

**Fed raises interest rates by 0.75%, pledges more hikes to fight inflation**

**Fed raises interest rates by 0.75% as expected, pledges more hikes to fight inflation**

The U.S. Federal Reserve announced interest rate hike by 0.75% at its September meeting, the third such outsized rate increase in a row, bringing the Fed rate to 3.00%-3.25% and increasing the cost of everything from credit card debt and mortgages to company financing. The Fed officials also signaled the intention of continuing to hike until the funds level hits a terminal rate or would reach of 4.4% by the end of the year and not start coming down until 2024. The Fed expects the rate rises to hit the job market – raising unemployment from 3.7% to 4.4% next year – housing prices and to lower economic growth.

**ADB cuts China growth outlook as global risks rise**

The Asian Development Bank (ADB) cut its economic growth forecast for China from 5.0% to 3.3% in 2022 and from 4.8% to 4.5% in 2023 (September vs April forecast), as Beijing pursues a zero-Covid strategy that has devastated the world's second-largest economy. Chinese officials are under pressure to curb even the smallest virus outbreaks swiftly, ahead of a key political meeting in October where President Xi Jinping is expected to secure an unprecedented third term. Excluding China, the rest of developing Asia will grow 5.3% in both 2022 and 2023, which is the rest of developing Asia will grow faster than China.

**Japan consumer prices stay elevated in August**

The annual inflation rate in Japan rose to 3.0%yoy in August or 0.4%mom from 2.6%yoy in July. This was the 12th straight month of increase in consumer prices and the fastest pace since September 2014, amid surging food and fuel cost following Russia's invasion of Ukraine as well as a slump in yen. Main upward pressure primarily came from cost of food, transport, fuel, light and water charges, clothes, housing, furniture, education, culture & recreation, and miscellaneous. On the flip side, cost continued to fall for medical care. Core consumer prices were at 2.8%yoy, the most since October 2014, after a 2.4%yoy rise in July.

**Putin announces a partial military mobilization for Ukraine**

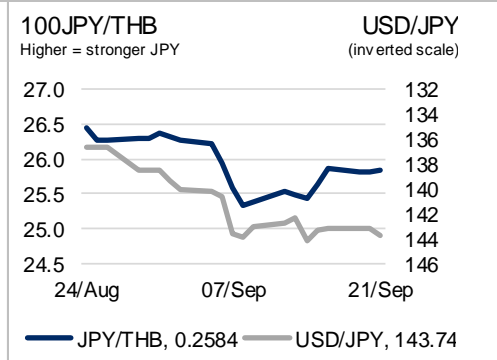
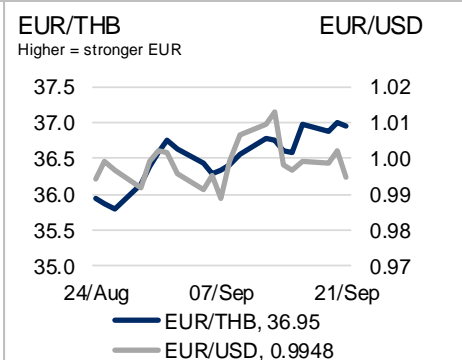
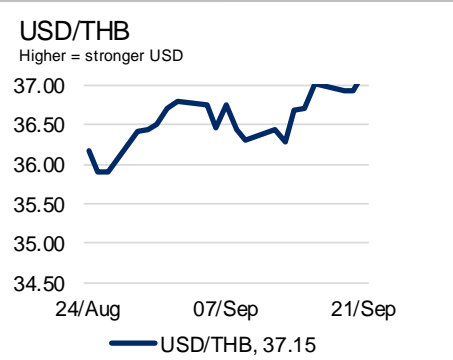
President Vladimir Putin has ordered Russia's first military mobilization since World War II, warning the West that if it continued what he called its "nuclear blackmail" that Moscow would respond with the might of all its vast arsenal. His aim was to liberate east Ukraine's Donbas region, and that most people in the region did not want to return to what he called the "yoke" of Ukraine. The decision to partially mobilized was fully adequate to the threats we face, namely, to protect our homeland, its sovereignty and territorial integrity, to ensure the security of our people and people in the liberated territories.

