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U.S. Treasury Secretary Janet Yellen on Wednesday maintained early June as a debt ceiling default deadline and said she will update Congress shortly about government finances. Speaking at a Wall Street Journal forum, Yellen said it was hard to be precise about exactly which day the U.S. government will run short of funds but added that she will try to increase the level of precision on a date, based on incoming government receipts. Yellen reiterated on Monday she expects to be able to pay the U.S. government's bills only until June 1 without a debt limit increase, leaving just over a week for White House negotiators and congressional Republicans to reach a compromise and see the deal approved by Congress.

UK inflation falls by less than expected, heaping pressure on BoE

Britain's stubbornly high inflation rate fell by less than expected last month and a closely watched measure of core price rises surged to a 31-year high, according to official data that raised the chances of more interest rate hikes. Consumer prices rose by 8.7% in annual terms in April, down from 10.1% in March but still leaving Britain with the joint highest rate of inflation among Group of Seven advanced economies alongside Italy. In Western Europe, only Austria had a higher rate. Economists polled by Reuters had forecast that the headline CPI annual rate would drop to 8.2% in April, moving further away from October's 41-year high of 11.1%. Earlier this month, the Bank of England (BoE) forecast inflation of 8.4% for April.

Singapore's Q1 GDP contraction raises recession risk; China revival key

Singapore's economy contracted in the first quarter, raising the risk of a recession in the city state as the global economic outlook weakens, and major trading partner China struggles for a post-COVID lift-off. Singapore, a major financial hub, is reliant on trade flow to keep its economy humming, though external demand has faltered in the wake of rising borrowing costs and still-strong inflationary pressures. Gross domestic product rose 0.4% on a year-on-year basis in the first quarter of 2023, official data showed on Thursday, beating the advanced estimate of 0.1% released last month. Yet, on a quarter-on-quarter, seasonally-adjusted basis, the economy shrank 0.4%, a reversal from the 0.1% growth in the fourth quarter of 2022.

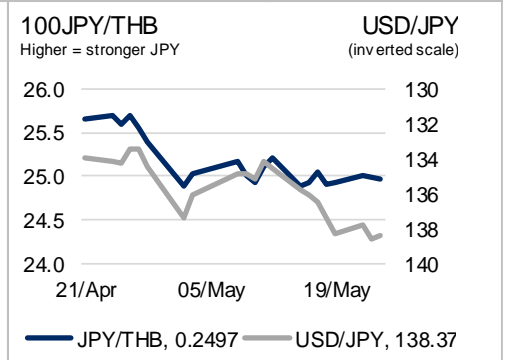
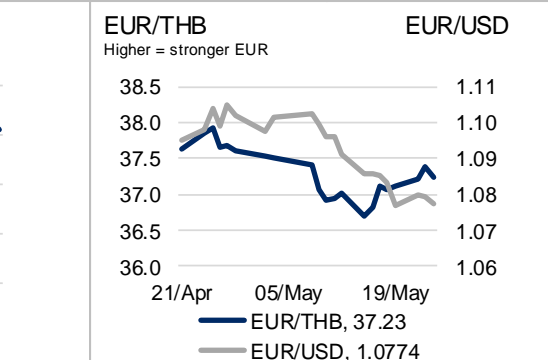
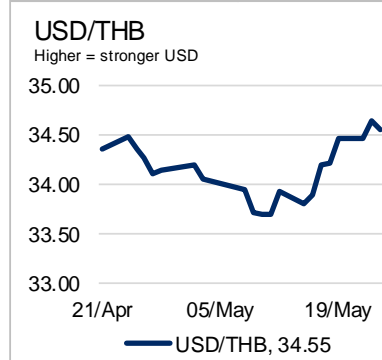
Dollar gains on resilient U.S. economy, flight to safety

