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The Federal Reserve raised its benchmark interest rates three-quarters of a percentage point in its most aggressive hike since 1994. The rate-setting Federal Open Market Committee took the level of its benchmark funds rate to a range of 1.5%-1.75%, the highest since just before the Covid19 pandemic began in March 2020. According to the "dot plot" of individual members' expectations, the Fed's benchmark rate will end the year at 3.4%, an upward revision of 1.5 percentage points from the March estimate. Officials also significantly cut their outlook for 2022 GDP growth, now anticipating just a 1.7% gain, down from 2.8% from March and year-end inflation projections was revised upwards by 0.9 percentage points to 5.2% this year.

European Central Bank holds emergency meeting to discuss market rout

The ECB held an emergency monetary policy meeting Wednesday, after bond yields surged for many governments across the euro zone. The difference between Italian and German bond yields widened to its highest margin since early 2020. The market reaction expressed its expectation to see the ECB addressing concerns over financial fragmentation and indeed provide some clarity about what sort of measures it might take to support highly indebted nations. Isabel Schnabel, a member of the ECB's executive board said: "Our commitment to the euro is our anti-fragmentation tool. This commitment has no limits. And our track record of stepping in when needed backs up this commitment.", being one of the most defining moments in the ECB's history after the words "whatever it takes" to safeguard the common currency by President Draghi in 2012.

Japan Runs Biggest Trade Deficit in More Than 8 Years in May

Japan ran its biggest single-month trade deficit in more than eight years in May as high commodity prices and declines in the yen swelled imports, clouding the country's economic outlook. Imports soared 48.9% in the year to May, above a median market forecast for a 43.6% gain. This attributes to the surge of mineral fuels purchases to 147.8%, boosted by petroleum (147.2%) and LNG (154.7%); and those of electrical machinery climbed 36.0%, led by semiconductors (70.7%). The import figure outpaced a 15.8% year-on-year rise in exports in the same month, resulting in a 2.385 trillion yen (\$17.80 billion) trade deficit, the largest shortfall in a single month since January 2014. Exports increased to the US (13.6%), Hong Kong (22.6%), Taiwan (20.1%), South Korea (41.6%), Singapore (29.9%), Thailand (20.2%), Malaysia (28.3%), and Australia (19.6%). By contrast, exports to China and Germany dropped by 0.2%, each.

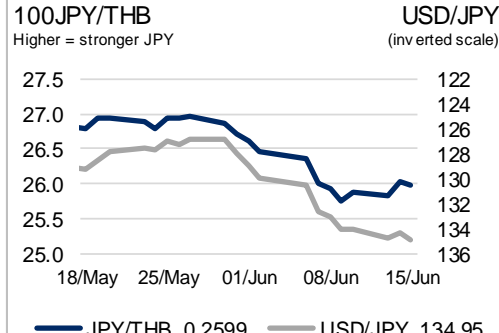
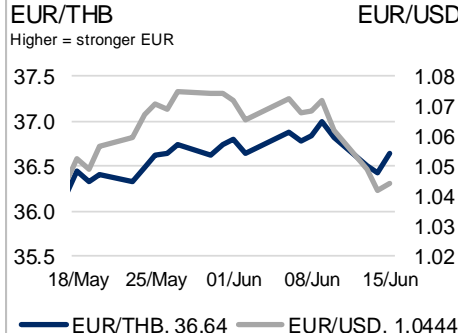
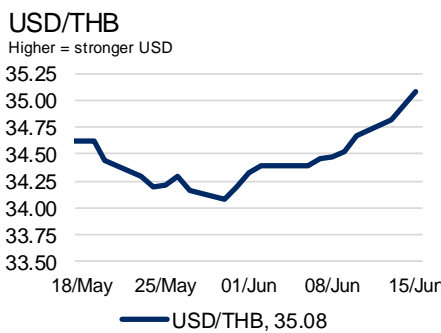
US stock futures climbed higher on Thursday

The 10-year government bond yield (interpolated) on the previous trading day was 3.09, -4.05 bps. The benchmark government bond yield (LB31DA) was 3.02, -3.00 bps. LB31DA could be between 2.97-3.07. Meantime, the latest closed US 10-year bond yields was 3.33, -16.00 bps. USDTHB on the previous trading day closed around 35.08 Moving in a range from 34.80-34.99 this morning. USDTHB could be closed between 34.93-35.00 today. US stock futures climbed higher on Thursday after the Federal Reserve implemented the largest interest rate increase since 1994 but indicated that moves of that scale likely wouldn't become common.

Sources : ttb analytics , Bloomberg, CNBC, Investing, CEIC

SET Index	1,593.5	S&P500	3,790.0	10Y UST	3.33%	Brent	121.5	Gold	1,823.2
15-Jun	▼ -0.59%	15-Jun	▲ 1.45%	15-Jun	▼ -16.0 bps	14-Jun	▼ -0.57%	15-Jun	▼ -0.03%

USD/THB	35.08	EUR/THB	36.64	JPY/THB	0.2599
Daily ▲ 0.37%	Weekly ▲ 1.62%	Daily ▲ 0.59%	Weekly ▼ -0.98%	Daily ▼ -0.12%	Weekly ▲ 0.88%
Monthly ▲ 1.30%	Sideways Trend	Monthly ▲ 1.25%	Sideways Trend	Monthly ▼ -3.12%	



