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U.S. business activity slowed moderately in May as higher prices cooled demand for services while renewed supply constraints because of COVID-19 lockdowns in China and the ongoing conflict in Ukraine hampered production at factories. U.S. Composite PMI Output Index, which tracks the manufacturing and services sectors, fell to a reading of 53.8 this month from 56.0 in April, the lowest level in four months. Companies report that demand is coming under pressure from concerns over the cost of living, higher interest rates and a broader economic slowdown. The survey's flash manufacturing PMI decreased to a reading of 57.5 this month from 59.2 in April.

Euro zone business growth slowed in May but still resilient

Growth in euro zone business activity slowed this month but was still relatively strong despite a cost of living crisis putting a dent in consumer spending power and a shortage of raw materials holding back expansion in manufacturing, a preliminary survey showed. Composite Purchasing Managers' Index (PMI), released on Tuesday fell to 54.9 in May from 55.8 in April. May's services PMI fell to 56.3 from 57.7. Momentum in Britain's economy, outside the euro zone and European Union, slowed much more than expected this month, adding to recession worries as inflation pressures ratcheted higher.

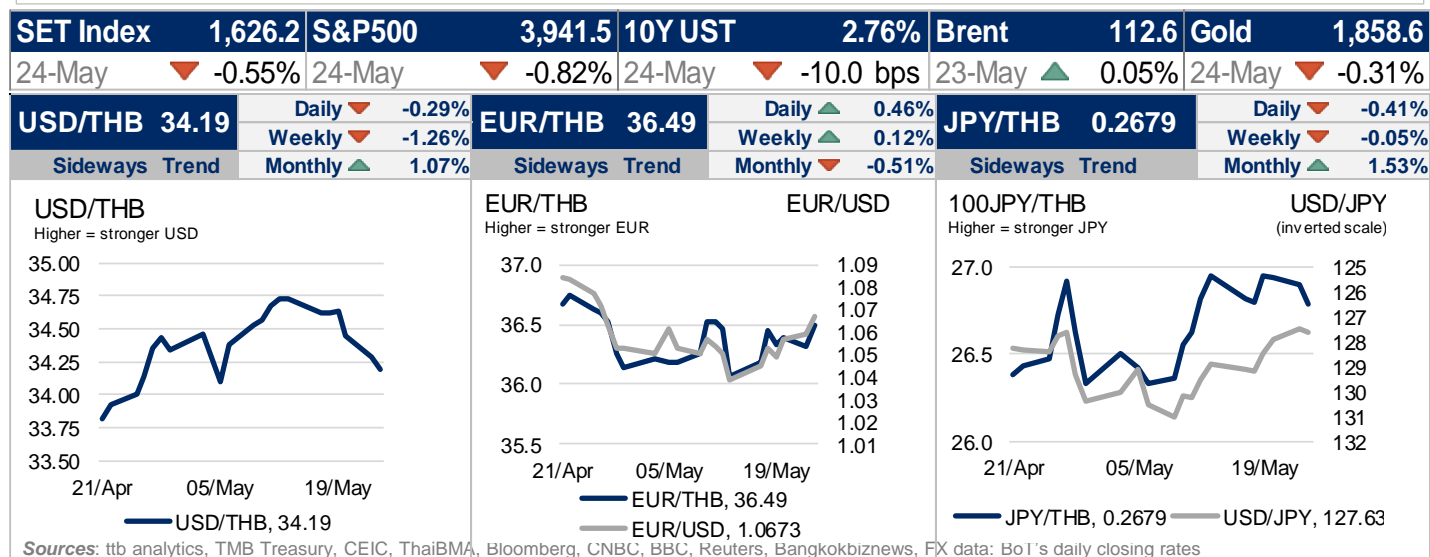
Record U.S. reverse repos highlight problem of investing excess cash

