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The Federal Reserve on Wednesday raised its benchmark overnight interest rate by half a percentage point, setting its target federal funds rate to a range between 0.75% and 1% in a unanimous decision. Fed Chair Jerome Powell also said policymakers were ready to approve half-percentage-point rate hikes at upcoming policy meetings in June and July. However, the inflation battle might be unpleasant as the Fed force Americans to pay more for home mortgages and auto loans, and possibly dent asset values. Next month, it would start to reduce the roughly \$9 trillion stash of assets accumulated to bring inflation under control as well. Still, Powell said he felt the U.S. economy is performing well, and strong enough to withstand the coming rate increases without being driven into recession or even seeing a significant rise in unemployment.

**Bank of England set for 4th straight rate hike to fight inflation**

The Bank of England looks poised to raise interest rates on Thursday for the fourth time since December, from 0.75% to 1%. But the BoE must tread carefully to avoid a recession, even with inflation at 7% - more than three times its target - and still expected to rise to 10% in April. Investors on Wednesday priced in a less than one-in-three chance of a Fed-style, half-percentage-point hike by the BoE. However, the BoE must balance fast inflation with slowdown worries. This is as showed by sterling languishing around a 21-month low against the dollar on worries about the British economic outlook. Signs of a slowdown - and even a possible recession - are mounting with consumer confidence close to a record low and retail sales falling two months as the cost-of-living tightens. Like the Fed, the BoE is expected to start selling down the huge stockpile of bonds, which have been bought since the global financial crisis over a decade ago, as another way to tackle inflation.

**China's services activity shrink the most in 26 months**

China's services PMI sank to 36.3 in April 2022 from 42.0 in March, being the second straight month of contraction amid ongoing tighter COVID19 containment measures and the sharpest fall in the sector since the onset of the pandemic in February 2020. Meantime export sales fall in the most in 2 years and employment shrank for the fourth month running. On inflation, input costs rose due to greater costs for raw materials, fuel and spending on pandemic-protection measures. Meanwhile, output costs fell for the first time in 8 months, amid efforts by some firms to attract new clients by lowering fees. Finally, confidence improved slightly, on optimism that outbreaks would be brought under control.

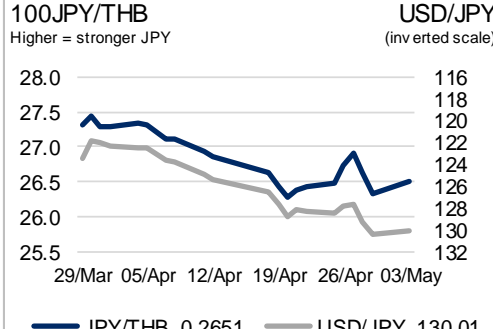
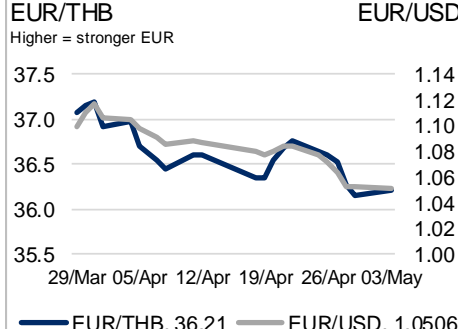
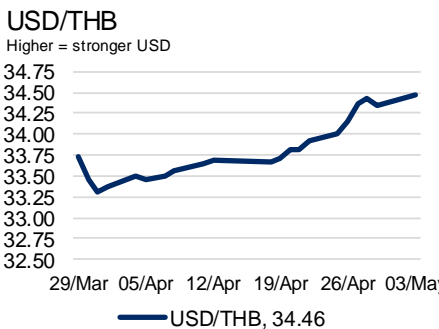
**US Futures ease after Post-Fed relief rally**

The 10-year government bond yield (interpolated) on the previous trading day was 2.97, +12.70 bps. The benchmark government bond yield (LB31DA) was 2.90, +20.0 bps. LB31DA could be between 2.85-2.95. Meantime, the latest closed US 10-year bond yields was 2.93%, -4.00 bps. USDTHB on the previous trading day closed around 34.46, moving in a range from 34.04-34.10 this morning. USDTHB could be closed between 33.95-34.08 today. The relief in stock market came as the Fed increased its benchmark interest rate by 50 basis points as widely expected and said to reduce its balance sheet in June. Powell also clarified that the Fed is not actively considering a larger 75 basis point rate hike, boosting investor sentiment further.

