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The U.S. economy is still deep in a recession and more fiscal relief will be needed to reach a full recovery and help some of the unemployed find jobs, two Federal Reserve policymakers said on Monday. Still, more work is needed to help the millions of people who lost jobs during the pandemic, and the pace of the recovery will depend on what happens with the coronavirus and the steps employers take to restructure jobs after the crisis, Rosengren said. "There are still many sectors and many communities where recovery is going to be a long way off," Bostic said. Fed officials pledged at last week's policy-setting meeting to continue supporting the economy by keeping interest rates at near-zero levels and purchasing \$120 billion a month in bonds.

U.S. Treasury slashes first-quarter borrowing estimate due to higher cash balance

The U.S. Treasury plans to borrow \$274 billion in the first quarter, significantly lower than the November estimate of \$1.127 trillion, with the decline due to the department's higher cash balance at the beginning of January. The Treasury last year increased its borrowing projections to account for an estimated \$1 trillion in fiscal spending. A \$900 billion stimulus bill was not signed into law until Dec. 27, however, leaving the Treasury with a larger than anticipated cash balance of \$1.729 trillion at the end of 2020. Current borrowing projections do not account for any new fiscal spending.

Euro zone inflation less than meets the eye in lockdowns – ECB

Inflation in the euro zone was likely kept higher by temporary factors during the lockdowns last year as some goods became hard to come by and hesitant entrepreneurs put off cutting prices. It is concluded that it was important for ECB policymakers to filter out these and other factors related to the supply of goods and services to focus on how the pandemic was depressing demand, underpinning the need for stimulus. Euro zone inflation slowed sharply in March but prices only began falling in August. They remained negative through the end of the year before likely rebounding in January as some tax cuts expired.

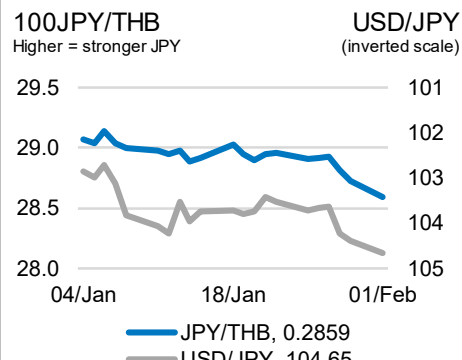
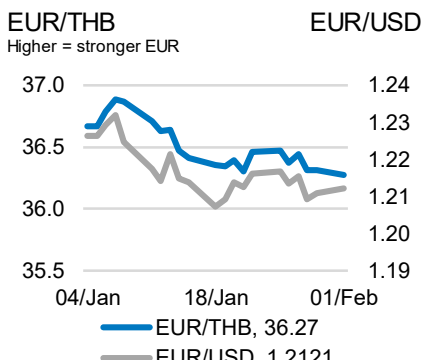
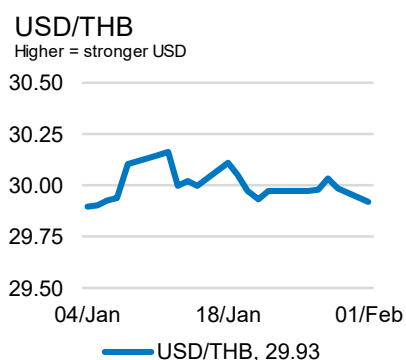
Dollar hovers near seven-week high after boost from euro selloff

The benchmark government bond yield (LB29DA, 9.0 years) on the previous trading day was 1.205, +1.50 bps. Thai benchmark government bond yield (LB29DA, 9.0 years) could be between 1.18-1.22. Meantime, the latest closed US 10-year bond yields was 1.09%, -2.00bps. USDTHB on the previous trading day closed around 29.965 Moving in a range from 29.95-30.00 this morning. USDTHB could be between 29.92-30.00 today. Meantime, The dollar hovered near a seven-week high on Tuesday, largely benefiting from a euro selloff.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index 1,478.1	S&P500 3,773.9	10Y UST 1.09%	Brent 55.9	Gold 1,857.8
1-Feb ▲ 0.75%	1-Feb ▲ 1.59%	1-Feb ▼ -2.0 bps	29-Jan ▲ 0.63%	1-Feb ▲ 0.27%

USD/THB 29.93	Daily ▼ -0.20%	EUR/THB 36.27	Daily ▼ -0.11%	JPY/THB 0.2859	Daily ▼ -0.45%
	Weekly ▼ -0.16%		Weekly ▼ -0.29%		Weekly ▼ -1.11%
Sideways Trend	Monthly ▲ 0.08%	Falling Trend	Monthly ▼ -1.09%	Falling Trend	Monthly ▼ -1.65%



