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Federal Reserve Chair Jerome Powell reiterated Fed's commitment to do-whatever-it-takes to control high inflation and said the bigger risk is to fail to restore price stability. Powell also noted during the ECB's annual conference that the US economy is in a good shape and well positioned to withstand tighter monetary policy and that he hopes growth will remain positive, although there is a risk it will slow more than needed. He also confirmed the Fed is raising rates expeditiously and aims to move into restrictive territory quickly. Recently, several Fed officials have been advocating for rapid interest rate hikes to bring the inflation back to the 2% target. Thus, a 75bps or 50bps increase is expected in July.

**UK will face worse inflation than other major economies**

Andrew Bailey, BOE governor said inflation would persist for longer than previously expected as petrol prices soar. The governor was determined to bring down inflation and was prepared to use the Bank's power to increase interest rates aggressively in response, though he added that it may not be necessary if price growth slowed towards the end of the year. While warning that there were signs of slowing economic growth in Britain, Bailey did not rule out raising rates by 50 basis points at the Bank's next meeting in August and said it had the option of taking forceful action.

**Japan Industrial Output Falls the Most in 2 Years**

Industrial production in Japan declined by 7.2 percent month-over-month in May 2022, compared with market consensus of a 0.3 percent fall and after a final 1.5 percent drop a month earlier. This was the second straight month of decrease in industrial output and the steepest pace since May 2020, amid the impact of COVID-19 pandemic. Industries that mainly contributed to the fall were motor vehicles (-8.0 percent), chemicals, excl. inorganic, organic chemicals, and medicine (-7.9 percent), and electrical machinery and information and communication electronics equipment (-11.3 percent). On a yearly basis, industrial output fell 2.8 percent in May, after a revised 1.7 percent decline in April.

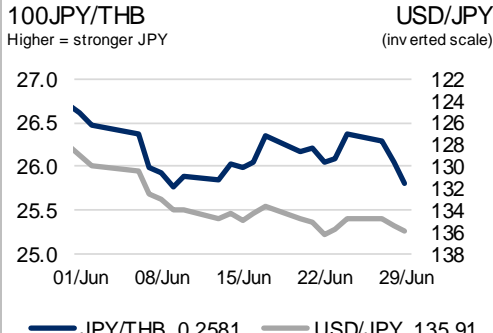
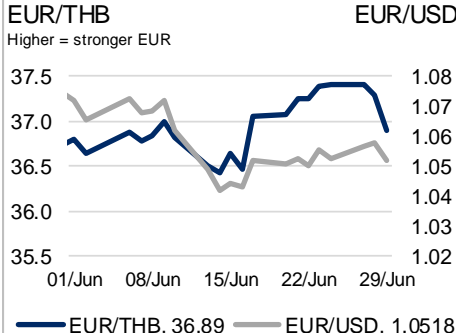
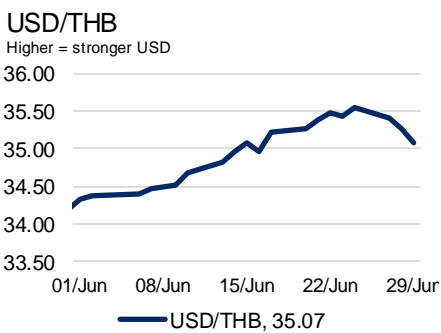
**Stock pressured by economic and geopolitical factors**

The 10-year government bond yield (interpolated) on the previous trading day was 2.94, -3.47 bps. The benchmark government bond yield (LB31DA) was 2.85, -5.00 bps. LB31DA could be between 2.80-2.90. Meantime, the latest closed US 10-year bond yields was 3.10, -10.00 bps. USDTHB on the previous trading day closed around 35.07 Moving in a range of 35.20-35.32 this morning. USDTHB could be closed between 35.25-35.35 today. US stock futures were little changed in Asian trade on Thursday, with the S&P 500 heading for its worst first half since 1970 as markets were pressured by economic and geopolitical factors. Futures contracts tied to the three major index (Dow, S&P500, Nasdaq) traded flat to slightly negative. Surging inflation, aggressive rate hikes and recession risks drove much of the selloff in equity markets in the first half, with Covid-19 lockdowns in China and Russia's invasion of Ukraine escalating volatility further.