The 10-year government bond yield (interpolated) on the previous trading day was 2.57, +0.86 bps. The benchmark government bond yield (LB31DA) was 2.57, +1.00 bps. LB31DA could be between 2.20-2.70. Meantime, the latest closed US 10-year bond yields was 3.73, +3.00 bps. USDTHB on the previous trading day closed around 34.55 Moving in a range of 34.66-34.735 this morning. USDTHB could be closed between 34.30-34.80 today. The dollar hit a fresh two-month high against a basket of peers on Wednesday, bolstered by recent signs of a resilient U.S. economy, while unease over U.S. debt ceiling talks kept investors moving to safe havens. The dollar is not seen posing an immediate risk, unlike certain Treasury securities, even though the debt ceiling impasse in Washington could lead to a default and push the U.S. economy into recession. Market bets that the Fed will raise rates at its next meeting in June rose slightly after minutes from its policy-setting meeting in early May were released. Fed officials "generally agreed" last month that the need for further rate increases "had become less certain," but others cautioned the U.S. central bank needed to keep its options open given the risks of persistent inflation.

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

SET Index	1,536.5	S&P500	4,115.2	10Y UST	3.73%	Brent	76.8	Gold	1,976.8
24-May ▲	0.11%	24-May ▼	-0.73%	24-May ▲	3.0 bps	23-May ▲	1.11%	24-May ▲	0.87%

USD/THB 34.55	Daily ▼ -0.23%	EUR/THB 37.23	Daily ▼ -0.43%	JPY/THB 0.2497	Daily ▼ -0.08%
Weekly ▲ 0.97%	Weekly ▲ 0.44%	Weekly ▲ 0.27%	Monthly ▲ 0.56%	Monthly ▼ -1.09%	Monthly ▼ -2.72%
Sideways Trend	Sideways Trend	Sideways Trend	Sideways 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		103.37	0.1%	0.6%	1.3%	101.27	103.51
EUR/USD		1.0796	0.0%	-0.5%	-1.5%	1.0767	1.1047
USD/JPY		138.57	0.6%	1.5%	2.9%	133.42	138.57
USD/CHF		0.8992	0.0%	0.3%	0.3%	0.8881	0.9045
GBP/USD		1.2424	-0.1%	-0.4%	-0.1%	1.2399	1.2635
USD/CAD		1.3512	-0.1%	0.1%	0.4%	1.3362	1.3636
AUD/USD		0.6643	0.1%	-0.1%	-0.9%	0.6609	0.6780
NZD/USD		0.6280	0.2%	0.7%	1.9%	0.6133	0.6362
ASEAN Dollar		100.42	0.4%	1.2%	0.5%	98.62	100.42
USD/THB		34.63	0.5%	1.3%	0.7%	33.68	34.63
USD/SGD		1.3464	0.0%	0.4%	0.9%	1.3241	1.3476
USD/MYR		4.5597	0.3%	0.9%	2.9%	4.4178	4.5597
USD/IDR		14,853	-0.3%	0.2%	0.2%	14,633	14,896
USD/PHP		55.84	-0.2%	-0.8%	-1.0%	55.37	56.42
USD/CNY		7.0498	0.0%	0.8%	2.4%	6.8654	7.0498
USD/HKD		7.8335	0.0%	-0.1%	-0.2%	7.8152	7.8543

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.00	0.00
3-month		0.75	-0.10
6-month		1.70	-0.05

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		224,693	-1519
Gold		15,788	-42
SDR		5,481	-39
IMF Reserves		1,284	-9
Foreign Ccy		202,140	-1430
Net Fwd Position		28,350	515

Last update: 12/05/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
24/05/2023	-540	-985	-1,524
23/05/2023	-3,853	-3,828	-7,680
22/05/2023	-1,469	-8,583	-10,053
19/05/2023	-1,193	-9,789	-10,982
18/05/2023	-3,244	-3,685	-6,929
Last 5 days	-10,299	-26,869	-37,168

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -21,623	↑ 30,699	↑ 9,076
QTD	Quarter	↓ -29,508	↑ 9,906	↓ -19,602
YTD	Year	↓ -86,385	↑ 32,698	↓ -53,686

