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Sino-U.S. ties will stay tense as U.S. President Joe Biden is unlikely to rush into new deals to reduce tariffs on China, even if he is willing to re-engage with multilateral trade, economists said. Following former president Donald Trump's "America First" stance, the Biden administration has a "Buy American" policy for federal procurement. That means continued tensions, Rashmi Banga, from the United Nations Conference said. She predicted the United States would not change its policies in the ongoing tech rivalry with China. Given its pivotal role in the Sino-U.S. tech war, Alastair Newton, from Alavan Business Advisory, described Taiwan as "the world's most dangerous flashpoint".

Chinese banks see fewer bad loans as economy recovers from COVID-19

Chinese banks saw the size of their bad loans shrinking at the end of last year, as businesses' recovery from the pandemic gathered steam. The outstanding bad loans of China's commercial banks totaled 2.7 trillion yuan at the end of December, down by 133.6 billion yuan from the end of the third quarter, China's Banking and Insurance Regulatory Commission (CBIRC) said. The non-performing loan ration in the sector stood at 1.84% at year-end, compared to 1.96% at the end of September. The banking sector achieved a net profit of 1.94 trillion yuan in the whole year of 2020, falling 2.7% year-on-year, it showed, with 5 trillion yuan put aside for bad loans.

BOJ policymaker highlights cost of huge asset buying, signals tweak in March review

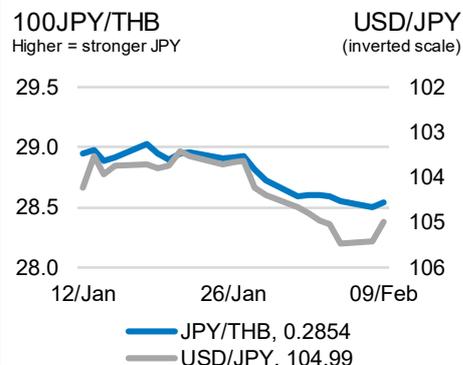
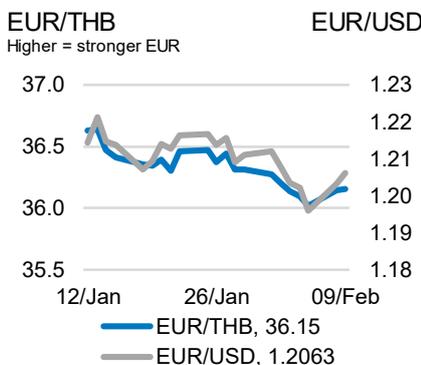
The Bank of Japan must be mindful of the potential demerits of its huge asset purchases, board member Toyoaki Nakamura said in a sign the central bank will seek ways to make its asset-buying programme more flexible in a policy review due in March. "Buying huge amounts of assets and holding onto them for a prolonged period, the BOJ could affect market functions" he said. With the coronavirus pandemic likely to prolong its battle to fire up inflation to its 2% target, the BOJ unveiled a plan to conduct in March a review of its policy tools to make them more "sustainable and effective."

Dollar slumps as U.S. Treasury yields soften

The benchmark government bond yield (LB29DA, 8.8 years) on the previous trading day was 1.285, -1.00 bps. That benchmark government bond yield (LB29DA) could be between 1.27-1.30. Meantime, the latest closed US 10-year bond yields was 1.18%, -1.00bps. USDTHB on the previous trading day closed around 29.935 Moving in a range from 29.89-29.93 this morning. USDTHB could be between 29.87-29.93 today. Meantime, The dollar fell to a one-week low on Tuesday, as a slide in U.S. Treasury yields raised doubts about the outlook for the greenback against the backdrop of a looming U.S. fiscal stimulus package.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index 1,518.3	S&P500 3,911.2	10Y UST 1.18%	Brent 60.6	Gold 1,846.6
9-Feb ▲ 0.12%	9-Feb ▼ -0.11%	9-Feb ▼ -1.0 bps	8-Feb ▲ 2.04%	9-Feb ▲ 1.91%
USD/THB 29.97	EUR/THB 36.15	JPY/THB 0.2854		
Daily ▼ -0.24%	Daily ▲ 0.02%	Daily ▲ 0.16%		
Weekly ▼ -0.17%	Weekly ▲ 0.04%	Weekly ▼ -0.20%		
Monthly ▼ -0.65%	Monthly ▼ -1.31%	Monthly ▼ -1.38%		
Falling Trend	Sideways Trend	Sideways Trend		



Sources: TMB 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		90.85	-0.3%	-0.1%	0.5%	89.47	91.55
EUR/USD		1.2063	0.3%	-0.1%	-0.9%	1.1959	1.2319
USD/JPY		104.99	-0.4%	0.2%	0.9%	103.13	105.46
USD/CHF		0.8974	-0.2%	0.2%	1.0%	0.8789	0.9040
GBP/USD		1.3763	0.2%	0.5%	1.9%	1.3511	1.3763
USD/CAD		1.2736	-0.2%	-0.8%	-0.1%	1.2629	1.2844
AUD/USD		0.7713	0.6%	1.0%	0.1%	0.7592	0.7789
NZD/USD		0.7235	0.5%	0.9%	0.6%	0.7121	0.7283
ASEAN Dollar		103.47	-0.2%	0.0%	-0.2%	102.82	103.85
USD/THB		29.97	-0.2%	0.0%	-0.6%	29.93	30.17
USD/SGD		1.3309	-0.2%	0.0%	0.1%	1.3184	1.3376
USD/MYR		4.0570	-0.1%	0.3%	0.4%	4.0184	4.0714
USD/IDR		13,955	-0.1%	-0.1%	-0.6%	13,858	14,094
USD/PHP		48.05	0.0%	0.0%	0.1%	47.94	48.12
USD/CNY		6.4273	-0.3%	-0.4%	-0.5%	6.4273	6.4813
USD/HKD		7.7488	0.0%	0.0%	0.0%	7.7439	7.7547