Sources : ttb analytics , Bloomberg, CNBC, Investing, CEIC

<b>SET Index</b> 1,586.2	<b>S&amp;P500</b> 3,818.8	<b>10Y UST</b> 3.10%	<b>Brent</b> 117.1	<b>Gold</b> 1,811.9
29-Jun ▼ -0.52%	29-Jun ▼ -0.07%	29-Jun ▼ -10.0 bps	28-Jun ▲ 0.50%	29-Jun ▼ -0.83%

<b>USD/THB</b> 35.07	Daily ▼ -0.53%	<b>EUR/THB</b> 36.89	Daily ▼ -1.08%	<b>JPY/THB</b> 0.2581	Daily ▼ -0.89%
Weekly ▼ -1.01%	Weekly ▼ -1.32%	Weekly ▼ -1.11%	Monthly ▼ -3.48%	Monthly ▼ -3.48%	
Sideways Trend	Monthly ▲ 2.56%	Sideways Trend	Monthly ▲ 0.44%	Falling Trend	



Sources: ttb 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		104.46	0.5%	-0.2%	2.9%	101.54	105.21
EUR/USD		1.0518	-0.6%	0.2%	-2.1%	1.0420	1.0751
USD/JPY		135.91	0.4%	-0.2%	7.1%	126.76	136.20
USD/CHF		0.9559	0.0%	-1.2%	-0.1%	0.9559	0.9996
GBP/USD		1.2202	-0.6%	-0.3%	-3.5%	1.2025	1.2646
USD/CAD		1.2870	0.1%	-0.8%	1.2%	1.2548	1.3005
AUD/USD		0.6901	-0.4%	-0.4%	-3.8%	0.6893	0.7211
NZD/USD		0.6246	-0.8%	-0.6%	-4.6%	0.6229	0.6546
ASEAN Dollar		111.64	-0.1%	-0.2%	2.1%	109.36	111.99
USD/THB		35.07	-0.5%	-1.1%	2.9%	34.08	35.54
USD/SGD		1.3874	0.1%	-0.1%	1.5%	1.3669	1.3922
USD/MYR		4.3972	-0.1%	-0.1%	0.7%	4.3680	4.4229
USD/IDR		14,817	-0.1%	0.0%	2.0%	14,439	14,842
USD/PHP		54.99	0.4%	1.0%	5.3%	52.21	54.99
USD/CNY		6.6981	0.2%	-0.2%	0.3%	6.6479	6.7470
USD/HKD		7.8451	0.0%	-0.1%	0.0%	7.8407	7.8550

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.15	0.15
3-month		0.70	-0.05
6-month		1.50	-0.20

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		221,432	-4913
Gold		14,446	-244
SDR		5,429	-8
IMF Reserves		1,212	-2
Foreign Ccy		200,345	-4659
Net Fwd Position		29,390	-400

Last update: 6/17/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
6/29/2022	294	4,150	4,444
6/28/2022	2,641	-227	2,415
6/27/2022	1,676	-554	1,122
6/24/2022	-1,145	-636	-1,781
6/23/2022	-2,240	-3,065	-5,305
Last 5 days	1,226	-331	895

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -28,018	↓ -11,841	↓ -39,860
QTD	Quarter	↑ 3,134	↑ 25,788	↑ 28,922
YTD	Year	↑ 113,998	↑ 111,347	↑ 225,345

