

U.S. Senate to know next week if COVID-19 bill can include minimum wage hike – Sanders

U.S. Senate to know next week if COVID-19 bill can include minimum wage hike – Sanders

U.S. Senate Budget Committee Chairman Bernie Sanders said on Friday he expects to find out next week whether lawmakers can include a hike in the minimum wage to \$15 an hour in the coronavirus relief bill they are racing to pass. Democrats backing the gradual increase in the wage from the current \$7.25 per hour have made their case to the Senate parliamentarian on why it should be included in the \$1.9 trillion package addressing the deadly COVID-19 pandemic, according to Sanders. Senate Majority Leader Chuck Schumer, a Democrat, said on Friday his deeply divided chamber will pass the bill before March 14, when the latest round of federal unemployment benefits expire.

UK's Sunak to raise business tax to pay for COVID-19 support: The Sunday Times

British finance minister Rishi Sunak is set to increase a tax on business to pay for an extension to COVID-19 support schemes in the budget next month, The Sunday Times reported. Sunak, in his speech on March 3, will announce he is increasing corporation tax from 19% to 23% by the time of the next general election, the report said. The move will raise an expected 12 billion pounds (\$16.8 billion) a year, the report added. According to the report, at least 1 pence is set to be added to the bill for business from this autumn, at a cost to business of 3 billion pounds, with further rises in subsequent years. Allies of Sunak clarified he would not increase corporation tax higher than 23%.

G7 says to counter 'non-market' policies from China to ensure free trade

Group of Seven leaders on Friday said they would seek a collective approach to China to counter "non-market oriented" policies and practices and to ensure a fair multilateral global trade. "As leaders, we will consult with each other on collective approaches to address non-market oriented policies and practices. The G7 said it would deepen cooperation on the health response to COVID-19 and explore a global health treaty. "We will: champion open economies and societies; promote global economic resilience; harness the digital economy with data free flow with trust," said the group whose combined economic clout is \$40 trillion - a little less than half of the global economy.

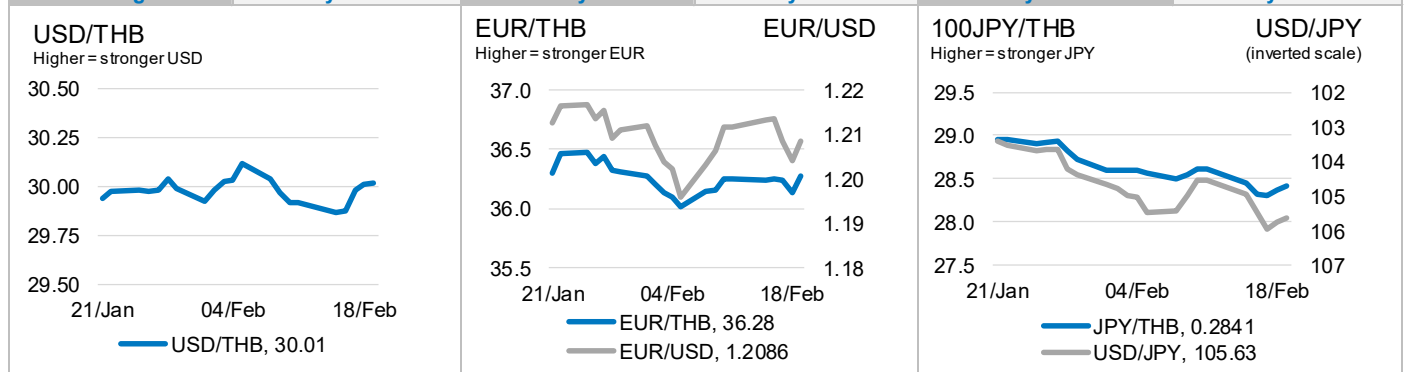
Dollar Down, Riskier Currencies Benefit as Risk Sentiment Improves

The benchmark government bond yield (LB29DA, 8.8 years) on the previous trading day was 1.42, +2.00 bps. Thai benchmark government bond yield (LB29DA) could be between 1.40-1.44. Meantime, the latest closed US 10-year bond yields was 1.34%, +5.00bps. USDTHB on the previous trading day closed around 29.99 Moving in a range from 29.95-30.01 this morning. USDTHB could be closed between 29.97-30.03 today. Meantime, The dollar was down on Monday morning in Asia, falling to a three-year low against the GBP as continued progress on curbing the COVID-19 virus boosted risk sentiment.