**Dollar soars as Putin ramps up tensions, Fed flags more rate hikes**

The 10-year government bond yield (interpolated) on the previous trading day was 2.98, +0.36 bps. The benchmark government bond yield (LB31DA) was 2.81, -1.00 bps. LB31DA could be between 2.75-2.85. Meantime, the latest closed US 10-year bond yields was 3.51, -6.00 bps. USDTHB on the previous trading day closed around 37.17 Moving in a range of 37.22-37.38 this morning. USDTHB could be closed between 37.20-37.40 today. The U.S. dollar climbed near a 20-year high to 110.0 level as Putin raised tensions over Ukraine, and another substantial Federal Reserve interest rate hike. The euro felt the brunt of the losses, with EURUSD falling 0.7% to 0.9903, falling close to its lowest level just below 0.99 since near the start of September.

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

<b>SET Index</b> 1,633.5	<b>S&amp;P500</b> 3,789.9	<b>10Y UST</b> 3.51%	<b>Brent</b> 90.9	<b>Gold</b> 1,674.5
21-Sep ▼ -0.31%	21-Sep ▼ -1.73%	21-Sep ▼ -6.0 bps	20-Sep ▼ -1.21%	21-Sep ▲ 0.39%
<b>USD/THB</b> 37.15	<b>EUR/THB</b> 36.95	<b>JPY/THB</b> 0.2584		
Daily ▲ 0.59%	Daily ▼ -0.16%	Daily ▲ 0.16%		
Weekly ▲ 1.17%	Weekly ▲ 0.99%	Weekly ▲ 0.84%		
Monthly ▲ 2.68%	Monthly ▲ 2.74%	Monthly ▼ -2.34%		
Rising Trend	Sideways Trend	Sideways Trend		



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoI'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		110.30	0.6%	0.5%	1.3%	107.53	110.43
EUR/USD		0.9948	-0.7%	-0.3%	0.3%	0.9888	1.0131
USD/JPY		143.74	0.4%	-0.3%	4.7%	136.11	144.21
USD/CHF		0.9649	0.0%	0.4%	0.0%	0.9520	0.9857
GBP/USD		1.1364	-0.6%	-1.2%	-3.3%	1.1364	1.1918
USD/CAD		1.3381	0.9%	1.6%	2.5%	1.2945	1.3381
AUD/USD		0.6675	-0.7%	-0.8%	-2.9%	0.6675	0.6961
NZD/USD		0.5888	-0.9%	-1.9%	-4.6%	0.5888	0.6235

ASEAN Dollar		111.80	0.4%	0.9%	1.6%	109.22	111.80
USD/THB		37.15	0.6%	1.3%	2.5%	35.72	37.15
USD/SGD		1.4121	0.3%	0.5%	1.0%	1.3864	1.4121
USD/MYR		4.5675	0.3%	1.0%	1.7%	4.4680	4.5675
USD/IDR		14,998	0.3%	0.9%	0.9%	14,789	14,998
USD/PHP		57.79	1.1%	1.1%	2.7%	55.93	57.79
USD/CNY		7.0417	0.5%	1.2%	2.6%	6.8066	7.0417
USD/HKD		7.8536	0.1%	0.1%	0.0%	7.8384	7.8543

FX Swap Market and BoT's Reserves

Foreign Fund Flows (THB.mn)

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		213,754	293
Gold		13,478	36
SDR		5,297	7
IMF Reserves		1,212	2
Foreign Ccy		193,767	248
Net Fwd Position		28,010	470

Date	Equity	Bond	Total
21/09/2022	-1,002	-1,032	-2,035
20/09/2022	509	-1,766	-1,257
19/09/2022	-639	-1,645	-2,284
16/09/2022	-816	-3,135	-3,950
15/09/2022	-4,459	-2,047	-6,506
Last 5 days	-6,407	-9,625	-16,032

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -16,787	↑ 7,917	↓ -8,870
QTD	Quarter	↑ 45,185	↑ 25,112	↑ 70,297
YTD	Year	↑ 157,814	↑ 132,870	↑ 290,684

