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Top White House economists pushed back on Wednesday against overly rosy interpretations of the Congressional Budget Office's economic forecasts, and called for immediate action to avert the risk of persistent and long-lasting U.S. unemployment. The CBO this week forecast the U.S. economy will grow more strongly than previously expected - 4.6% in 2021 - after contracting 3.5% in 2020, providing fodder for Republican critics who say that Biden's plan is too expensive and could stoke inflation. The CBO also forecast a drop in the average U.S. unemployment rate to 5.7% in 2021 from 8.1% in 2020 but it said the number of people employed would not recover to pre-pandemic levels until 2024.

EU rebuffs UK demand to soften N.Ireland Brexit trade terms

The European Union appeared to rebuff a British demand for an extended grace period for Brexit checks on goods going from Britain to Northern Ireland. Britain earlier demanded a two-year extension to the grace period, raising the stakes in a row that threatens to reopen the rift that bedevilled years of Brexit talks. The meeting to discuss how to ease the passage of goods across the customs border between Britain and Northern Ireland was called after shortages and delivery disruptions sparked anger in the British-ruled region. Those rules ensure no checks on goods crossing the land border between Ireland and Northern Ireland, but mean checks are now needed on goods arriving from other parts of the United Kingdom.

Italy's president calls in Draghi, political parties hesitate

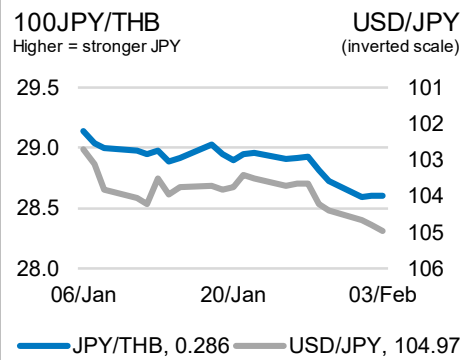
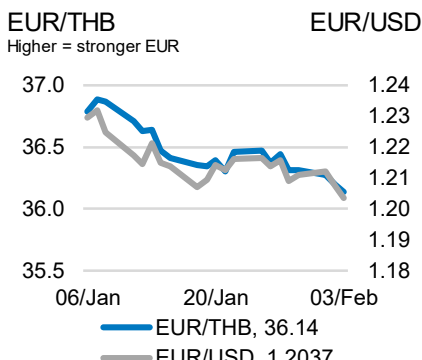
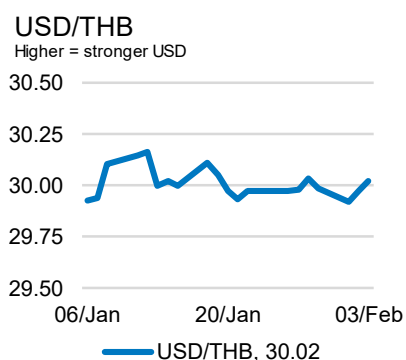
Italian President Sergio Mattarella looks set to ask former European Central Bank chief Mario Draghi to form a government of national unity. Mattarella's move came after talks aimed at salvaging Prime Minister Giuseppe Conte's shattered coalition collapsed leaving him with two options - early elections or else a technocrat government. The president said national elections during the coronavirus pandemic were unwise, and warned that a new administration had to take office immediately or the country risked missing out on more than 200 billion euros (\$243 billion) from a European Union fund designed to help overcome the economic slump.

Dollar holds gains on optimism for economic outlook

The benchmark government bond yield (LB29DA, 9.0 years) on the previous trading day was 1.22, -1.00 bps. Thai benchmark government bond yield (LB29DA, 8.8 years) could be between 1.20-1.24. Meantime, the latest closed US 10-year bond yields was 1.15%, +3.00bps. USDTHB on the previous trading day closed around 30.04 Moving in a range from 29.98-30.01 this morning. USDTHB could be between 29.97-30.04 today. Meantime, The dollar traded near its strongest in more than two months against the euro and the yen on Thursday.