Sources : Bloomberg, CNBC, Investing, CEIC

| | | | | | | | | | |
|------------------|----------------|-------------------|----------------|----------------|--------------|--------------|-------------|-------------|----------------|
| SET Index | 1,500.5 | S&P500 | 3,906.7 | 10Y UST | 1.34% | Brent | 62.9 | Gold | 1,773.8 |
| 19-Feb | ▼ -0.70% | 19-Feb | ▼ -0.19% | 19-Feb | ▲ 5.0 bps | 19-Feb | ▼ -1.61% | 19-Feb | ▼ -0.51% |

| | | | | | |
|-----------------|----------------|------------------|----------------|------------------|-----------------|
| USD/THB | 30.01 | EUR/THB | 36.28 | JPY/THB | 0.2841 |
| Daily ▲ 0.02% | Weekly ▲ 0.50% | Daily ▲ 0.40% | Weekly ▲ 0.11% | Daily ▲ 0.15% | Weekly ▼ -0.14% |
| Monthly ▲ 0.26% | Sideways Trend | Monthly ▼ -0.07% | Sideways Trend | Monthly ▼ -1.85% | |



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

Main Contributor
Kantaphon Amornrat
(66) 2 991111 ext. 5191,
kantaphon.amo@tmbbank.com

TMB Analytics tmbanalytics@tmbbank.com
Naris Sathapholdeja (66) 2 299 2494, naris.sat@tmbbank.com
Kasem Hamchanpanich (66) 2 242 3265; kasem.har@tmbbank.com
Supaporn Channarong (66) 2 242 3271, supaporn.cha@tmbbank.com

Currency Market

| Currency | 1M History | Last | %Chg (1D) | %Chg (1W) | %Chg (1M) | 1M Range | |
|--------------|------------|--------|-----------|-----------|-----------|----------|--------|
| | | | | | | Min | Max |
| Dollar Index | | 90.61 | -0.3% | 0.2% | 0.2% | 90.15 | 91.55 |
| EUR/USD | | 1.2086 | 0.4% | -0.3% | -0.4% | 1.1959 | 1.2167 |
| USD/JPY | | 105.63 | -0.1% | 1.1% | 1.8% | 103.43 | 105.95 |
| USD/CHF | | 0.8963 | -0.2% | 0.7% | 1.0% | 0.8852 | 0.9040 |
| GBP/USD | | 1.3963 | 0.7% | 0.9% | 2.3% | 1.3571 | 1.3963 |
| USD/CAD | | 1.2698 | -0.1% | 0.0% | -0.2% | 1.2629 | 1.2844 |
| AUD/USD | | 0.7767 | 0.2% | 0.6% | 0.7% | 0.7592 | 0.7790 |
| NZD/USD | | 0.7215 | 0.4% | 0.0% | 1.3% | 0.7121 | 0.7246 |
| ASEAN Dollar | | 103.54 | 0.1% | 0.3% | 0.1% | 102.93 | 103.84 |
| USD/THB | | 30.01 | 0.0% | 0.3% | 0.1% | 29.86 | 30.12 |
| USD/SGD | | 1.3267 | -0.1% | 0.1% | 0.0% | 1.3219 | 1.3376 |
| USD/MYR | | 4.0397 | 0.1% | -0.1% | -0.1% | 4.0300 | 4.0714 |
| USD/IDR | | 14,017 | 0.2% | 0.6% | 0.0% | 13,873 | 14,030 |
| USD/PHP | | 48.67 | 0.6% | 1.3% | 1.5% | 47.94 | 48.67 |
| USD/CNY | | 6.4539 | 0.3% | 0.4% | -0.1% | 6.4135 | 6.4813 |
| USD/HKD | | 7.7467 | 0.0% | 0.0% | 0.0% | 7.7443 | 7.7527 |

