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The Federal Reserve on Wednesday raised interest rates by a quarter of a percentage point, but indicated it was on the verge of pausing further increases in borrowing costs amid recent turmoil in financial markets spurred by the collapse of two U.S. banks. The move set the U.S. central bank's benchmark overnight interest rate in the 4.75%-5.00% range, with updated projections showing 10 of 18 Fed policymakers still expect rates to rise another quarter of a percentage point by the end of this year, the same endpoint seen in the December projections. But in a key shift driven by the sudden failures this month of Silicon Valley Bank (SVB) and Signature Bank, the Fed's latest policy statement no longer says that "ongoing increases" in rates will likely be appropriate. Instead, the policy-setting Federal Open Market Committee said only that "some additional policy firming may be appropriate," leaving open the chance that one more quarter-of-a-percentage-point rate increase would represent at least an initial stopping point for the rate hikes.

**UK inflation surprise pressures BoE to raise rates again**

British inflation unexpectedly rose to 10.4% in February, pushed up by higher food and drink prices in pubs and restaurants, according to official data which is likely to prompt the Bank of England to raise interest rates on Thursday. Economists polled by Reuters had forecast that the annual consumer price inflation rate would drop to 9.9% in February from January's 10.1% and move further away from October's 41-year high of 11.1%. The figures - including increases in underlying inflation measures that the BoE closely monitors - are likely to bolster the concerns of those BoE policymakers who worry that inflation will be slow to fall, even after 10 straight rate hikes. Investors had been split on whether the central bank would pause that run after the recent upheaval in the global banking sector. But financial markets on Wednesday fully priced in a quarter-point increase to 4.25%.

**Japan's land prices up at fastest pace since 2008 on gradual econ recovery**

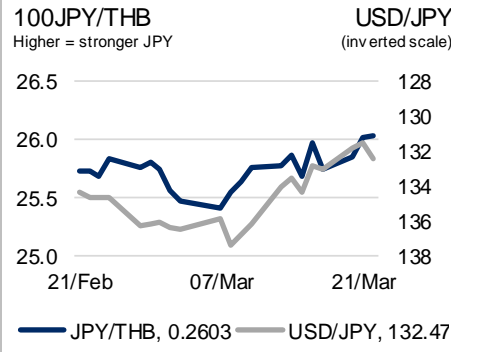
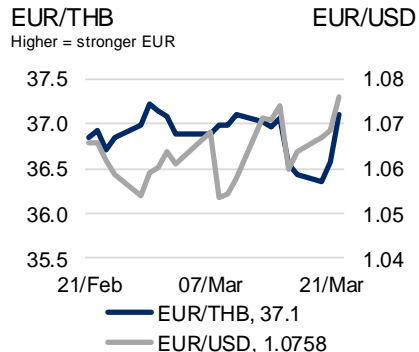
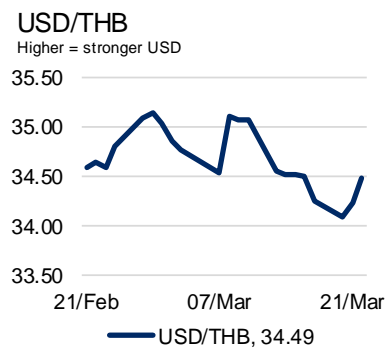
Japan's land prices rose for a second straight year at the fastest pace since 2008, a government survey showed on Wednesday, spurred by signs of economic recovery after the coronavirus crisis. Average land prices grew 1.6% in 2022, outstripping the previous year's gain of 0.6%, with the trend spreading to the countryside, the survey by the land ministry showed. It was the fastest pace of increase since a 1.7% in 2008. Demand for housing in urban areas was solid, partly because of low interest rates, while a shift to working from home helped land prices in the suburbs. Demand for offices and condominium sites boosted a recovery in commercial prices. "The recovery trend in land prices towards the pre-COVID level has become more remarkable, as prices in urban areas continued to grow and expanded to rural areas as well."