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		105.21	0.1%	2.6%	0.4%	101.54	105.21
EUR/USD		1.0444	0.2%	-2.2%	0.6%	1.0383	1.0751
USD/JPY		134.95	0.5%	1.5%	4.7%	126.76	134.95
USD/CHF		0.9996	0.4%	2.6%	-0.3%	0.9567	1.0028
GBP/USD		1.2025	-1.1%	-4.3%	-1.5%	1.2025	1.2646
USD/CAD		1.2957	0.5%	3.3%	-0.5%	1.2548	1.3022
AUD/USD		0.6903	-0.6%	-4.3%	0.4%	0.6877	0.7211
NZD/USD		0.6229	-0.7%	-3.7%	-0.2%	0.6229	0.6546

ASEAN Dollar		111.61	0.1%	1.3%	0.6%	109.52	111.61
USD/THB		35.08	0.4%	1.7%	1.0%	34.08	35.08
USD/SGD		1.3919	0.0%	1.2%	-0.3%	1.3669	1.3955
USD/MYR		4.4203	-0.1%	0.6%	0.6%	4.3680	4.4229
USD/IDR		14,727	0.3%	1.8%	0.9%	14,439	14,727
USD/PHP		53.37	0.1%	0.8%	1.7%	52.19	53.37
USD/CNY		6.7246	-0.3%	0.8%	-1.2%	6.6479	6.8067
USD/HKD		7.8520	0.0%	0.1%	0.0%	7.8407	7.8520

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		227,545	2017
Gold		14,494	274
SDR		5,470	44
IMF Reserves		1,222	10
Foreign Ccy		206,360	1689
Net Fwd Position		30,495	150

Last update: 5/20/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
6/15/2022	-2,417	-383	-2,800
6/14/2022	97	-1,076	-978
6/13/2022	-2,597	978	-1,619
6/10/2022	-3,860	-1,672	-5,532
6/9/2022	1,119	979	2,098
Last 5 days	-7,658	-1,173	-8,831

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -14,207	↓ -6,488	↓ -20,696
QTD	Quarter	↑ 16,945	↑ 31,141	↑ 48,086
YTD	Year	↑ 127,809	↑ 116,700	↑ 244,509

Money Market

THB BIBOR	1M Hist	Last	1M Range		THBFX	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		0.56	0.55	0.56	1M		0.28	0.15	0.40	1M		0.35	0.12	0.35
2M		0.60	0.59	0.60	2M		0.32	0.22	0.41	2M		0.00	0.00	0.00
3M		0.65	0.63	0.65	3M		0.36	0.28	0.42	3M		0.75	0.34	0.75
6M		0.76	0.73	0.76	6M		0.37	0.30	0.41	6M		1.04	0.56	1.04
12M		0.99	0.95	0.99	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

Sources: ttb analytics, CEIC

Fixed Income Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		3.3300	-16.00	30.00	45.00	2.74	3.49
Gilt 10y		2.4927	7.82	23.88	61.09	1.72	2.49
Bund 10y		1.6400	10.00	35.00	75.00	0.89	1.64
JGB 10y		0.2710	0.70	1.40	2.40	0.22	0.27
TGB 1y		1.0682	9.10	41.55	33.75	0.65	1.07
TGB 2y		1.7881	-0.43	17.21	3.85	1.52	1.87
TGB 5y		2.6178	-7.11	14.49	-6.45	2.23	2.70
TGB 7y		2.8835	-5.39	17.14	-20.21	2.55	3.12
TGB 10y		3.0975	-4.05	16.40	-29.25	2.90	3.42
AAA Spread		67.86	2.18	2.64	6.46	59.15	67.86
AA Spread		81.86	0.18	0.08	2.73	78.05	83.81
A Spread		121.06	1.16	1.15	-1.43	118.33	125.88
BBB Spread		318.53	0.36	0.05	42.73	275.80	319.29

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		121.48	-0.6%	0.3%	6.7%	109.53	123.75
London Gold		1823.2	0.0%	-1.4%	-0.1%	1,805.8	1,864.3

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)		3,790.0	1.5%	-7.9%	-7.3%	2,467.4	4,176.8
STOXX (EU)		402.8	3.9%	-4.6%	-3.7%	328.0	428.4
FTSE All-Share(UK)		3,694.0	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		13,304.4	-0.9%	-8.6%	-4.7%	13,304.4	14,653.8
CAC All-Tradable(FR)		4,588.9	1.4%	-6.6%	-6.4%	4,525.4	4,999.1
TOPIX (JP)		1,855.9	-1.2%	-5.8%	-0.6%	1,855.9	1,970.0
Shanghai (CH)		3,463.6	0.5%	1.3%	7.5%	3,201.8	3,463.6
Hang Seng (HK)		21,308.2	1.1%	-3.2%	6.8%	19,380.3	22,014.6
ASX 200 (AU)		6,601.0	-1.3%	-7.0%	-6.9%	6,601.0	7,286.6
SET (TH)		1,593.5	-0.6%	-2.6%	0.6%	1,584.4	1,663.4
SET50 (TH)		965.9	-0.5%	-2.3%	1.3%	950.3	1,002.2
Straits Times (SG)		3,105.9	-0.1%	-3.7%	-3.0%	3,105.9	3,244.0
FTSE Malay (MY)		1,459.1	-1.5%	-4.3%	-5.5%	1,459.1	1,570.1
JSX Index (ID)		7,007.1	-0.6%	-2.6%	6.2%	6,598.0	7,193.3
PSE Index (PH)		6,319.4	-2.4%	-6.7%	-4.2%	6,319.4	6,822.3
Vn Index (VN)		1,213.9	-1.3%	-7.2%	-1.2%	1,172.0	1,307.9

Sources: ttb analytics, CEIC

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

Important Disclosures

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