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The Federal Reserve left interest rates unchanged on Wednesday but signaled in new projections that borrowing costs may still need to rise by as much as half of a percentage point by the end of this year, as the U.S. central bank reacted to a stronger-than-expected economy and a slower decline in inflation. In a press conference at the end of the central bank's latest policy meeting, Fed Chair Jerome Powell described U.S. growth and the job market as holding up better than expected under the weight of the aggressive monetary policy tightening of the past year - likely lengthening the Fed's fight to lower inflation but also letting it proceed with less economic damage. The pause was out of caution, Powell said, to allow the Fed to gather more information before determining if rates do need to rise again, with the pace of its moves now less important than finding a proper endpoint that slows price increases while minimizing any rise in unemployment.

**US producer inflation subsides as energy, food prices drop**

U.S. producer prices fell more than expected in May as the costs of energy goods and food declined, signaling that inflation pressures were abating throughout the economy and could eventually provide relief to consumers. The report from the Labor Department on Wednesday also showed the annual increase in producer inflation last month was the smallest in nearly 2-1/2 years. Underlying producer prices were muted. It followed data on Tuesday showing consumer prices edging up in May, with the year-on-year rise the smallest since March 2021. The Federal Reserve kept interest rates unchanged on Wednesday for the first time since March 2022 when the U.S. central bank embarked on its fastest monetary policy tightening campaign in more than 40 years.

**Euro zone industrial production up more than expected in April**

Euro zone industrial production rebounded more than expected in April after a slump in March, as a surge in the output of capital goods such as buildings and equipment offset reduced production of consumer goods, data showed on Wednesday. Industrial production in the 20 countries sharing the euro rose 1.0% month-on-month in April for a 0.2% year-on-year rise, the European Union's statistics office Eurostat said. Economists polled by Reuters had expected 0.8% monthly and annual increases. Eurostat said capital goods output jumped 14.7% month-on-month in April after a 15.2% plunge in March, more than compensating for a 2.6% monthly fall in the production of durable consumer goods and a 3.0% fall in non-durable goods.

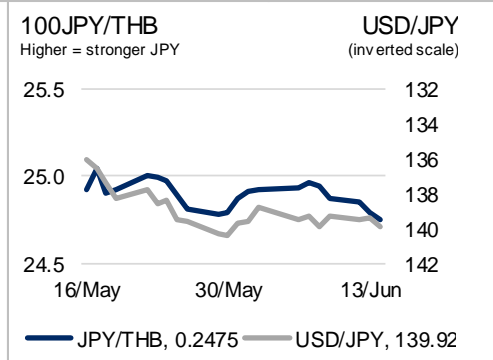
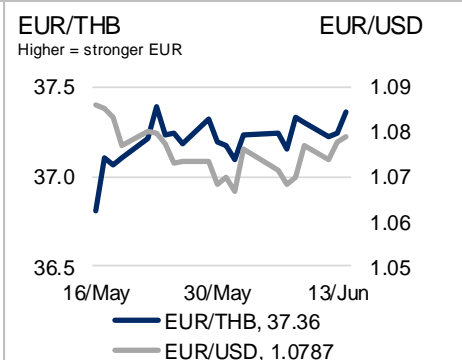
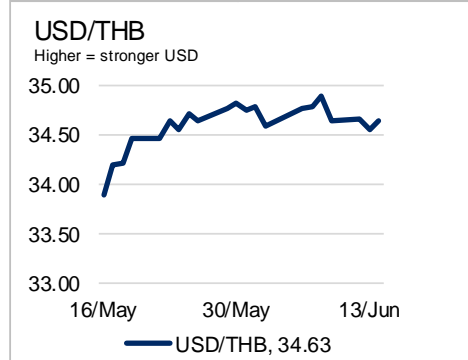
**Dollar rallies in Asia after Fed signals rate hikes; yuan, kiwi slide**

