814.3
Hang Seng (HK)		24,924.4	0.4%		4.7%		6.1%		22,907.3	24,965.6
ASX 200 (AU)		7,288.5	0.3%		3.0%		-1.4%		6,838.3	7,474.4
SET (TH)		1,703.0	0.0%		2.0%		1.5%		1,634.2	1,703.2
SET50 (TH)		1,029.9	0.0%		3.0%		3.2%		985.2	1,029.9
Straits Times (SG)		3,428.0	0.2%		3.4%		5.3%		3,227.1	3,428.0
FTSE Malay (MY)		1,570.1	1.2%		2.9%		1.7%		1,508.9	1,570.1
JSX Index (ID)		6,823.6	-0.2%		2.1%		2.6%		6,568.2	6,834.6
PSE Index (PH)		7,432.6	-0.9%		0.7%		4.9%		7,011.1	7,502.5
Vn Index (VN)		1,506.8	0.1%		2.4%		-1.0%		1,438.9	1,528.6

Sources: ttb analytics, CEIC

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

Important Disclosures

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