Demand for the Federal Reserve's reverse repurchase (RRP) facility has surged in the last few weeks, as the U.S. Treasury Department's reduced supply of short-term bills left investors few options to park excess cash. The Fed's reverse repo window attracted a record \$2.045 trillion on Monday, as financial institutions continued to flood the facility with liquidity in exchange for Treasury collateral. The soaring RRP volume does not seem to be a concern for the Fed given that quantitative tightening will only begin next month. But it could be a problem if demand persists even after the Fed's asset portfolio starts to shrink

Dollar at one-month low as Lagarde comments lift euro

The 10-year government bond yield (interpolated) on the previous trading day was 3.04, -2.40 bps. The benchmark government bond yield (LB31DA) was 2.97, -1.00 bps. LB31DA could be between 2.92-3.02. Meantime, the latest closed US 10-year bond yields was 2.76%, -10.00bps. USDTHB on the previous trading day closed around 34.19 Moving in a range from 34.10-34.25 this morning. USDTHB could be closed between 34.10-34.30 today. The U.S. dollar index hit nearly a one-month low on Tuesday after European Central Bank President Christine Lagarde said euro zone interest rates will likely be in positive territory by the end of the third quarter, giving the euro a boost. Lagarde's comments implied an increase of at least 50 basis points to the ECB deposit rate and fueled speculation of bigger hikes this summer to fight a surge in inflation tied to rising energy prices caused by the war in Ukraine and massive public-sector stimulus after the onset of the coronavirus pandemic.

Sources : Bloomberg, CNBC, Investing, CEIC



Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		102.22	-0.5%	-1.8%	1.4%	100.45	104.74
EUR/USD		1.0673	0.8%	2.1%	-1.2%	1.0383	1.0843
USD/JPY		127.63	0.1%	-1.1%	-0.8%	126.45	130.98
USD/CHF		0.9660	-0.6%	-3.5%	1.5%	0.9437	1.0028
GBP/USD		1.2569	0.2%	1.7%	-3.6%	1.2211	1.3056
USD/CAD		1.2801	0.0%	-0.2%	1.6%	1.2494	1.3022
AUD/USD		0.7080	-0.2%	1.1%	-4.3%	0.6877	0.7431
NZD/USD		0.6436	-0.3%	1.7%	-4.7%	0.6244	0.6779

ASEAN Dollar		109.75	0.0%	-0.6%	1.4%	107.73	110.60
USD/THB		34.19	-0.3%	-1.3%	1.1%	33.66	34.74
USD/SGD		1.3744	-0.1%	-1.0%	0.6%	1.3591	1.3955
USD/MYR		4.3913	0.1%	0.0%	2.7%	4.2406	4.4031
USD/IDR		14,632	0.2%	0.1%	2.3%	14,308	14,676
USD/PHP		52.30	0.2%	-0.2%	-0.2%	52.14	52.65
USD/CNY		6.6622	-0.2%	-1.6%	4.0%	6.3715	6.8067
USD/HKD		7.8448	0.0%	0.0%	0.1%	7.8381	7.8550

FX Swap Market and BoT's Reserves

Foreign Fund Flows (THB.mn)

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

Date	Equity	Bond	Total
24/05/2022	192	8,823	9,015
23/05/2022	2,094	8,470	10,564
20/05/2022	3,094	6,980	10,074
19/05/2022	-432	2,413	1,981
18/05/2022	3,496	899	4,396
Last 5 days	8,443	27,586	36,029

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		225,528	-1552
Gold		14,219	-564
SDR		5,426	-31
IMF Reserves		1,212	-7
Foreign Ccy		204,671	-949
Net Fwd Position		30,345	-970

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 6,218	↑ 25,304	↑ 31,522
QTD	Quarter	↑ 17,087	↑ 32,921	↑ 50,008
YTD	Year	↑ 127,952	↑ 118,480	↑ 246,431