The 10-year government bond yield (interpolated) on the previous trading day was 2.58, +1.41 bps. The benchmark government bond yield (LB31DA) was 2.57, +2.00 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.83, -1.00 bps. USDTHB on the previous trading day closed around 34.63. Moving in a range of 34.72-34.87 this morning. USDTHB could be closed between 34.50-35.00 today. The U.S. dollar rallied in Asian trading on Thursday after the Federal Reserve signaled rate hikes later in the year, while China's and New Zealand's currencies fell on signs of weakness in those economies. The market's attention is now turning to other central bank decisions late this week. The dollar index rose 0.28% to 103.21, recovering from a four-week low of 102.66 on Wednesday after the Fed held interest rates steady but signaled that borrowing costs would increase by another 50 basis points (bps) by end-December. The Bank of Japan follows on Friday, when it is expected to maintain its ultra-dovish stance and yield curve control settings.

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

<b>SET Index</b>	<b>1,561.2</b>	<b>S&amp;P500</b>	<b>4,372.6</b>	<b>10Y UST</b>	<b>3.83%</b>	<b>Brent</b>	<b>73.6</b>	<b>Gold</b>	<b>1,951.9</b>
14-Jun	▼ -0.08%	14-Jun	▲ 0.08%	14-Jun	▼ -1.0 bps	14-Jun	▼ -0.91%	14-Jun	▼ -0.62%

<b>USD/THB 34.63</b>	Daily ▲ 0.24%	<b>EUR/THB 37.36</b>	Daily ▲ 0.32%	<b>JPY/THB 0.2475</b>	Daily ▼ -0.17%
Weekly ▼ -0.73%	<b>Monthly ▲ 2.15%</b>	Weekly ▲ 0.08%	<b>Monthly ▲ 1.48%</b>	Weekly ▼ -0.78%	<b>Monthly ▼ -0.68%</b>
Sideways Trend		Rising Trend		Falling 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		103.44	-0.2%	-0.7%	0.9%	101.50	104.44
EUR/USD		1.0778	0.4%	0.9%	-0.7%	1.0668	1.0963
USD/JPY		139.34	-0.1%	0.0%	2.6%	134.15	140.38
USD/CHF		0.9066	0.3%	-0.1%	1.0%	0.8900	0.9116
GBP/USD		1.2538	-0.3%	1.0%	0.6%	1.2336	1.2624
USD/CAD		1.3361	0.1%	-0.4%	-1.4%	1.3354	1.3643
AUD/USD		0.6757	0.2%	1.3%	1.5%	0.6495	0.6764
NZD/USD		0.6127	0.1%	0.9%	-1.3%	0.6000	0.6362
ASEAN Dollar		106.16	0.0%	0.0%	1.7%	103.72	106.72
USD/THB		34.55	-0.3%	-0.7%	2.2%	33.68	34.89
USD/SGD		1.3413	-0.2%	-0.5%	0.3%	1.3256	1.3554
USD/MYR		4.6186	-0.1%	0.3%	2.8%	4.4509	4.6247
USD/IDR		14,832	0.0%	-0.1%	0.4%	14,704	14,984
USD/PHP		56.07	-0.2%	-0.3%	0.1%	55.77	56.43
USD/CNY		7.1545	0.0%	0.5%	2.9%	6.9216	7.1545
USD/HKD		7.8282	-0.1%	-0.2%	-0.1%	7.8152	7.8459

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.00	-0.40
3-month		0.85	-0.28
6-month		1.75	-0.38

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		221,102	724
Gold		15,291	11
SDR		5,446	1
IMF Reserves		1,276	0
Foreign Ccy		199,089	712
Net Fwd Position		28,205	315

Last update: 02/06/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
14/06/2023	-758	3,022	2,263
13/06/2023	592	205	797
12/06/2023	60	-1,581	-1,521
09/06/2023	-1,504	-282	-1,785
08/06/2023	1,823	-1,580	242
Last 5 days	213	-216	-3

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -2,552	↓ -936	↓ -3,488
QTD	Quarter	↓ -43,713	↑ 1,156	↓ -42,557
YTD	Year	↓ -100,589	↑ 23,948	↓ -76,641