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.40	-0.05
3-month		0.85	0.00
6-month		1.63	0.02

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		256,839	-2359
Gold		9,134	-35
SDR		1,427	-1
IMF Reserves		1,285	-1
Foreign Ccy		244,993	-2322
Net Fwd Position		29,815	1650

Last update: #####

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
09/02/2021	2,091	-1,858	233	
08/02/2021	4,186	-3,206	980	
05/02/2021	182	1,082	1,263	
04/02/2021	-1,977	3,057	1,080	
03/02/2021	-3,110	-360	-3,470	
Last 5 days	1,372	-1,286	86	
	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -2,715	↑ 407	↓ -2,308
QTD	Quarter	↓ -13,618	↑ 523	↓ -13,095
YTD	Year	↓ -13,618	↑ 523	↓ -13,095

Money Market

THB BIBOR	1M Hist	Last	1M Range		THB Implied	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		-0.02	-1.15	0.39	ON		0.08	0.08	0.09
1W		0.52	0.52	0.52	1W		0.14	-0.46	0.38	1W		0.09	0.08	0.10
1M		0.55	0.55	0.55	1M		0.20	0.03	0.31	1M		0.12	0.11	0.14
2M		0.58	0.58	0.59	2M		0.25	0.17	0.41	2M		0.16	0.15	0.19
3M		0.62	0.62	0.62	3M		0.30	0.27	0.82	3M		0.19	0.19	0.24
6M		0.73	0.73	0.73	6M		0.37	0.37	0.59	6M		0.22	0.22	0.26
12M		0.95	0.95	0.95	12M		0.61	0.61	0.80	12M		0.30	0.30	0.34

Last Updated: 30/06/2020

Last Updated: 02/02/2021

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		1.1800	-1.00	6.00	5.00	1.04	1.19
Gilt 10y		0.5417	5.46	16.97	20.22	0.25	0.54
Bund 10y		-0.4300	3.00	8.00	10.00	-0.55	-0.43
JGB 10y		0.0720	0.10	1.50	3.40	0.03	0.07
TGB 1y		0.4451	-0.05	2.32	5.57	0.38	0.45
TGB 2y		0.4885	0.18	3.15	6.60	0.39	0.49
TGB 5y		0.7890	-1.19	3.60	11.37	0.65	0.80
TGB 7y		1.0471	-0.80	6.44	10.00	0.93	1.06
TGB 10y		1.3710	-1.65	3.41	5.56	1.29	1.39
AAA Spread		124.46	-0.05	-0.13	-0.78	124.46	125.37
AA Spread		85.28	-7.08	-5.69	-27.07	85.28	119.46
A Spread		189.52	-0.26	3.83	1.20	185.54	190.08
BBB Spread		0.00	0.00	0.00	0.00	0.00	0.00

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		1846.6	1.9%	0.0%	-0.1%	1,808.6	1,911.1

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)		3,911.2	-0.1%	2.2%	2.9%	2,467.4	3,915.6
STOXX (EU)		408.5	-0.7%	1.3%	0.6%	328.0	411.3
FTSE All-Share(UK)		3,585.0	0.2%	0.5%	-3.1%	3,505.9	3,744.0
DAX (DE)		14,011.8	-0.3%	1.3%	0.5%	13,432.9	14,060.3
CAC All-Tradable(FR)		4,435.4	0.1%	2.2%	0.7%	4,214.6	4,436.2
TOPIX (JP)		1,925.5	0.1%	4.3%	3.8%	1,796.2	1,925.5
Shanghai (CH)		3,777.4	2.0%	2.0%	2.0%	3,651.0	3,799.1
Hang Seng (HK)		29,476.2	0.5%	0.8%	5.6%	27,548.5	30,159.0
ASX 200 (AU)		6,821.2	-0.9%	0.9%	0.9%	6,607.1	6,880.7
SET (TH)		1,518.3	0.1%	2.2%	-1.2%	1,467.0	1,547.3
SET50 (TH)		949.5	0.1%	2.3%	-2.6%	916.7	980.8
Straits Times (SG)		2,935.3	0.1%	0.6%	-1.6%	2,896.3	3,017.2
FTSE Malay (MY)		1,586.1	0.8%	0.4%	-1.0%	1,566.4	1,636.7
JSX Index (ID)		6,181.7	-0.4%	2.3%	-3.2%	5,862.4	6,435.2
PSE Index (PH)		7,065.6	0.6%	2.9%	-3.3%	6,612.6	7,304.8
Vn Index (VN)		1,114.9	2.9%	3.7%	-5.9%	1,023.9	1,194.2

Sources: TMB Analytics, CEIC

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

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