FX Swap Market and BoT's Reserves

| USTH FX Sp | 1M History | Last | %Chg(1D) |
|------------|------------|------|----------|
| 1-month | | 0.65 | 0.15 |
| 3-month | | 1.35 | 0.25 |
| 6-month | | 2.63 | 0.38 |

| Reserves (\$mn) | 3M History | Last | \$mn Chg(1W) |
|------------------|------------|---------|--------------|
| Total | | 256,805 | 1053 |
| Gold | | 9,022 | 59 |
| SDR | | 1,427 | 5 |
| IMF Reserves | | 1,285 | 4 |
| Foreign Ccy | | 245,072 | 985 |
| Net Fwd Position | | 30,835 | 450 |

Last update: 12/02/2021

Foreign Fund Flows (THB.mn)

| Date | Equity | Bond | Total |
|-------------|--------|--------|--------|
| 19/02/2021 | -3,039 | -1,167 | -4,206 |
| 18/02/2021 | -1,694 | -465 | -2,159 |
| 17/02/2021 | -1,646 | -2,340 | -3,986 |
| 16/02/2021 | 2,185 | -584 | 1,602 |
| 15/02/2021 | 1,651 | -647 | 1,004 |
| Last 5 days | -2,543 | -5,202 | -7,745 |

| | Period-to-date | Equity | Bond | Total |
|-----|----------------|-----------|----------|-----------|
| MTD | Month | ↓ -8,420 | ↓ -3,281 | ↓ -11,701 |
| QTD | Quarter | ↓ -19,323 | ↓ -3,166 | ↓ -22,489 |
| YTD | Year | ↓ -19,323 | ↓ -3,166 | ↓ -22,489 |

Money Market

| THB BIBOR | 1M Hist | Last | 1M Range | | THBFI X | 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 | | 0.45 | 0.22 | 0.48 | ON | | 0.08 | 0.08 | 0.09 |
| 1W | | 0.52 | 0.52 | 0.52 | 1W | | 0.44 | 0.16 | 0.44 | 1W | | 0.09 | 0.08 | 0.10 |
| 1M | | 0.55 | 0.55 | 0.55 | 1M | | 0.31 | 0.15 | 0.35 | 1M | | 0.11 | 0.11 | 0.13 |
| 2M | | 0.58 | 0.58 | 0.59 | 2M | | 0.31 | 0.22 | 0.36 | 2M | | 0.15 | 0.15 | 0.19 |
| 3M | | 0.63 | 0.62 | 0.63 | 3M | | 0.31 | 0.28 | 0.38 | 3M | | 0.19 | 0.19 | 0.24 |
| 6M | | 0.74 | 0.73 | 0.74 | 6M | | 0.33 | 0.30 | 0.37 | 6M | | 0.20 | 0.20 | 0.25 |
| 12M | | 0.95 | 0.95 | 0.95 | 12M | | 0.43 | 0.38 | 0.44 | 12M | | 0.30 | 0.30 | 0.33 |