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		2.00	1.50	2.00	ON		1.44	0.43	1.83	ON		0.08	0.07	0.08
1W		2.03	1.53	2.03	1W		1.39	0.58	1.61	1W		0.00	0.00	0.08
1M		2.05	1.56	2.05	1M		1.53	0.77	1.72	1M		0.23	0.09	0.23
2M		2.10	1.64	2.10	2M					2M		0.00	0.00	0.16
3M		2.15	1.71	2.15	3M		1.88	1.17	1.88	3M		0.51	0.15	0.52
6M		2.23	1.85	2.23	6M		2.04	1.23	2.11	6M		0.76	0.22	0.83
12M		2.36	2.01	2.36	12M		2.41	1.36	2.41	12M		1.18	0.35	1.34

Last Updated: 13/06/2023

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	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		<b>3.7000</b>	1.00	0.00	-22.00	3.35	3.98
Gilt 10y		<b>4.0871</b>	-2.84	30.25	47.14	3.30	4.29
Bund 10y		<b>2.4800</b>	3.00	17.00	19.00	2.14	2.76
JGB 10y		<b>0.4400</b>	1.00	4.30	-9.10	0.28	0.53
TGB 1y		<b>2.0364</b>	0.69	2.36	10.71	1.92	2.04
TGB 2y		<b>2.1157</b>	0.36	3.84	13.88	1.94	2.12
TGB 5y		<b>2.2983</b>	0.79	9.86	11.86	2.15	2.30
TGB 7y		<b>2.3979</b>	1.19	6.77	4.34	2.32	2.44
TGB 10y		<b>2.5821</b>	1.41	5.68	6.68	2.50	2.61
AAA Spread		<b>72.62</b>	-0.03	2.51	-1.24	69.20	73.91
AA Spread		<b>78.84</b>	-0.02	-1.08	-13.47	78.84	94.58
A Spread		<b>123.58</b>	-0.02	-3.93	-0.28	123.54	128.21
BBB Spread		<b>237.99</b>	0.03	0.12	12.30	225.58	242.26

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>73.62</b>	-0.9%	-4.3%	-2.1%	71.84	77.07
London Gold		<b>1961.9</b>	-1.0%	-0.2%	7.0%	1,809.1	2,025.8

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>4,298.9</b>	0.1%	0.4%	4.1%	4,109.9	4,298.9
STOXX (EU)		<b>445.2</b>	-1.4%	-1.3%	-2.1%	445.2	463.2
FTSE All-Share(UK)		<b>4,153.0</b>	0.0%	-0.3%	-1.7%	4,066.8	4,237.0
DAX (DE)		<b>15,992.4</b>	-0.4%	-1.4%	3.3%	14,967.1	16,224.0
CAC All-Tradable(FR)		<b>5,389.1</b>	-0.8%	-3.4%	-1.7%	5,265.2	5,618.0
TOPIX (JP)		<b>2,236.3</b>	2.5%	2.8%	12.0%	1,929.3	2,236.3
Shanghai (CH)		<b>3,349.5</b>	-1.1%	-3.1%	-2.9%	3,349.5	3,557.1
Hang Seng (HK)		<b>19,099.3</b>	0.8%	-1.8%	-7.0%	18,234.3	21,624.4
ASX 200 (AU)		<b>7,216.3</b>	1.5%	-0.9%	-1.3%	6,898.5	7,433.7
SET (TH)		<b>1,528.5</b>	0.5%	0.9%	-7.5%	1,514.9	1,680.5
SET50 (TH)		<b>923.5</b>	0.7%	0.4%	-6.8%	917.3	998.3
Straits Times (SG)		<b>3,190.1</b>	0.8%	-0.7%	-2.8%	3,132.4	3,318.2
FTSE Malay (MY)		<b>1,383.2</b>	0.0%	-3.2%	-6.2%	1,383.0	1,488.2
JSX Index (ID)		<b>6,633.4</b>	0.0%	-0.6%	-3.8%	6,633.4	6,915.7
PSE Index (PH)		<b>6,521.6</b>	1.4%	-2.1%	-3.8%	6,404.9	6,881.3
Vn Index (VN)		<b>1,108.3</b>	1.6%	3.5%	5.2%	1,027.2	1,108.3

Sources: ttb analytics, CEIC

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

**Important Disclosures**

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