Sources : Bloomberg, CNBC, Investing, CEIC

<b>SET Index</b> 1,652.3	<b>S&amp;P500</b> 4,300.2	<b>10Y UST</b> 2.93%	<b>Brent</b> 105.9	<b>Gold</b> 1,868.7
3-May ▼ -0.91%	4-May ▲ 2.94%	4-May ▼ -4.0 bps	3-May ▼ -1.37%	4-May ▲ 0.58%

<b>USD/THB</b> 34.46	Daily ▲ 0.37%	<b>EUR/THB</b> 36.21	Daily ▲ 0.18%	<b>JPY/THB</b> 0.2651	Daily ▲ 0.66%
Weekly ▲ 0.93%	Monthly ▲ 2.16%	Weekly ▼ -1.06%	Monthly ▼ -2.34%	Weekly ▲ -0.82%	Monthly ▼ -2.96%
Rising Trend	Sideways Trend	Sideways Trend	Sideways Trend	Sideways Trend	Sideways Trend



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoT's daily closing rates

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Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		103.56	0.2%	2.2%	4.5%	97.85	103.56
EUR/USD		1.0506	-0.2%	-2.5%	-4.1%	1.0506	1.1164
USD/JPY		130.01	-0.3%	1.2%	5.8%	121.20	130.39
USD/CHF		0.9780	0.7%	2.2%	4.8%	0.9238	0.9780
GBP/USD		1.2512	0.1%	-2.2%	-4.9%	1.2501	1.3203
USD/CAD		1.2861	0.7%	1.0%	2.9%	1.2487	1.2861
AUD/USD		0.7086	-0.7%	-1.4%	-5.6%	0.7086	0.7562
NZD/USD		0.6448	-0.9%	-2.4%	-7.1%	0.6448	0.6966
ASEAN Dollar		109.75	0.2%	0.8%	2.0%	107.12	109.75
USD/THB		34.46	0.4%	1.4%	2.2%	33.31	34.46
USD/SGD		1.3849	0.1%	0.8%	1.8%	1.3529	1.3849
USD/MYR		4.3530	0.0%	0.3%	3.4%	4.2032	4.3607
USD/IDR		14,478	0.0%	0.7%	1.2%	14,308	14,478
USD/PHP		52.58	0.6%	0.3%	0.6%	51.28	52.58
USD/CNY		6.6494	0.1%	1.5%	4.2%	6.3491	6.6494
USD/HKD		7.8502	0.1%	0.1%	0.3%	7.8217	7.8502

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		233,927	-4174
Gold		15,153	-346
SDR		5,535	-26
IMF Reserves		1,236	29
Foreign Ccy		212,003	-3831
Net Fwd Position		32,440	860

Last update: 4/22/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
5/3/2022	-1,834	-1,486	-3,321
4/29/2022	487	415	901
4/28/2022	776	2,125	2,901
4/27/2022	2,303	1,498	3,802
4/26/2022	247	-1,241	-994
Last 5 days	1,979	1,311	3,289

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -1,834	↓ -1,486	↓ -3,321
QTD	Quarter	↑ 9,035	↑ 6,131	↑ 15,166
YTD	Year	↑ 119,899	↑ 91,690	↑ 211,589

