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Euro zone finance ministers are holding initial talks on Monday on when and how the expected pick up in economic activity, and the lifting of pandemic lockdowns, should affect the amounts of cash governments now pump into the economy to keep it going. "The issue is how best combine to the commitment to short-term support with a credible medium-term fiscal strategy," one senior euro zone official said. "Now the measures are non-discriminatory. With time, more and more sectors approach normality, it will be time to wean off the corporate sector from public support. Different sectors will have different recovery dynamics," he said.

BOJ's Kuroda says stock boom reflects economic optimism, defends ETF scheme

Bank of Japan Governor Haruhiko Kuroda said on Tuesday the recent stock price rally reflected market optimism over the global economic outlook, brushing aside views its ultra-loose monetary policy was fuelling an asset price bubble. He stressed that it was premature to debate an exit from super-loose policy including the BOJ's huge purchases and holdings of exchange-traded funds (ETF) as it's likely to take significant time to achieve our price (inflation) target. The BOJ has unveiled a plan to review its policy tools, including its ETF-buying programme, in March to make it more sustainable as the pandemic forces it to maintain its stimulus for a prolonged period.

Britain may need big tax rises, but not yet

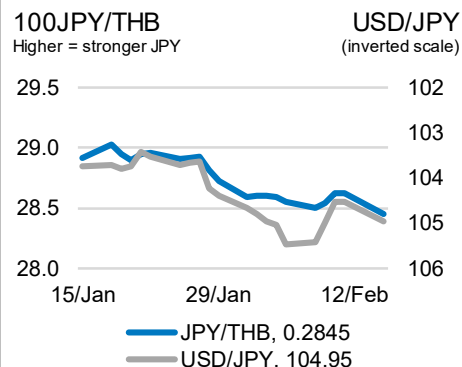
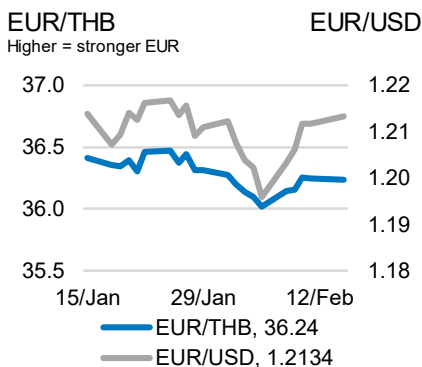
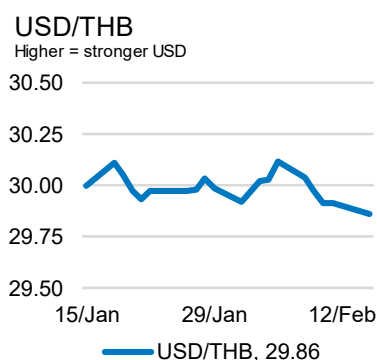
British finance minister Rishi Sunak might have to raise a hefty extra 60 billion pounds (\$83 billion) in taxes to pay for the COVID-19 hit to the public finances, but his March 3 budget is too soon for such a move, a think tank said. The non-partisan Institute for Fiscal Studies said uncertainty about whether the pandemic would fade, or flare up again, meant Sunak should focus for now on targeted measures to prevent job losses and encourage business investment. An increase of 60 billion pounds a year in tax would be equivalent to a nine-pence-in-the-pound leap in income tax rates. But any such revenue-raising shift would probably be spread across different taxes, the IFS said.

Dollar in doldrums as recovery optimism thrives

The benchmark government bond yield (LB29DA, 8.8 years) on the previous trading day was 1.36, +7.00 bps. Thai benchmark government bond yield (LB29DA) could be between 1.34-1.38. Meantime, the latest closed US 10-year bond yields was 1.20%, +4.00bps. USDTHB on the previous trading day closed around 29.88 Moving in a range from 29.84-29.89 this morning. USDTHB could be between 29.83-29.90 today. Meantime, The U.S. dollar was pinned down on Tuesday, as vaccine optimism boosted the British pound to an almost three-year high.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index 1,522.7	S&P500 3,934.8	10Y UST 1.20%	Brent 62.4	Gold 1,817.5
15-Feb ▲ 0.95%	12-Feb ▲ 0.47%	12-Feb ▲ 4.0 bps	12-Feb ▲ 2.09%	15-Feb ▼ -0.03%
USD/THB 29.86	EUR/THB 36.24	JPY/THB 0.2845		
Daily ▼ -0.17%	Daily ▼ -0.03%	Daily ▼ -0.58%		
Weekly ▼ -0.59%	Weekly ▲ 0.25%	Weekly ▼ -0.16%		
Monthly ▼ -0.45%	Monthly ▼ -0.48%	Monthly ▼ -1.60%		
Falling Trend	Sideways Trend	Falling 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		90.33	-0.1%	-1.3%	-0.1%	89.98	91.55
EUR/USD		1.2134	0.1%	1.5%	-0.1%	1.1959	1.2213
USD/JPY		104.95	0.4%	-0.5%	1.0%	103.43	105.46
USD/CHF		0.8907	0.1%	-1.5%	0.3%	0.8852	0.9040
GBP/USD		1.3895	0.4%	1.6%	1.9%	1.3519	1.3895
USD/CAD		1.2674	-0.2%	-1.2%	-0.2%	1.2629	1.2844
AUD/USD		0.7776	0.7%	2.4%	0.4%	0.7592	0.7776
NZD/USD		0.7232	0.3%	1.2%	0.6%	0.7121	0.7235
ASEAN Dollar		102.89	-0.2%	-0.8%	-0.5%	102.89	103.77
USD/THB		29.86	-0.2%	-0.8%	-0.5%	29.86	30.17
USD/SGD		1.3231	-0.2%	-1.1%	-0.3%	1.3223	1.3376
USD/MYR		4.0368	-0.2%	-0.8%	-0.1%	4.0345	4.0714
USD/IDR		13,875	-0.5%	-0.7%	-1.1%	13,875	14,094
USD/PHP		47.96	-0.2%	-0.3%	-0.2%	47.94	48.12
USD/CNY		6.4155	-0.2%	-0.8%	-0.6%	6.4139	6.4813
USD/HKD		7.7498	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	0.00
3-month		0.80	0.00
6-month		1.60	0.00