**Dollar hits near 7-week low as Fed's terminal rate approaches**

The 10-year government bond yield (interpolated) on the previous trading day was 2.38, -1.30 bps. The benchmark government bond yield (LB31DA) was 2.42, -3.00 bps. LB31DA could be between 2.20-2.70 Meantime, the latest closed US 10-year bond yields was 3.48, -11.00 bps. USDTHB on the previous trading day closed around 34.49 Moving in a range of 34.13-34.23 this morning. USDTHB could be closed between 34.00-34.50 today. The dollar tumbled to a near seven-week low on Wednesday after the Federal Reserve hiked interest rates as expected, although some language in the central bank's announcement suggested that interest rates may be close to reaching their peak. The dollar index fell about 0.7% against a basket of currencies to 102.185 points- its weakest level since early-February. The Fed hiked rates by 25 basis points to 4.75%-5%, within market expectations. But a change in the bank's language signaled a potential policy shift, which could see the bank hit its terminal rate sooner than expected.

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

<b>SET Index</b> 1,585.1	<b>S&amp;P500</b> 3,937.0	<b>10Y UST</b> 3.48%	<b>Brent</b> 75.3	<b>Gold</b> 1,941.9
22-Mar ▲ 0.50%	22-Mar ▼ -1.66%	22-Mar ▼ -11.0 bps	21-Mar ▲ 2.05%	22-Mar ▼ -1.23%
<b>USD/THB</b> 34.49	<b>EUR/THB</b> 37.10	<b>JPY/THB</b> 0.2603		
Daily ▲ 0.77%	Daily ▲ 1.44%	Daily ▲ 0.05%		
Weekly ▼ -0.05%	Weekly ▲ 1.47%	Weekly ▲ 0.25%		
Monthly ▼ -0.28%	Monthly ▲ 0.66%	Monthly ▲ 0.18%		
Sideways Trend	Rising Trend	Rising Trend		



Sources: ttbank 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		103.63	-0.2%	0.0%	-0.2%	103.56	105.77
EUR/USD		1.0685	0.2%	-0.5%	-0.1%	1.0535	1.0740
USD/JPY		131.52	-0.3%	-2.1%	-1.9%	131.52	137.43
USD/CHF		0.9313	0.5%	1.9%	0.8%	0.9120	0.9428
GBP/USD		1.2237	0.5%	0.6%	1.6%	1.1823	1.2237
USD/CAD		1.3719	0.0%	0.3%	1.8%	1.3378	1.3854
AUD/USD		0.6677	-0.2%	-0.1%	-3.1%	0.6576	0.6939
NZD/USD		0.6207	-0.8%	-0.4%	-0.6%	0.6100	0.6303
ASEAN Dollar		100.85	-0.1%	-0.4%	0.8%	99.52	102.20
USD/THB		34.22	0.4%	-0.8%	-0.4%	34.08	35.14
USD/SGD		1.3411	0.0%	-0.1%	0.5%	1.3321	1.3550
USD/MYR		4.4832	0.1%	0.2%	1.4%	4.3795	4.5226
USD/IDR		15,363	0.0%	0.2%	1.5%	15,139	15,435
USD/PHP		54.53	-0.3%	-0.8%	-1.2%	54.53	55.40
USD/CNY		6.8868	0.0%	0.1%	0.5%	6.8392	6.9708
USD/HKD		7.8557	0.1%	0.1%	0.3%	7.8301	7.8593

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		218,553	-119
Gold		14,663	101
SDR		5,442	4
IMF Reserves		1,250	1
Foreign Ccy		197,198	-225
Net Fwd Position		27,190	25

Last update: 10/03/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
22/03/2023	-1,104	2,166	1,062
21/03/2023	-1,187	1,831	644
20/03/2023	-3,481	-6,193	-9,673
17/03/2023	-1,965	2,154	188
16/03/2023	-1,810	-2,207	-4,016
Last 5 days	-9,546	-2,249	-11,796

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -30,252	↑ 21,252	↓ -9,000
QTD	Quarter	↓ -55,420	↑ 12,700	↓ -42,720
YTD	Year	↓ -55,420	↑ 12,700	↓ -42,720

