

**Fed's Daly supports rate liftoff in March, wants options open on rate path**

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The U.S. Federal Reserve should start raising interest rates from near zero in March, but should keep its options open on how far to raise them after that, Fed Mary Daly said on Monday. Daly said she does not know whether rates will need to be increased three times this year, as most Fed policymakers in December thought would be appropriate. She added, "I don't want to predetermine what that level should be, because I really do see the two-sided risks we're facing, and so I want to be data dependent." Wages are rising, but there is no sign of that pushing up prices in a 1970s-style wage-price spiral, she said. The challenge for the Fed, Daly said, is to remove its "extraordinary accommodation" and allow the economy to stand on its own, without removing so much that it undercuts economic growth.

**Inflation expectations stable, faster price rises may be easing -Fed data**

Data watched closely by the Federal Reserve showed inflation expectations remained broadly anchored through the end of last year, while an alternate measure of inflation showed the most intense price pressures may have begun to ease. At the same time, a Reuters poll of economists confirmed expectations of a weak January U.S. jobs report, with data to be released on Friday anticipated to show just 153,000 positions added in what would be the worst showing in a year. About 10% of those polled think the economy lost jobs over the month, which featured a record number of new COVID-19 infections from the highly transmissible Omicron variant. That good-news-bad-news mix could well typify the nature of incoming economic data in the weeks ahead as policymakers gear up to start reversing the extraordinary accommodation.

**Japan Jan factory growth hits near 8-year high – PMI**

Japan's manufacturing activity grew at the fastest pace in nearly eight years in January on stronger output and new orders, while cost pressures stayed elevated as firms continued to face supply chain delays. The supply chain disruptions forced businesses to build up safety stocks, with the survey showing holdings of raw materials increased at the strongest rate in nearly eight years. The final au Jibun Bank Japan Manufacturing Purchasing Managers' Index (PMI) in January rose to 55.4 on a seasonally adjusted basis, up from a 54.6 flash reading and the previous month's final of 54.3. That marked the fastest growth since February 2014 and the 12th straight month of expansion in manufacturing activity.

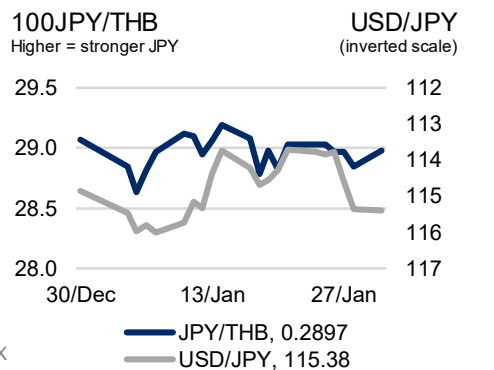
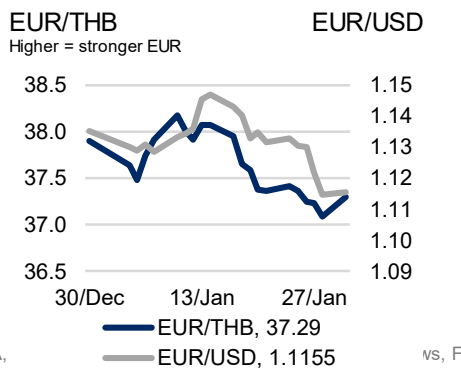
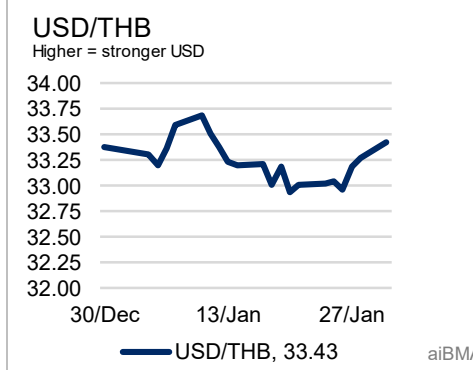
**Dollar slides as recent rally takes a pause, may have seen short-term peak**