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		255,752	-1086
Gold		8,963	-171
SDR		1,423	-5
IMF Reserves		1,280	-4
Foreign Ccy		244,087	-906
Net Fwd Position		30,385	570

Last update: #####

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
15/02/2021	1,651	-647	1,004	
11/02/2021	-4,344	708	-3,637	
10/02/2021	1,182	806	1,989	
09/02/2021	2,091	-1,858	233	
08/02/2021	4,186	-3,206	980	
Last 5 days	4,766	-4,197	569	
	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -4,226	↑ 1,275	↓ -2,952
QTD	Quarter	↓ -15,129	↑ 1,390	↓ -13,739
YTD	Year	↓ -15,129	↑ 1,390	↓ -13,739

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		0.08	0.08	0.10
1M		0.55	0.55	0.55	1M		0.20	0.03	0.31	1M		0.12	0.11	0.13
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		0.20	0.19	0.24
6M		0.73	0.73	0.73	6M		0.37	0.37	0.59	6M		0.21	0.21	0.25
12M		0.95	0.95	0.95	12M		0.61	0.61	0.80	12M		0.31	0.30	0.33

Last Updated: 30/06/2020

Last Updated: 08/02/2021

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		1.2000	4.00	1.00	10.00	1.04	1.20
Gilt 10y		0.5197	-1.56	3.26	16.53	0.31	0.54
Bund 10y		-0.4600	1.00	0.00	7.00	-0.55	-0.43
JGB 10y		0.0830	1.60	2.20	5.00	0.03	0.08
TGB 1y		0.4564	1.31	1.95	6.20	0.39	0.46
TGB 2y		0.5161	1.97	5.01	7.71	0.43	0.52
TGB 5y		0.8478	5.92	8.07	12.49	0.70	0.85
TGB 7y		1.1216	7.46	13.06	13.13	0.93	1.12
TGB 10y		1.4357	5.78	10.86	10.02	1.29	1.44
AAA Spread		119.35	-2.86	-5.25	-5.54	119.35	124.93
AA Spread		79.12	-3.55	-9.51	-29.98	79.12	110.17
A Spread		190.23	-0.17	0.29	3.93	185.54	190.40
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		1817.5	0.0%	0.3%	-2.0%	1,808.6	1,867.7

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)		3,934.8	0.0%	0.5%	4.4%	2,467.4	3,934.8
STOXX (EU)		408.9	-1.1%	-0.6%	1.3%	328.0	413.3
FTSE All-Share(UK)		3,696.8	2.4%	3.3%	0.7%	3,505.9	3,704.5
DAX (DE)		14,109.5	0.4%	0.4%	2.3%	13,432.9	14,109.5
CAC All-Tradable(FR)		4,503.3	1.3%	1.6%	2.9%	4,214.6	4,503.3
TOPIX (JP)		1,953.9	1.0%	3.3%	4.3%	1,808.8	1,953.9
Shanghai (CH)		3,831.5	1.4%	3.9%	1.3%	3,651.0	3,831.5
Hang Seng (HK)		30,173.6	0.4%	3.6%	6.9%	27,908.2	30,173.6
ASX 200 (AU)		6,868.9	0.9%	-0.2%	2.3%	6,607.4	6,880.7
SET (TH)		1,522.7	1.0%	1.7%	-0.9%	1,467.0	1,547.3
SET50 (TH)		949.9	0.8%	1.8%	-2.2%	916.7	980.8
Straits Times (SG)		2,931.5	0.2%	0.8%	-2.3%	2,896.3	3,017.2
FTSE Malay (MY)		1,608.1	0.5%	1.9%	-0.2%	1,566.4	1,636.7
JSX Index (ID)		6,270.3	0.8%	1.9%	-2.5%	5,862.4	6,435.2
PSE Index (PH)		6,959.2	-0.5%	-0.9%	-4.3%	6,612.6	7,273.2
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

Important Disclosures

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