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Interest rates in the U.S. could remain higher than where they were for much of the last decade as recently-elevated inflation slowly subsides, according to Atlanta Federal Reserve President Raphael Bostic. Speaking in an interview with Bloomberg Television, Bostic said that borrowing costs, which currently stand at a more than two-decade high, are "slowing things down" in the U.S. economy and helping to deflate some price pressures. With interest rates at their current level of 5.25% to 5.5%, Bostic said he expects inflation will continue to fall throughout the rest of the year and continue moderating into 2025. However, he flagged that it will still take some time before price expansion finally retreats back down to the Fed's 2% target level.

Japan closely monitoring weak yen and bond market, Finance Minister says

Japanese Finance Minister Shunichi Suzuki said on Tuesday he was concerned about the negative implications of the current weakness in the yen and its effect on incentives to increase wages. "One of our major goals is to achieve wage increases that exceed the rise in prices," Suzuki said. "On the other hand, if prices continue to remain high, it will be difficult to reach this target even if wages rise." While a weak yen is a boon to exporters, it has become a headache for Japanese policymakers as it hurts consumption by pushing up the cost of raw material imports. The yen's slump past 160-per-dollar late last month triggered a suspected round of interventions by Tokyo. The Japanese currency has bounced since then and was last fetching around 156.45.

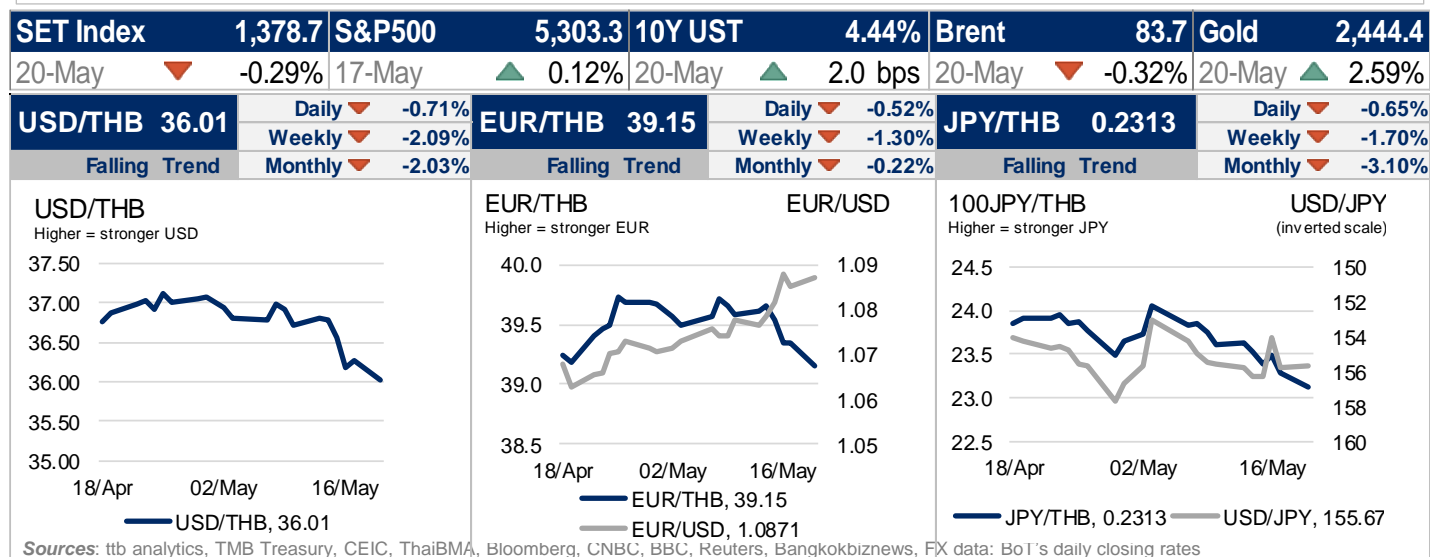
China's fiscal revenue shrank 2.7% in Jan-April amid shaky economic recovery