The 10-year government bond yield (interpolated) on the previous trading day was 2.13, -2.00 bps. The benchmark government bond yield (LB31DA) was 2.13, -2.00 bps. LB31DA could be between 2.10-2.15. Meantime, the latest closed US 10-year bond yields was 1.79%, +1.00bps. USDTHB on the previous trading day closed around 33.32 Moving in a range from 33.20-33.28 this morning. USDTHB could be closed between 33.23-33.33 today. Meantime, The U.S. dollar fell on Monday, posting its largest daily fall since last November as investors consolidated gains after hitting a 1-1/2-year high on Friday on expectations of a faster pace of rate hikes by the Federal Reserve.

Sources : Bloomberg, CNBC, Investing, CEIC

<b>SET Index</b> 1,648.8	<b>S&amp;P500</b> 4,515.6	<b>10Y UST</b> 1.79%	<b>Brent</b> 91.1	<b>Gold</b> 1,790.6
31-Jan ▲ 0.57%	31-Jan ▲ 1.87%	31-Jan ▲ 1.0 bps	28-Jan ▲ 1.97%	31-Jan ▲ 0.02%

<b>USD/THB</b> 33.43	Daily ▲ 0.48%	<b>EUR/THB</b> 37.29	Daily ▲ 0.55%	<b>JPY/THB</b> 0.2897	Daily ▲ 0.46%
Rising Trend	Weekly ▲ 1.17%	Sideways Trend	Weekly ▼ -0.17%	Sideways Trend	Weekly ▼ -0.17%
Monthly ▲ 0.14%		Monthly ▼ -1.61%		Monthly ▼ -0.31%	



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## Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		97.17	0.0%	1.5%	1.0%	94.73	97.19
EUR/USD		1.1155	0.1%	-1.5%	-1.3%	1.1147	1.1469
USD/JPY		115.38	0.0%	1.4%	0.6%	113.73	115.99
USD/CHF		0.9313	0.1%	1.9%	1.5%	0.9103	0.9313
GBP/USD		1.3416	0.1%	-1.0%	-0.1%	1.3395	1.3723
USD/CAD		1.2750	0.1%	1.4%	-0.6%	1.2496	1.2827
AUD/USD		0.7011	-0.4%	-2.3%	-3.0%	0.7011	0.7287
NZD/USD		0.6559	-0.3%	-2.3%	-3.5%	0.6559	0.6861
ASEAN Dollar		106.62	0.1%	0.6%	0.3%	105.93	107.02
USD/THB		33.43	0.5%	1.2%	-0.4%	32.94	33.69
USD/SGD		1.3550	0.2%	0.8%	0.1%	1.3433	1.3607
USD/MYR		4.1855	-0.2%	0.0%	0.1%	4.1654	4.2113
USD/IDR		14,378	0.1%	0.5%	1.2%	14,193	14,388
USD/PHP		51.12	-0.3%	-0.4%	0.8%	50.13	51.48
USD/CNY		6.3574	0.1%	0.5%	0.0%	6.3171	6.3832
USD/HKD		7.7935	0.1%	0.1%	0.0%	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		244,800	-891
Gold		14,392	127
SDR		5,708	-12
IMF Reserves		1,241	-3
Foreign Ccy		223,458	-1003
Net Fwd Position		32,830	460

Last update: 21/01/2022

## Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
31/01/2022	663	-6,169	-5,506	
28/01/2022	-1,005	-3,350	-4,355	
27/01/2022	-763	547	-216	
26/01/2022	519	4,810	5,330	
25/01/2022	3,421	6,496	9,917	
<b>Last 5 days</b>	<b>2,836</b>	<b>2,336</b>	<b>5,171</b>	
	<b>Period-to-date</b>	<b>Equity</b>	<b>Bond</b>	<b>Total</b>
MTD	Month	↑ 14,359	↑ 80,673	↑ 95,032
QTD	Quarter	↑ 14,359	↑ 80,673	↑ 95,032
YTD	Year	↑ 14,359	↑ 80,673	↑ 95,032