Last update: 13/05/2022

Money Market

THB BIBOR	1M Hist	Last	1M Range	
			Min	Max
ON		0.50	0.50	0.50
1W		0.52	0.52	0.52
1M		0.55	0.55	0.55
2M		0.59	0.59	0.59
3M		0.63	0.63	0.63
6M		0.73	0.73	0.73
12M		0.96	0.95	0.96

THB FIX	1M Hist	Last	1M Range	
			Min	Max
ON		0.29	0.29	0.71
1W		0.14	0.14	0.66
1M		0.17	0.12	0.57
3M		0.30	0.30	0.59
6M		0.47	0.39	0.74
12M		0.90	0.73	1.23

USD LIBOR	1M Hist	Last	1M Range	
			Min	Max
ON		0.08	0.07	0.08
1W		0.00	0.00	0.00
1M		0.35	0.12	0.35
2M		0.00	0.00	0.00
3M		0.75	0.34	0.75
6M		1.04	0.56	1.04
12M		1.49	1.00	1.49

Last Updated: 23/05/2022

Last Updated: 09/03/2022

Note: D=d=day; M=mth=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 Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		2.7600	-10.00	-22.00	-5.00	2.76	3.12
Gilt 10y		1.9003	2.75	13.86	-1.72	1.72	2.02
Bund 10y		0.9800	2.00	-1.00	8.00	0.81	1.13
JGB 10y		0.2390	-0.50	-0.80	-0.50	0.22	0.25
TGB 1y		0.7039	-1.28	-4.21	10.04	0.60	0.75
TGB 2y		1.5656	-7.49	-27.60	38.41	1.08	1.87
TGB 5y		2.3208	2.09	-35.80	26.72	1.95	2.73
TGB 7y		2.7111	2.98	-37.17	23.79	2.43	3.13
TGB 10y		3.0457	-2.40	-37.93	27.29	2.68	3.42
AAA Spread		61.57	1.71	2.38	1.53	57.74	61.67
AA Spread		78.74	-0.01	-0.31	1.63	76.93	80.38
A Spread		120.35	-0.08	-2.15	-9.30	120.35	130.05
BBB Spread		318.86	-0.25	0.08	-79.10	275.80	398.99

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		112.61	0.1%	-1.1%	8.8%	103.50	113.83
London Gold		1858.6	-0.3%	1.7%	-4.3%	1,805.8	1,947.6

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)		3,941.5	-0.8%	-3.6%	-8.3%	2,467.4	4,393.7
STOXX (EU)		408.4	-1.8%	-2.3%	-3.2%	328.0	438.6
FTSE All-Share(UK)		3,694.0	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		14,175.4	1.4%	1.5%	0.2%	13,380.7	14,502.4
CAC All-Tradable(FR)		4,772.6	-1.7%	-2.6%	-3.0%	4,644.0	5,108.9
TOPIX (JP)		1,866.7	0.2%	0.2%	0.2%	1,829.2	1,928.0
Shanghai (CH)		3,242.3	0.6%	1.9%	-2.9%	3,025.0	3,380.7
Hang Seng (HK)		20,602.5	3.3%	4.9%	-3.4%	19,380.3	21,872.0
ASX 200 (AU)		7,112.5	0.3%	0.9%	-4.9%	6,941.0	7,592.8
SET (TH)		1,614.5	1.9%	0.6%	-4.2%	1,584.4	1,701.2
SET50 (TH)		970.5	1.8%	1.7%	-3.6%	950.3	1,021.3
Straits Times (SG)		3,201.9	0.3%	-1.0%	-3.1%	3,165.2	3,361.1
FTSE Malay (MY)		1,548.6	0.3%	0.0%	-3.5%	1,538.8	1,607.3
JSX Index (ID)		6,644.5	0.7%	-3.8%	-6.5%	6,598.0	7,276.2
PSE Index (PH)		6,594.7	1.4%	-1.9%	-4.4%	6,379.2	7,142.4
Vn Index (VN)		1,228.4	4.8%	-5.0%	-16.6%	1,172.0	1,477.2

Sources: ttb analytics, CEIC

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

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