Money Market














THB BIBOR	1M Hist	Last	1M Range		THBFX	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		0.39	0.33	0.54	ON		0.08	0.07	0.08
1W		0.53	0.52	0.53	1W		0.29	0.16	0.47	1W		0.00	0.00	0.00
1M		0.57	0.55	0.57	1M		0.28	0.15	0.40	1M		0.35	0.12	0.35
2M		0.64	0.59	0.64	2M		0.32	0.22	0.41	2M		0.00	0.00	0.00
3M		0.72	0.63	0.72	3M		0.36	0.28	0.42	3M		0.75	0.34	0.75
6M		0.90	0.73	0.90	6M		0.37	0.30	0.41	6M		1.04	0.56	1.04
12M		1.23	0.95	1.23	12M		0.45	0.38	0.50	12M		1.49	1.00	1.49

Last Updated: 2/23/2021

Last Updated: 3/9/2022



Note: D=d=day; M=mth=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 Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		<b>3.1000</b>	-10.00	-6.00	36.00	2.74	3.49
Gilt 10y		<b>2.4003</b>	8.58	-19.31	47.54	1.88	2.64
Bund 10y		<b>1.6000</b>	-1.00	-7.00	55.00	0.91	1.78
JGB 10y		<b>0.2460</b>	-0.60	-0.90	0.00	0.24	0.27
TGB 1y		<b>1.0945</b>	0.30	-0.79	42.48	0.65	1.10
TGB 2y		<b>1.7604</b>	-0.24	1.38	19.94	1.55	1.79
TGB 5y		<b>2.4942</b>	-0.52	-0.35	23.33	2.23	2.69
TGB 7y		<b>2.7470</b>	-0.54	0.25	15.94	2.55	2.94
TGB 10y		<b>2.9375</b>	-3.47	-0.56	1.33	2.90	3.14
AAA Spread		<b>72.32</b>	0.48	0.40	6.95	64.70	72.32
AA Spread		<b>95.79</b>	0.03	13.84	12.30	77.22	95.79
A Spread		<b>120.65</b>	-0.32	-0.73	0.84	118.33	121.38
BBB Spread		<b>319.11</b>	0.01	0.09	-0.05	294.19	319.31

















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		<b>117.09</b>	0.5%	5.4%	-5.2%	109.60	123.75
London Gold		<b>1811.9</b>	-0.8%	-0.8%	-2.5%	1,811.9	1,859.1

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)		<b>3,818.8</b>	-0.1%	1.6%	-7.6%	2,467.4	4,160.7
STOXX (EU)		<b>391.3</b>	-0.7%	1.3%	-7.5%	328.0	428.4
FTSE All-Share(UK)		<b>3,694.0</b>	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		<b>13,003.4</b>	-1.7%	-1.1%	-9.6%	12,912.6	14,653.8
CAC All-Tradable(FR)		<b>4,577.0</b>	-1.0%	1.6%	-7.2%	4,473.1	4,999.1
TOPIX (JP)		<b>1,893.6</b>	-0.7%	2.2%	-1.0%	1,818.9	1,970.0
Shanghai (CH)		<b>3,523.0</b>	-1.4%	2.9%	6.8%	3,272.8	3,573.0
Hang Seng (HK)		<b>21,996.9</b>	-1.9%	4.7%	4.1%	20,116.2	22,419.0
ASX 200 (AU)		<b>6,700.2</b>	-0.9%	2.9%	-8.0%	6,433.4	7,286.6
SET (TH)		<b>1,586.2</b>	-0.5%	1.7%	-4.1%	1,557.6	1,663.4
SET50 (TH)		<b>963.1</b>	-0.6%	1.8%	-3.3%	943.4	1,002.2
Straits Times (SG)		<b>3,134.9</b>	-0.2%	1.3%	-3.0%	3,092.8	3,244.0
FTSE Malay (MY)		<b>1,451.5</b>	-0.2%	1.4%	-5.9%	1,431.1	1,570.1
JSX Index (ID)		<b>6,942.4</b>	-0.8%	-0.6%	-1.4%	6,883.5	7,193.3
PSE Index (PH)		<b>6,303.2</b>	-0.7%	2.2%	-7.0%	6,065.2	6,822.3
Vn Index (VN)		<b>1,218.1</b>	0.0%	4.2%	-5.8%	1,169.3	1,307.9

Sources: ttb analytics, CEIC

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

### Important Disclosures

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