China's fiscal revenue slipped 2.7% in the first four months of 2024 from a year earlier, after a 2.3% slide in the January-March period, in a further sign of an uneven economic recovery. Fiscal expenditure rose 3.5% in the first four months, versus a 2.9% gain in the first quarter, according to finance ministry data released on Monday. For April alone, fiscal revenue fell 3.7% against a 2.4% decline in March, while fiscal spending was up 6.1%, compared with March's 2.9% fall, according to Reuters' calculations based on the ministry data. Excluding factors such as last year's high base and tax cut policies, fiscal revenue in the first four months grew 2%, the ministry said in a statement. China has set an ambitious economic growth target of around 5% for this year, which many analysts say will be a challenge to meet as prolonged weakness in the property sector and tepid consumer demand remain a drag on the economy.

Dollar steadies, but on track for sharp weekly loss

The 10-year government bond yield (interpolated) on the previous trading day was 2.75, +2.18 bps. The benchmark government bond yield (LB31DA) was 2.735, +2.50 bps. Meantime, the latest closed US 10-year bond yields was 4.44, +2.00 bps. USDTHB on the previous trading day closed around 36.01. Moving in a range of 36.14-36.295 this morning. USDTHB could be closed between 36.05-36.35 today. The dollar edged up against the euro on Monday as investors awaited further clues on the path of U.S. interest rates in the wake of cautious comments from Federal Reserve officials, even as inflation showed signs of cooling. Federal Reserve officials are not ready to say inflation is heading to the U.S. central bank's 2% target after data last week showed a welcome easing in consumer price pressures in April, with several on Monday calling for continued policy caution. Atlanta Fed President Raphael Bostic said on Monday it will take a while for the Federal Reserve to be confident that inflation is on track back to its goal. The euro was 0.05% down against the dollar at \$1.0863. Against the yen, the dollar was up 0.4% to 156.26 yen.

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



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Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		104.67	0.2%	-0.6%	-1.5%	104.10	106.27
EUR/USD		1.0851	-0.3%	0.8%	2.2%	1.0618	1.0880
USD/JPY		155.77	1.1%	0.0%	0.8%	151.64	157.66
USD/CHF		0.9076	0.8%	0.1%	-0.5%	0.9002	0.9150
GBP/USD		1.2654	-0.3%	1.1%	1.8%	1.2357	1.2687
USD/CAD		1.3635	0.2%	-0.4%	-1.4%	1.3566	1.3827
AUD/USD		0.6661	-0.4%	1.1%	3.9%	0.6388	0.6686
NZD/USD		0.6111	-0.2%	1.7%	3.5%	0.5879	0.6122
ASEAN Dollar		106.51	0.0%	-0.5%	0.8%	106.00	107.79
USD/THB		36.27	0.3%	-1.4%	-1.4%	36.17	37.12
USD/SGD		1.3475	0.3%	-0.5%	-1.2%	1.3429	1.3640
USD/MYR		4.6845	0.1%	-1.2%	-2.3%	4.6814	4.7935
USD/IDR		15,908	0.1%	-0.6%	-1.3%	15,768	16,217
USD/PHP		57.93	0.5%	-0.1%	0.9%	56.69	58.15
USD/CNY		7.2241	0.0%	-0.1%	-0.3%	7.2035	7.2590
USD/HKD		7.8036	0.0%	-0.2%	-0.4%	7.8014	7.8363

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.35	-0.20
3-month		1.10	-0.30
6-month		2.00	-0.40

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		224,100	632
Gold		17,800	443
SDR		5,444	-4
IMF Reserves		1,126	-33
Foreign Ccy		199,731	226
Net Fwd Position		28,000	-25

Last update: 10/05/2024

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
20/05/2024	105	8,324	8,429
17/05/2024	832	-144	687
16/05/2024	3,566	1,084	4,650
15/05/2024	-2,638	584	-2,054
14/05/2024	2,302	558	2,860
Last 5 days	4,166	10,405	14,571