Last Updated: 16/02/2021

Last Updated: 12/02/2021

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 | | 1.3400 | 5.00 | 18.00 | 24.00 | 1.04 | 1.34 |
| Gilt 10y | | 0.6335 | -4.51 | 9.82 | 30.04 | 0.31 | 0.68 |
| Bund 10y | | -0.3600 | 0.00 | 11.00 | 17.00 | -0.55 | -0.36 |
| JGB 10y | | 0.0990 | -0.50 | 1.70 | 5.50 | 0.03 | 0.10 |
| TGB 1y | | 0.4872 | 0.26 | 4.39 | 8.47 | 0.40 | 0.49 |
| TGB 2y | | 0.5382 | 0.87 | 4.17 | 8.71 | 0.44 | 0.54 |
| TGB 5y | | 0.8910 | 1.72 | 10.24 | 16.60 | 0.70 | 0.89 |
| TGB 7y | | 1.1839 | 1.76 | 13.69 | 21.85 | 0.93 | 1.18 |
| TGB 10y | | 1.5007 | 2.79 | 12.28 | 19.03 | 1.29 | 1.50 |
| AAA Spread | | 118.65 | -0.67 | -3.56 | -6.24 | 118.65 | 124.93 |
| AA Spread | | 78.03 | -0.23 | -4.64 | -29.82 | 78.03 | 107.87 |
| A Spread | | 196.39 | 1.93 | 5.99 | 10.44 | 185.54 | 196.39 |
| 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 | | 1773.8 | -0.5% | -2.4% | -5.0% | 1,773.8 | 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) | | 3,906.7 | -0.2% | -0.7% | 1.4% | 2,467.4 | 3,934.8 |
| STOXX (EU) | | 416.6 | 1.5% | 0.8% | 2.4% | 328.0 | 417.1 |
| FTSE All-Share(UK) | | 3,626.7 | 0.2% | 0.5% | -1.0% | 3,505.9 | 3,696.8 |
| DAX (DE) | | 13,993.2 | 0.8% | -0.4% | 0.6% | 13,432.9 | 14,109.5 |
| CAC All-Tradable(FR) | | 4,483.4 | 0.7% | 0.9% | 2.7% | 4,214.6 | 4,503.3 |
| TOPIX (JP) | | 1,929.0 | -0.7% | -0.3% | 4.3% | 1,808.8 | 1,965.1 |
| Shanghai (CH) | | 3,874.6 | 0.6% | 5.7% | 3.7% | 3,651.0 | 3,874.6 |
| Hang Seng (HK) | | 30,644.7 | 0.2% | 2.0% | 3.4% | 28,283.7 | 31,084.9 |
| ASX 200 (AU) | | 6,793.8 | -1.3% | -0.2% | 0.3% | 6,607.4 | 6,917.3 |
| SET (TH) | | 1,500.5 | -0.7% | -0.5% | -1.0% | 1,467.0 | 1,523.1 |
| SET50 (TH) | | 930.5 | -0.8% | -1.3% | -2.3% | 916.7 | 958.2 |
| Straits Times (SG) | | 2,880.6 | -1.0% | -1.5% | -3.9% | 2,880.6 | 3,017.2 |
| FTSE Malay (MY) | | 1,584.9 | 0.6% | -0.9% | -1.5% | 1,566.4 | 1,635.7 |
| JSX Index (ID) | | 6,231.9 | 0.5% | 0.2% | -3.1% | 5,862.4 | 6,429.8 |
| PSE Index (PH) | | 6,926.4 | 1.1% | -0.9% | -3.0% | 6,612.6 | 7,203.4 |
| Vn Index (VN) | | 1,173.5 | -0.1% | 4.1% | -1.2% | 1,023.9 | 1,194.2 |

Sources: TMB Analytics, CEIC

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

Important Disclosures

This document is issued by TMB Analytics, a division of TMB Bank PCL. All analyses are based on information available to the public. Although the information contained herein is believed to be gathered from reliable sources, TMB makes no guarantee to its accuracy and completeness. TMB may have issued, and may in the future issue, other reports that are inconsistent with, and reach different conclusions from, the information presented in this report. Opinions or predictions expressed herein reflect the authors' views, not that of TMB, as of date of the analysis and are subject to change without notice. TMB shall not be responsible for the use of contents and its implication.