## 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		0.59	0.58	0.59	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		0.27	0.21	0.27
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		0.45	0.31	0.45
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		0.79	0.53	0.80

Last Updated: 23/02/2021

Last Updated: 24/01/2022

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>1.7900</b>	1.00	4.00	27.00	1.49	1.87
Gilt 10y		<b>1.2432</b>	2.66	0.37	31.65	0.90	1.28
Bund 10y		<b>-0.0400</b>	0.00	2.00	19.00	-0.23	0.01
JGB 10y		<b>0.1770</b>	0.50	3.60	9.90	0.07	0.18
TGB 1y		<b>0.5068</b>	-0.11	0.16	-0.57	0.51	0.52
TGB 2y		<b>0.6967</b>	0.03	0.87	4.42	0.65	0.70
TGB 5y		<b>1.4225</b>	-2.75	-2.52	14.91	1.26	1.51
TGB 7y		<b>1.8004</b>	-2.22	-5.00	19.45	1.61	1.93
TGB 10y		<b>2.1345</b>	-2.11	-2.43	23.81	1.89	2.22
AAA Spread		<b>68.23</b>	0.28	0.66	-3.91	65.90	72.42
AA Spread		<b>81.83</b>	0.28	0.49	-0.83	80.92	83.77
A Spread		<b>137.21</b>	0.28	0.03	-0.18	135.46	139.88
BBB Spread		<b>361.49</b>	-1.28	0.08	-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		<b>60.75</b>	-1.2%	-5.6%	-0.3%	58.31	67.93
London Gold		<b>1790.6</b>	0.0%	-2.6%	-0.5%	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>4,515.6</b>	1.9%	2.4%	-5.3%	2,467.4	4,796.6
STOXX (EU)		<b>459.0</b>	0.6%	2.5%	-4.2%	328.0	485.6
FTSE All-Share(UK)		<b>3,694.0</b>	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		<b>15,471.2</b>	1.0%	3.1%	-2.6%	15,011.1	16,271.8
CAC All-Tradable(FR)		<b>5,303.9</b>	0.5%	2.8%	-2.5%	5,157.0	5,598.6
TOPIX (JP)		<b>1,895.9</b>	1.0%	-1.8%	-5.4%	1,842.4	2,039.3
Shanghai (CH)		<b>3,522.5</b>	-1.0%	-4.6%	-6.6%	3,522.5	3,814.3
Hang Seng (HK)		<b>23,802.3</b>	1.1%	-3.5%	1.7%	22,907.3	24,965.6
ASX 200 (AU)		<b>6,971.6</b>	-0.2%	-2.8%	-7.2%	6,838.3	7,589.8
SET (TH)		<b>1,648.8</b>	0.6%	0.5%	-0.3%	1,634.2	1,680.0
SET50 (TH)		<b>993.3</b>	0.3%	0.8%	0.4%	975.5	1,002.6
Straits Times (SG)		<b>3,249.6</b>	0.1%	-1.0%	4.0%	3,123.7	3,294.9
FTSE Malay (MY)		<b>1,512.3</b>	-0.5%	-0.6%	-2.0%	1,508.9	1,569.5
JSX Index (ID)		<b>6,631.2</b>	-0.2%	-0.4%	0.8%	6,568.2	6,726.4
PSE Index (PH)		<b>7,361.7</b>	1.5%	1.5%	0.4%	7,011.1	7,361.7
Vn Index (VN)		<b>0.0</b>	-100.0%	-100.0%	-100.0%	1,438.9	1,528.6

Sources: ttb analytics, CEIC

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

**Important Disclosures**

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