Last update: 09/09/2022

Money Market

THB BIBOR	1M Hist	Last	1M Range	
			Min	Max
ON		0.75	0.75	0.75
1W		0.79	0.78	0.79
1M		0.92	0.80	0.92
2M		0.97	0.85	0.97
3M		1.04	0.92	1.04
6M		1.20	1.09	1.20
12M		1.54	1.36	1.54

THB FIX	1M Hist	Last	1M Range	
			Min	Max
ON		1.01	0.58	1.01
1W		0.44	0.44	0.80
1M		0.80	0.52	0.80
3M		0.79	0.70	0.90
6M		0.73	0.73	0.99
12M		1.38	1.36	1.55














USD LIBOR	1M Hist	Last	1M Range	
			Min	Max
ON		0.08	0.07	0.08
1W		0.00	0.00	0.00
1M		0.35	0.12	0.35
2M		0.00	0.00	0.00
3M		0.75	0.34	0.75
6M		1.04	0.56	1.04
12M		1.49	1.00	1.49

Last Updated: 20/09/2022

Last Updated: 09/03/2022



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		3.5100	-6.00	10.00	48.00	2.88	3.57
Gilt 10y		3.2056	1.35	3.32	87.07	2.08	3.21
Bund 10y		1.8600	-2.00	14.00	55.00	1.18	1.88
JGB 10y		0.2870	1.30	2.70	5.20	0.21	0.29
TGB 1y		1.1445	-0.22	1.19	3.77	1.10	1.15
TGB 2y		1.6807	-0.39	2.58	11.70	1.51	1.68
TGB 5y		2.3826	-0.06	17.50	31.95	1.99	2.38
TGB 7y		2.6891	0.70	17.19	36.21	2.27	2.69
TGB 10y		2.9800	0.36	16.00	37.94	2.54	2.98
AAA Spread		76.11	-0.02	0.47	2.23	73.73	76.13
AA Spread		94.33	-1.60	-4.23	-4.33	94.33	100.29
A Spread		122.59	0.00	-0.95	-0.97	122.59	123.74
BBB Spread		242.13	-0.03	-0.83	-78.82	242.13	321.10

















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		90.89	-1.2%	-2.4%	-5.1%	88.00	102.93
London Gold		1674.5	0.4%	-3.0%	-4.5%	1,664.3	1,773.7

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)		3,789.9	-1.7%	-4.0%	-8.2%	2,467.4	4,228.5
STOXX (EU)		386.0	1.2%	-2.0%	-4.2%	328.0	411.4
FTSE All-Share(UK)		3,694.0	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		12,670.8	-1.0%	-3.9%	-4.2%	12,630.2	13,697.4
CAC All-Tradable(FR)		4,556.5	0.8%	-3.2%	-5.5%	4,521.2	4,921.8
TOPIX (JP)		1,845.0	-1.4%	-1.2%	-4.2%	1,818.9	1,970.0
Shanghai (CH)		3,550.3	-0.3%	1.1%	6.5%	3,299.9	3,573.0
Hang Seng (HK)		21,859.8	-0.6%	2.8%	2.1%	20,697.4	22,419.0
ASX 200 (AU)		6,539.9	-0.4%	-0.6%	-9.6%	6,433.4	7,286.6
SET (TH)		1,572.7	0.3%	0.2%	-5.3%	1,557.6	1,663.4
SET50 (TH)		956.0	0.5%	0.6%	-4.6%	943.4	1,002.2
Straits Times (SG)		3,095.6	-0.2%	-0.5%	-4.1%	3,092.8	3,244.0
FTSE Malay (MY)		1,449.7	0.4%	0.9%	-6.7%	1,431.1	1,570.1
JSX Index (ID)		6,794.3	-1.7%	-3.5%	-5.0%	6,794.3	7,193.3
PSE Index (PH)		6,165.4	0.2%	-0.8%	-7.8%	6,065.2	6,774.7
Vn Index (VN)		1,198.9	0.1%	1.1%	-7.0%	1,169.3	1,307.9

Sources: ttb analytics, CEIC

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

### Important Disclosures

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