Money Market














THB BIBOR	1M Hist	Last	1M Range		THBFIx	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	0.00	0.00
1M		0.55	0.55	0.55	1M		0.28	0.15	0.40	1M		0.35	0.12	0.35
2M		0.59	0.58	0.59	2M		0.32	0.22	0.41	2M		0.00	0.00	0.00
3M		0.63	0.63	0.63	3M		0.36	0.28	0.42	3M		0.75	0.34	0.75
6M		0.73	0.73	0.73	6M		0.37	0.30	0.41	6M		1.04	0.56	1.04
12M		0.95	0.95	0.95	12M		0.45	0.38	0.50	12M		1.49	1.00	1.49

Last Updated: 2/23/2021

Last Updated: 3/9/2022



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		<b>2.9300</b>	-4.00	11.00	51.00	2.32	2.99
Gilt 10y		<b>1.9191</b>	4.09	-3.46	26.83	1.56	1.99
Bund 10y		<b>0.9800</b>	0.00	17.00	39.00	0.49	0.98
JGB 10y		<b>0.2200</b>	-3.00	-2.90	-0.40	0.21	0.26
TGB 1y		<b>0.6326</b>	0.25	1.20	10.00	0.53	0.63
TGB 2y		<b>1.4370</b>	3.95	5.37	48.80	0.80	1.44
TGB 5y		<b>2.4125</b>	12.45	9.81	71.53	1.50	2.41
TGB 7y		<b>2.7837</b>	16.16	16.17	51.89	2.06	2.78
TGB 10y		<b>2.9728</b>	12.70	9.71	42.94	2.35	2.97
AAA Spread		<b>59.41</b>	-0.87	-0.70	-3.90	57.74	64.34
AA Spread		<b>79.42</b>	-0.02	2.04	-0.68	76.93	83.32
A Spread		<b>129.63</b>	-0.12	-0.03	1.25	127.06	132.16
BBB Spread		<b>397.06</b>	-0.30	0.09	-3.06	396.94	401.46

















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>105.91</b>	-1.4%	0.6%	2.0%	98.48	113.49
London Gold		<b>1868.7</b>	0.6%	-1.8%	-2.9%	1,857.9	1,976.0

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>4,300.2</b>	3.0%	2.8%	-6.2%	2,467.4	4,582.6
STOXX (EU)		<b>425.6</b>	0.8%	1.5%	-3.2%	328.0	439.5
FTSE All-Share(UK)		<b>3,694.0</b>	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		<b>13,970.8</b>	-0.5%	1.3%	-3.3%	13,756.4	14,606.1
CAC All-Tradable(FR)		<b>4,877.8</b>	-1.1%	-0.6%	-4.0%	4,877.8	5,126.6
TOPIX (JP)		<b>1,898.4</b>	-0.1%	-0.4%	-2.5%	1,860.8	1,991.7
Shanghai (CH)		<b>3,193.3</b>	2.4%	-1.3%	-4.9%	3,025.0	3,441.3
Hang Seng (HK)		<b>20,869.5</b>	-1.1%	4.7%	-6.1%	19,869.3	22,502.3
ASX 200 (AU)		<b>7,304.7</b>	-0.2%	0.6%	-2.6%	7,261.2	7,592.8
SET (TH)		<b>1,652.3</b>	-0.9%	-1.4%	-1.9%	1,652.3	1,702.9
SET50 (TH)		<b>979.0</b>	-0.5%	-0.4%	-3.3%	978.8	1,023.7
Straits Times (SG)		<b>3,349.3</b>	-0.2%	0.9%	-2.0%	3,303.1	3,445.0
FTSE Malay (MY)		<b>1,600.4</b>	0.2%	-0.1%	1.1%	1,581.1	1,607.3
JSX Index (ID)		<b>7,228.9</b>	0.4%	-0.6%	3.1%	7,002.5	7,276.2
PSE Index (PH)		<b>6,802.7</b>	1.2%	-2.5%	-5.6%	6,721.1	7,203.5
Vn Index (VN)		<b>1,348.7</b>	-1.3%	2.9%	-11.1%	1,310.9	1,524.7

Sources: ttb analytics, CEIC

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

### Important Disclosures

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