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The Federal Reserve raised interest rates by half a percentage point on Wednesday and projected at least an additional 75 basis points of increases in borrowing costs by the end of 2023 as well as a rise in unemployment and a near stalling of economic growth. The Fed's latest quarterly summary of economic projections shows U.S. central bankers see the policy rate, now in the 4.25%-4.5% range after Wednesday's 50-basis-point increase, at 5.1% by the end of next year, according to the median estimate of all 19 Fed policymakers. The projection of the target federal funds rate rising to 5.1% in 2023 is slightly higher than investors expected before the meeting and appeared biased if anything to move higher. At a press conference after the meeting, Fed Chair Jerome Powell said that it is too soon to talk about the U.S. central bank's cutting interest rates and ruled out any changes to the Fed's 2% inflation target.

**UK inflation falls from 41-year high in run-up to BoE rate decision**

British inflation fell more than expected in November after it hit a 41-year high in October, raising hopes that the price surge has peaked and offering some comfort to the Bank of England as it prepares to raise interest rates again. The annual rate of consumer price inflation dropped to 10.7% in November from 11.1% in October, the Office for National Statistics (ONS) said, a bigger fall than the decline to 10.9% which economists had forecast in a Reuters poll. The United States and the euro zone have also reported larger-than-expected drops in inflation for November. Like other central banks, the BoE is battling inflation that is far above its 2% target and it has raised rates sharply over the past 12 months, including a three-quarter-point rate rise in November, its biggest in over 30 years.

**Japan's trade deficit shrinks less than expected in November**

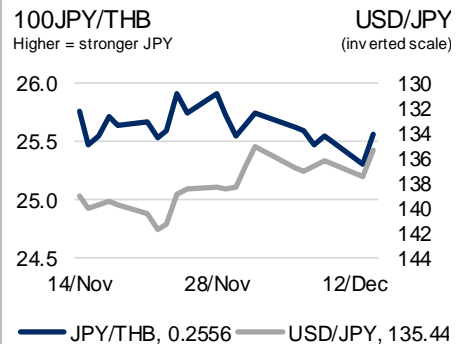
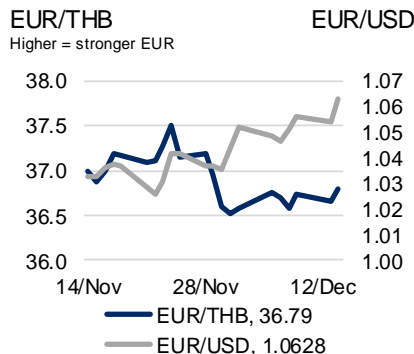
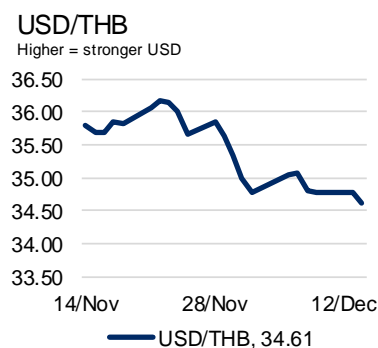
Japan's trade deficit shrank less than expected in November, data showed on Thursday, as growth in exports did little to offset resilience in imports due to a weakening yen and high commodity prices. The country's trade balance for November was a deficit of 2.03 trillion yen, compared to a deficit of 2.17 trillion yen in the prior month, data from the Ministry of Finance showed. But the figure was much higher than forecasts for a deficit of 1.68 trillion yen. Exports grew 20% during the month from last year, slightly more than expected, thanks to strong shipments of industrial machinery and automobiles. The reading indicated that Japanese businesses were still seeing some strength in overseas demand despite increasing concerns over a global recession.