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		1.50	1.50	1.50	ON		1.23	0.71	1.55	ON		0.08	0.07	0.08
1W		1.53	1.53	1.53	1W		1.01	0.50	1.17	1W		0.00	0.00	0.00
1M		1.61	1.56	1.61	1M		0.87	0.52	1.16	1M		0.35	0.11	0.35
2M		1.71	1.63	1.71	2M					2M		0.00	0.00	0.00
3M		1.78	1.71	1.78	3M		1.23	1.07	1.41	3M		0.75	0.27	0.75
6M		1.95	1.84	1.95	6M		1.41	1.21	1.64	6M		1.04	0.45	1.04
12M		2.10	2.00	2.10	12M		1.78	1.36	2.01	12M		1.49	0.79	1.49

Last Updated: 21/03/2023

Last Updated: 09/03/2023

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	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		<b>3.4800</b>	-11.00	-3.00	-19.00	3.39	4.08
Gilt 10y		<b>3.2850</b>	5.35	-5.31	-10.82	3.10	3.82
Bund 10y		<b>2.3000</b>	7.00	-2.00	-5.00	2.02	2.76
JGB 10y		<b>0.3780</b>	9.70	6.40	-13.30	0.28	0.53
TGB 1y		<b>1.7309</b>	0.01	-0.98	0.58	1.72	1.75
TGB 2y		<b>1.7487</b>	-1.48	-7.62	-14.42	1.75	1.90
TGB 5y		<b>1.9615</b>	-0.77	-5.19	-20.17	1.96	2.20
TGB 7y		<b>2.2044</b>	-1.50	-3.54	-17.00	2.20	2.40
TGB 10y		<b>2.3825</b>	-1.30	-4.06	-19.46	2.38	2.61
AAA Spread		<b>73.15</b>	0.04	-0.16	-0.59	71.81	74.72
AA Spread		<b>84.68</b>	0.30	0.36	-9.91	83.62	94.59
A Spread		<b>128.18</b>	-0.03	3.25	2.99	123.54	128.26
BBB Spread		<b>226.32</b>	-0.08	0.17	0.47	225.54	247.69

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>75.32</b>	2.1%	-2.8%	-9.3%	72.97	86.18
London Gold		<b>1941.9</b>	-1.2%	1.9%	4.2%	1,809.1	1,982.0

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>3,937.0</b>	-1.6%	1.2%	-3.8%	2,467.4	4,147.6
STOXX (EU)		<b>433.7</b>	-2.7%	0.4%	-3.9%	432.0	462.8
FTSE All-Share(UK)		<b>4,109.2</b>	1.8%	-1.4%	-6.0%	4,007.1	4,377.4
DAX (DE)		<b>15,216.2</b>	0.1%	3.3%	-0.6%	14,735.3	15,653.6
CAC All-Tradable(FR)		<b>5,340.1</b>	0.2%	3.4%	-0.3%	5,164.9	5,534.1
TOPIX (JP)		<b>1,962.9</b>	1.7%	0.8%	-1.1%	1,929.3	2,071.1
Shanghai (CH)		<b>3,423.2</b>	0.3%	0.1%	0.2%	3,379.4	3,488.9
Hang Seng (HK)		<b>19,591.4</b>	1.7%	0.3%	-7.5%	19,000.7	21,283.5
ASX 200 (AU)		<b>7,015.6</b>	0.9%	-0.8%	-5.6%	6,898.5	7,539.0
SET (TH)		<b>1,585.1</b>	0.5%	1.3%	-5.0%	1,523.9	1,688.4
SET50 (TH)		<b>956.7</b>	0.8%	2.0%	-3.5%	910.7	1,004.2
Straits Times (SG)		<b>3,221.0</b>	1.5%	1.5%	-4.2%	3,129.8	3,388.5
FTSE Malay (MY)		<b>1,412.0</b>	0.4%	0.6%	-4.2%	1,391.6	1,490.5
JSX Index (ID)		<b>6,691.6</b>	1.2%	0.7%	-3.0%	6,565.7	6,941.9
PSE Index (PH)		<b>6,546.3</b>	0.2%	1.2%	-4.3%	6,393.3	7,027.4
Vn Index (VN)		<b>1,040.5</b>	0.8%	-2.0%	-1.4%	1,021.3	1,089.3

Sources: ttb analytics, CEIC

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

**Important Disclosures**

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