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		1.75	1.25	1.75	ON		1.74	0.78	1.82	ON		0.08	0.07	0.08
1W		1.79	1.42	1.79	1W		1.45	0.50	1.73	1W		0.00	0.00	0.08
1M		1.88	1.48	1.88	1M		1.56	0.52	1.80	1M		0.31	0.09	0.31
2M		1.96	1.52	1.96	2M					2M		0.00	0.00	0.16
3M		2.01	1.57	2.01	3M		1.83	1.07	1.84	3M		0.64	0.16	0.64
6M		2.12	1.73	2.12	6M		2.01	1.21	2.01	6M		0.98	0.23	0.98
12M		2.27	1.90	2.27	12M		2.33	1.53	2.33	12M		1.38	0.38	1.38

Last Updated: 23/05/2023

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	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range				
						Min	Max			
UST10y		3.7200	18.00		35.00		-2.00		3.30	3.97
Gilt 10y		3.9169	18.67		23.86		75.49		3.16	3.92
Bund 10y		2.4000	12.00		15.00		4.00		2.24	2.66
JGB 10y		0.4150	-0.60		1.20		-8.80		0.28	0.53
TGB 1y		1.9706	0.39		3.27		19.99		1.77	1.97
TGB 2y		2.0583	0.30		5.25		19.67		1.86	2.06
TGB 5y		2.2316	0.64		3.50		12.98		2.08	2.23
TGB 7y		2.3990	1.64		2.38		7.20		2.27	2.40
TGB 10y		2.5656	0.86		2.73		3.53		2.47	2.57
AAA Spread		70.09	0.02		0.44		-5.03		68.09	75.12
AA Spread		79.91	-0.19		-0.31		-13.12		79.91	94.47
A Spread		126.94	-0.57		-0.84		0.73		123.57	128.31
BBB Spread		237.90	-0.08		11.95		12.12		225.52	244.82

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		76.84	1.1%		2.1%		-5.3%	72.33	84.77
London Gold		1981.2	-1.4%		-1.8%		5.7%	1,809.1	2,038.9

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)		4,192.6	2.0%		3.2%		2.5%	3,919.3	4,192.6
STOXX (EU)		456.1	0.0%		0.6%		1.1%	437.9	465.2
FTSE All-Share(UK)		4,156.8	-1.7%		-1.6%		-3.1%	4,156.8	4,298.2
DAX (DE)		16,224.0	2.1%		3.1%		5.3%	14,967.1	16,224.0
CAC All-Tradable(FR)		5,577.8	1.0%		1.9%		4.2%	5,265.2	5,640.4
TOPIX (JP)		2,175.9	2.3%		4.7%		9.9%	1,960.1	2,175.9
Shanghai (CH)		3,455.5	0.2%		-1.6%		1.5%	3,396.5	3,559.0
Hang Seng (HK)		19,678.2	-1.5%		-1.4%		-7.6%	19,258.8	22,566.8
ASX 200 (AU)		7,263.3	0.4%		1.0%		-3.5%	6,965.5	7,530.1
SET (TH)		1,529.2	-0.7%		0.1%		-9.4%	1,523.9	1,688.4
SET50 (TH)		929.6	-0.5%		0.3%		-7.4%	910.7	1,005.1
Straits Times (SG)		3,211.1	-0.1%		-1.8%		-4.4%	3,132.4	3,384.3
FTSE Malay (MY)		1,419.0	-0.3%		-0.5%		-3.9%	1,396.6	1,500.3
JSX Index (ID)		6,729.6	0.3%		-1.2%		-2.1%	6,678.2	6,945.5
PSE Index (PH)		6,620.8	0.5%		-1.0%		-5.8%	6,393.3	7,041.5
Vn Index (VN)		1,070.6	0.4%		2.9%		-0.1%	1,024.7	1,117.1

Sources: ttb analytics, CEIC

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

Important Disclosures

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