**Dow ends lower as Fed hikes, signals higher for longer regime**

The 10-year government bond yield (interpolated) on the previous trading day was 2.52, -9.29 bps. The benchmark government bond yield (LB31DA) was 2.43, -11.0 bps. LB31DA could be between 2.20-2.70. Meantime, the latest closed US 10-year bond yields was 3.49, -2.0 bps. USDTHB on the previous trading day closed around 34.61. Moving in a range of 34.55-34.68 this morning. USDTHB could be closed between 34.40-34.80 today. The Dow closed lower Wednesday but swung wildly between gains and losses as the Federal Reserve moved to a slower pace of rate hikes, but also signaled rates to peak at higher levels than previously expected. The Dow Jones Industrial Average fell 0.42%, or 142 points, the Nasdaq Composite slipped 0.76%, and the S&P 500 fell 0.61%. The Federal Reserve raised interest rates by 0.5% on Wednesday and lifted its forecast for rates to peak at 5.1% and remain at that level through 2023. That was above the 4.6% forecast in September and poured cold water somewhat on Wall Street expectations for a rate cut in the second half of next year.

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

<b>SET Index</b> 1,633.4	<b>S&amp;P500</b> 3,995.3	<b>10Y UST</b> 3.49%	<b>Brent</b> 80.7	<b>Gold</b> 1,808.2
14-Dec ▲ 0.46%	14-Dec ▼ -0.61%	14-Dec ▼ -2.0 bps	13-Dec ▲ 3.39%	14-Dec ▲ 1.28%
<b>USD/THB</b> 34.61	<b>EUR/THB</b> 36.79	<b>JPY/THB</b> 0.2556		
Daily ▼ -0.49%	Daily ▲ 0.33%	Daily ▲ 1.02%		
Weekly ▼ -1.33%	Weekly ▲ 0.24%	Weekly ▼ -0.13%		
Monthly ▼ -3.40%	Monthly ▼ -0.54%	Monthly ▼ -0.80%		
Falling 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		104.06	-0.9%	-1.2%	-3.7%	104.06	110.34
EUR/USD		1.0628	0.8%	1.3%	4.2%	1.0017	1.0628
USD/JPY		135.44	-1.5%	-1.0%	-4.5%	135.06	146.15
USD/CHF		0.9290	-0.7%	-1.5%	-3.8%	0.9290	0.9855
GBP/USD		1.2353	0.7%	1.3%	5.7%	1.1390	1.2353
USD/CAD		1.3568	-0.5%	-0.2%	1.8%	1.3256	1.3671
AUD/USD		0.6831	1.1%	1.8%	3.3%	0.6422	0.6831
NZD/USD		0.6443	0.9%	1.9%	7.1%	0.5876	0.6443

ASEAN Dollar		106.43	-0.3%	-0.2%	-2.6%	106.38	110.99
USD/THB		34.61	-0.5%	-1.2%	-3.9%	34.61	36.88
USD/SGD		1.3478	-0.4%	-0.7%	-2.5%	1.3478	1.4016
USD/MYR		4.4065	-0.5%	0.5%	-4.9%	4.3841	4.7263
USD/IDR		15,637	0.1%	0.7%	0.8%	15,465	15,713
USD/PHP		55.84	0.2%	-0.4%	-2.7%	55.37	58.18
USD/CNY		6.9534	-0.3%	-0.2%	-2.6%	6.9534	7.2542
USD/HKD		7.7742	0.0%	0.0%	-0.7%	7.7705	7.8482

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		214,033	4191
Gold		14,113	326
SDR		5,418	55
IMF Reserves		1,237	13
Foreign Ccy		193,265	3797
Net Fwd Position		28,340	135

Last update: 02/12/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
14/12/2022	2,177	347	2,524
13/12/2022	-32	8,237	8,205
09/12/2022	-169	-1,664	-1,833
08/12/2022	-2,041	5,120	3,079
07/12/2022	1,410	9,459	10,868
Last 5 days	1,345	21,498	22,843

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -6,841	↑ 47,579	↑ 40,738
QTD	Quarter	↑ 32,907	↑ 99,432	↑ 132,340
YTD	Year	↑ 183,143	↑ 206,483	↑ 389,626