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 17	↑ 19,926	↑ 19,943
QTD	Quarter	↑ 3,930	↓ -5,543	↓ -1,613
YTD	Year	↓ -65,396	↓ -34,121	↓ -99,517

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		2.50	0.00	2.50	ON		1.72	1.14	1.72	ON		0.07	0.07	0.08
1W		2.53	0.00	2.53	1W		1.61	0.22	1.61	1W		0.00	0.00	0.09
1M		2.55	0.00	2.55	1M		1.59	0.88	1.72	1M		0.11	0.08	0.11
2M		2.60	0.00	2.61	2M					2M		0.00	0.00	0.15
3M		2.65	0.00	2.65	3M		1.81	1.09	1.82	3M		0.26	0.11	0.26
6M		2.71	0.00	2.73	6M		1.95	1.31	1.99	6M		0.44	0.15	0.44
12M		2.82	0.00	2.84	12M		2.26	1.59	2.26	12M		0.80	0.22	0.80

Last Updated: 29/06/2023

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		4.3600	7.00	57.00	63.00	3.53	4.93
Gilt 10y		3.9338	-0.01	37.61	-22.91	3.56	4.63
Bund 10y		2.3300	7.00	37.00	-5.00	1.96	2.94
JGB 10y		0.7300	-4.70	6.70	28.20	0.38	0.90
TGB 1y		2.2880	0.07	-0.05	-0.13	2.25	2.30
TGB 2y		2.3354	-0.20	-2.11	-4.53	2.19	2.38
TGB 5y		2.4728	-0.21	-5.27	-6.48	2.32	2.58
TGB 7y		2.6015	-0.25	-5.38	-3.36	2.48	2.69
TGB 10y		2.7311	-0.03	-3.81	-3.70	2.62	2.78
AAA Spread		58.81	-2.21	-7.08	-10.38	58.81	73.93
AA Spread		79.44	3.25	5.95	-0.12	67.11	82.62
A Spread		115.03	3.16	6.01	-8.58	107.93	127.51
BBB Spread		236.25	0.11	0.64	-1.58	226.02	260.10

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		83.69	-0.3%	0.4%	-4.1%	82.75	89.50
London Gold		2444.4	2.6%	4.4%	2.7%	2,288.5	2,444.4

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)		5,064.2	0.0%	-1.9%	0.7%	4,845.7	5,254.4
STOXX (EU)		504.0	0.6%	-2.5%	8.8%	436.0	520.1
FTSE All-Share(UK)		4,088.1	0.8%	2.6%	2.4%	3,954.4	4,172.4
DAX (DE)		18,492.5	2.9%	10.5%	13.4%	14,798.5	18,492.5
CAC All-Tradable(FR)		6,066.8	1.6%	7.8%	11.3%	5,132.8	6,066.8
TOPIX (JP)		2,750.8	3.1%	17.9%	29.1%	2,032.5	2,750.8
Shanghai (CH)		3,178.1	-0.5%	3.0%	-5.3%	2,957.4	3,460.6
Hang Seng (HK)		16,618.3	1.6%	0.7%	-8.9%	15,703.5	20,011.1
ASX 200 (AU)		7,896.9	2.2%	4.4%	10.6%	6,838.3	7,896.9
SET (TH)		1,372.5	0.0%	-2.3%	-9.8%	1,372.2	1,576.7
SET50 (TH)		841.7	0.4%	-3.3%	-8.2%	838.4	966.7
Straits Times (SG)		3,224.0	2.6%	2.7%	1.2%	3,074.3	3,313.8
FTSE Malay (MY)		1,530.6	-0.9%	4.5%	10.7%	1,381.7	1,544.7
JSX Index (ID)		7,336.7	0.1%	2.8%	9.9%	6,636.4	7,336.7
PSE Index (PH)		6,898.2	-0.6%	5.8%	4.6%	6,018.5	6,942.2
Vn Index (VN)		1,283.1	3.9%	17.0%	15.8%	1,039.7	1,283.1

Sources: ttb analytics, CEIC

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

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