Sources : Bloomberg, CNBC, Investing, CEIC

SET Index 1,481.8	S&P500 3,830.2	10Y UST 1.12%	Brent 57.5	Gold 1,834.7
3-Feb ▼ -0.30%	3-Feb ▲ 0.10%	2-Feb ▲ 3.0 bps	2-Feb ▲ 1.95%	3-Feb ▼ -0.67%
USD/THB 30.02	EUR/THB 36.14	JPY/THB 0.2860		
Daily ▲ 0.15%	Daily ▼ -0.17%	Daily ▼ -0.01%		
Weekly ▼ -0.04%	Weekly ▼ -0.50%	Weekly ▼ -0.75%		
Monthly ▲ 0.32%	Monthly ▼ -1.79%	Monthly ▼ -1.86%		
Sideways Trend	Falling 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		91.08	0.2%	0.9%	1.5%	89.47	91.08
EUR/USD		1.2037	-0.3%	-1.0%	-1.8%	1.2037	1.2319
USD/JPY		104.97	0.2%	1.3%	1.9%	102.71	104.97
USD/CHF		0.8978	0.2%	1.3%	2.0%	0.8784	0.8978
GBP/USD		1.3665	-0.2%	-0.5%	0.6%	1.3511	1.3735
USD/CAD		1.2783	-0.4%	0.5%	0.3%	1.2629	1.2844
AUD/USD		0.7610	-0.4%	-1.7%	-1.1%	0.7610	0.7789
NZD/USD		0.7208	0.5%	-0.3%	0.1%	0.7121	0.7283
ASEAN Dollar		102.85	0.1%	0.1%	0.8%	102.05	103.19
USD/THB		30.02	0.1%	0.1%	0.4%	29.90	30.17
USD/SGD		1.3315	0.1%	0.5%	1.0%	1.3169	1.3315
USD/MYR		4.0470	0.1%	0.1%	1.0%	3.9985	4.0605
USD/IDR		13,983	0.1%	-0.2%	1.0%	13,847	14,094
USD/PHP		48.05	0.0%	-0.1%	0.2%	47.89	48.12
USD/CNY		6.4502	0.0%	-0.1%	0.2%	6.4330	6.4984
USD/HKD		7.7494	0.0%	0.0%	0.0%	7.7406	7.7547

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.25	-0.05
3-month		0.65	-0.05
6-month		1.25	-0.05

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
03/02/2021	-3,110	-360	-3,470
02/02/2021	-1,232	1,348	116
01/02/2021	-2,855	345	-2,509
29/01/2021	-3,361	109	-3,251
28/01/2021	-2,249	-89	-2,338
Last 5 days	-12,807	1,354	-11,453

Period-to-date	Equity	Bond	Total
MTD	Month ↓ -7,197	↑ 1,333	↓ -5,864
QTD	Quarter ↓ -18,100	↑ 1,448	↓ -16,651
YTD	Year ↓ -18,100	↑ 1,448	↓ -16,651

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		0.12	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: 27/01/2021

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		1.1200	3.00	7.00	19.00	0.93	1.15
Gilt 10y		0.3694	-0.26	5.86	13.86	0.23	0.40
Bund 10y		-0.5000	1.00	4.00	11.00	-0.61	-0.48
JGB 10y		0.0620	0.50	2.10	2.90	0.02	0.06
TGB 1y		0.4275	0.55	2.25	7.85	0.34	0.43
TGB 2y		0.4604	0.34	1.94	9.29	0.37	0.46
TGB 5y		0.7527	-0.04	4.78	15.85	0.59	0.75
TGB 7y		0.9833	0.06	5.16	12.23	0.86	1.01
TGB 10y		1.3251	-1.18	3.36	8.27	1.24	1.34
AAA Spread		124.60	0.01	-0.05	-0.83	124.54	125.43
AA Spread		90.01	-0.96	-5.63	-30.18	90.01	123.14
A Spread		185.70	0.01	-0.09	-3.24	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		1834.7	-0.7%	-0.6%	-5.7%	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)		3,830.2	0.1%	2.1%	2.8%	2,467.4	3,855.4
STOXX (EU)		391.8	-2.8%	-1.2%	-1.7%	328.0	408.8
FTSE All-Share(UK)		3,564.9	-0.1%	-0.4%	-1.3%	3,505.9	3,744.0
DAX (DE)		13,933.6	0.7%	2.3%	2.1%	13,432.9	14,049.5
CAC All-Tradable(FR)		4,342.9	0.0%	2.0%	0.3%	4,214.6	4,436.2
TOPIX (JP)		1,871.1	1.3%	0.6%	4.3%	1,791.2	1,873.3
Shanghai (CH)		3,687.0	-0.5%	-1.6%	-0.3%	3,640.5	3,799.1
Hang Seng (HK)		29,307.5	0.2%	0.0%	6.0%	27,231.1	30,159.0
ASX 200 (AU)		6,824.6	0.9%	0.6%	2.1%	6,587.1	6,824.7
SET (TH)		1,481.8	-0.3%	-1.1%	-1.7%	1,449.4	1,547.3
SET50 (TH)		923.9	-0.4%	-1.4%	-3.1%	910.5	980.8
Straits Times (SG)		2,927.5	0.3%	-1.1%	2.4%	2,843.8	3,017.2
FTSE Malay (MY)		1,583.0	0.2%	0.4%	-2.7%	1,566.4	1,644.4
JSX Index (ID)		6,077.7	0.6%	-0.5%	-1.0%	5,862.4	6,435.2
PSE Index (PH)		6,859.5	-0.1%	-0.1%	-3.9%	6,612.6	7,304.8
Vn Index (VN)		1,111.3	3.3%	1.3%	-1.9%	1,023.9	1,194.2

Sources: TMB Analytics, CEIC

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

Important Disclosures

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