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		90.60	0.0%	0.4%	0.9%	89.47	90.82
EUR/USD		1.2121	0.1%	-0.4%	-1.3%	1.2072	1.2319
USD/JPY		104.65	0.3%	0.9%	1.4%	102.71	104.65
USD/CHF		0.8915	0.3%	0.7%	1.1%	0.8784	0.8915
GBP/USD		1.3722	0.0%	0.2%	1.3%	1.3494	1.3735
USD/CAD		1.2789	-0.4%	0.6%	-0.1%	1.2629	1.2844
AUD/USD		0.7635	-0.4%	-1.1%	0.0%	0.7597	0.7789
NZD/USD		0.7183	0.2%	-0.2%	0.1%	0.7118	0.7283
ASEAN Dollar		102.68	-0.1%	0.0%	0.0%	102.02	103.16
USD/THB		29.93	-0.2%	-0.2%	-0.3%	29.90	30.17
USD/SGD		1.3294	0.0%	0.2%	0.4%	1.3169	1.3314
USD/MYR		4.0422	-0.2%	-0.1%	0.1%	3.9985	4.0605
USD/IDR		13,984	-0.1%	0.0%	-0.5%	13,847	14,132
USD/PHP		48.06	0.0%	0.0%	0.3%	47.89	48.12
USD/CNY		6.4420	-0.2%	-0.4%	-0.9%	6.4330	6.5164
USD/HKD		7.7512	0.1%	0.1%	0.1%	7.7406	7.7547

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.30	0.00
3-month		0.75	0.00
6-month		1.40	-0.10

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		259,197	686
Gold		9,168	131
SDR		1,428	4
IMF Reserves		1,286	4
Foreign Ccy		247,315	547
Net Fwd Position		28,165	380

Last update: #####

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total	
01/02/2021	-2,855	345	-2,509	
29/01/2021	-3,361	109	-3,251	
28/01/2021	-2,249	-89	-2,338	
27/01/2021	-4,865	-769	-5,633	
26/01/2021	-2,444	-43	-2,488	
Last 5 days	-15,773	-446	-16,219	
Period-to-date	Equity	Bond	Total	
MTD	Month	↓ -2,855	↑ 345	↓ -2,509
QTD	Quarter	↓ -13,758	↑ 461	↓ -13,297
YTD	Year	↓ -13,758	↑ 461	↓ -13,297

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		0.10	0.09	0.10
1M		0.55	0.55	0.55	1M		0.20	0.03	0.31	1M		0.13	0.12	0.15
2M		0.58	0.58	0.59	2M		0.25	0.17	0.41	2M		0.16	0.16	0.19
3M		0.62	0.62	0.62	3M		0.30	0.27	0.82	3M		0.21	0.21	0.25
6M		0.73	0.73	0.73	6M		0.37	0.37	0.59	6M		0.23	0.23	0.27
12M		0.95	0.95	0.95	12M		0.61	0.61	0.80	12M		0.31	0.31	0.34

Last Updated: 30/06/2020

Last Updated: 25/01/2021

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		1.0900	-2.00	4.00	16.00	0.93	1.15
Gilt 10y		0.3276	1.21	-4.93	7.53	0.23	0.40
Bund 10y		-0.5200	3.00	-1.00	6.00	-0.61	-0.48
JGB 10y		0.0560	1.50	1.60	2.80	0.02	0.06
TGB 1y		0.4059	0.04	0.15	4.96	0.34	0.41
TGB 2y		0.4518	0.62	1.02	6.45	0.37	0.46
TGB 5y		0.7261	1.86	2.74	11.88	0.59	0.75
TGB 7y		0.9649	2.90	2.89	7.70	0.86	1.01
TGB 10y		1.3257	2.99	3.56	4.32	1.24	1.34
AAA Spread		124.62	-0.03	0.08	-0.77	124.54	125.43
AA Spread		92.69	-0.59	-2.95	-30.45	92.69	123.46
A Spread		185.75	0.20	0.18	-3.07	185.54	189.04
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		1857.8	0.3%	0.1%	-1.8%	1,834.0	1,957.2

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)		3,773.9	1.6%	-2.1%	0.5%	2,467.4	3,855.4
STOXX (EU)		396.5	1.2%	-0.6%	-0.3%	328.0	408.9
FTSE All-Share(UK)		3,537.2	0.9%	-2.1%	0.0%	3,505.9	3,744.0
DAX (DE)		13,432.9	-1.7%	-3.2%	-2.4%	13,432.9	14,049.5
CAC All-Tradable(FR)		4,263.4	1.2%	0.0%	-1.2%	4,214.6	4,436.2
TOPIX (JP)		1,829.8	1.2%	-1.7%	0.6%	1,778.4	1,873.3
Shanghai (CH)		3,674.4	0.6%	-3.3%	0.9%	3,541.8	3,799.1
Hang Seng (HK)		28,892.9	2.2%	-4.2%	6.1%	26,568.5	30,159.0
ASX 200 (AU)		6,663.0	0.8%	-2.0%	-0.3%	6,587.1	6,824.7
SET (TH)		1,478.1	0.8%	-1.6%	2.0%	1,449.4	1,547.3
SET50 (TH)		922.9	0.7%	-2.0%	1.4%	905.6	980.8
Straits Times (SG)		2,896.3	-0.2%	-2.6%	1.8%	2,843.8	3,017.2
FTSE Malay (MY)		1,566.4	-0.9%	-1.8%	-4.2%	1,566.4	1,644.4
JSX Index (ID)		6,067.5	3.5%	-3.1%	1.5%	5,862.4	6,435.2
PSE Index (PH)		6,814.8	3.1%	-3.6%	-4.6%	6,612.6	7,304.8
Vn Index (VN)		1,035.5	-2.0%	-11.2%	-6.2%	1,023.9	1,194.2

Sources: TMB Analytics, CEIC

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

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