Money Market














THB BIBOR	1M Hist	Last	1M Range		THB FIX	1M Hist	Last	1M Range		USD LIBOR	1M Hist	Last	1M Range	
			Min	Max				Min	Max				Min	Max
ON		1.25	1.00	1.25	ON		1.29	0.84	1.46	ON		0.08	0.07	0.08
1W		1.27	1.04	1.27	1W		1.27	1.09	1.50	1W		0.00	0.00	0.00
1M		1.30	1.10	1.31	1M		0.23	-0.03	1.40	1M		0.35	0.12	0.35
2M		1.36	1.22	1.36	2M					2M		0.00	0.00	0.00
3M		1.42	1.29	1.42	3M		1.01	1.01	1.43	3M		0.75	0.34	0.75
6M		1.59	1.46	1.59	6M		1.55	1.51	1.74	6M		1.04	0.56	1.04
12M		1.90	1.80	1.90	12M		2.04	1.95	2.24	12M		1.49	1.00	1.49

Last Updated: 13/12/2022

Last Updated: 09/03/2022



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 Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		<b>3.4900</b>	-2.00	7.00	-39.00	3.42	4.12
Gilt 10y		<b>3.2922</b>	4.34	11.21	-13.98	3.08	4.43
Bund 10y		<b>1.9600</b>	2.00	18.00	-14.00	1.76	2.13
JGB 10y		<b>0.2780</b>	-0.20	-0.40	2.60	0.25	0.28
TGB 1y		<b>1.4334</b>	-1.98	-1.98	7.27	1.34	1.45
TGB 2y		<b>1.6443</b>	-5.02	-8.96	-11.28	1.64	1.79
TGB 5y		<b>1.9653</b>	-11.05	-15.23	-41.46	1.97	2.55
TGB 7y		<b>2.1898</b>	-6.97	-16.26	-44.51	2.19	2.81
TGB 10y		<b>2.5204</b>	-9.29	-11.51	-32.23	2.52	3.07
AAA Spread		<b>73.80</b>	0.24	0.67	-0.64	71.06	76.23
AA Spread		<b>96.28</b>	0.09	1.00	5.18	89.86	96.28
A Spread		<b>128.27</b>	0.16	2.41	9.37	117.43	128.27
BBB Spread		<b>225.61</b>	0.42	0.53	1.84	222.99	241.96

















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>80.68</b>	3.4%	1.7%	-13.4%	76.10	95.99
London Gold		<b>1808.2</b>	1.3%	2.1%	1.9%	1,735.8	1,808.2

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)		<b>3,995.3</b>	-0.6%	1.6%	0.1%	2,467.4	4,080.1
STOXX (EU)		<b>423.6</b>	-1.0%	0.6%	0.3%	328.0	427.9
FTSE All-Share(UK)		<b>3,694.0</b>	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		<b>14,460.2</b>	-0.3%	1.4%	0.6%	14,224.9	14,541.4
CAC All-Tradable(FR)		<b>5,057.1</b>	-0.2%	1.1%	1.1%	4,942.7	5,073.5
TOPIX (JP)		<b>1,977.4</b>	0.6%	1.5%	1.0%	1,936.7	2,018.8
Shanghai (CH)		<b>3,329.6</b>	0.0%	-0.7%	1.4%	3,226.7	3,367.3
Hang Seng (HK)		<b>19,673.5</b>	0.4%	4.6%	7.3%	17,297.9	19,900.9
ASX 200 (AU)		<b>7,251.3</b>	0.7%	0.3%	1.5%	7,122.2	7,354.4
SET (TH)		<b>1,633.4</b>	0.5%	0.0%	-0.2%	1,615.0	1,648.4
SET50 (TH)		<b>984.7</b>	0.4%	0.1%	-1.7%	977.5	1,001.3
Straits Times (SG)		<b>3,278.6</b>	0.2%	1.6%	0.1%	3,225.5	3,292.7
FTSE Malay (MY)		<b>1,483.2</b>	0.9%	1.1%	1.0%	1,441.3	1,501.9
JSX Index (ID)		<b>6,801.7</b>	-0.1%	-0.2%	-3.3%	6,715.1	7,089.2
PSE Index (PH)		<b>6,615.1</b>	0.5%	-0.9%	5.2%	6,167.6	6,780.8
Vn Index (VN)		<b>1,050.4</b>	0.3%	0.9%	15.2%	911.9	1,093.7

Sources: ttb analytics, CEIC

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

### Important Disclosures

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