

## Key Theme – EUR rise on hawkish ECB minute

### This week Economic calendar

#### Highlight:

- **USD took another dip on ECB hawkish meeting minute and disappointing US PPI. Focus is on US CPI today.**
- Germany GDP YoY posted at 2.2% vs. 2.3% forecast.
- Eurozone Industrial Production MoM posted at 1.0% vs. 0.8% forecast.
- US PPI posted MoM at -0.1% vs. 0.2% forecast.
- Key economic indicator this week: China Trade figures, US CPI and Retail Sales on Friday.

#### Our take:

- **Remain neutral EURUSD. If close above 1.2100 today then we would recommend follow buy on break out.**
- **We see key support for USDTHB at 31.82-90. This price seem attractive to buy some USDTHB for Importer who need to convert within 30 days.**

Day	Country	Event	Period	Surv(M)	Actual	Prior
Mon	Germany	Factory Orders MoM	Nov	0.00%	-0.40%	0.50%
Mon	United Kingdom	Halifax House Prices MoM	Dec	0.20%	-0.60%	0.50%
Mon	Eurozone	Consumer Confidence	Dec F	0.5	0.5	0.5
Tue	Australia	Building Approvals MoM	Nov	-1.30%	11.7%	0.90%
Tue	Germany	Industrial Production SA MoM	Nov	1.80%	3.40%	-1.40%
Wed	China	PPI YoY	Dec	4.80%	4.90%	5.80%
Wed	China	CPI YoY	Dec	1.90%	1.80%	1.70%
Wed	United Kingdom	Industrial Production MoM	Nov	0.40%	0.40%	0.00%
Wed	United Kingdom	Manufacturing Production MoM	Nov	0.30%	0.40%	0.10%
Wed	United States	MBA Mortgage Applications	Jan-05 --		8.30%	0.70%
Wed	United States	Import Price Index MoM	Dec	0.40%	0.10%	0.70%
Wed	United States	Wholesale Inventories MoM	Nov F	0.70%	0.80%	0.70%
	China	Money Supply M2 YoY	Dec	9.20%	--	9.10%
Thu	Australia	Retail Sales MoM	Nov	0.40%	1.20%	0.50%
Thu	United States	PPI Final Demand MoM	Dec	0.20%	-0.10%	0.40%
Thu	United States	Initial Jobless Claims	Jan-06	245k	261k	250k
Fri	United States	Monthly Budget Statement	Dec	-\$46.0b	-\$23.2b	-\$138.5b
Fri	Japan	BoP Current Account Balance	Nov	¥1836.1b	¥1347.3b	¥2176.4b
Fri	Singapore	Retail Sales YoY	Nov	1.90%	--	-0.10%
Fri	Thailand	Foreign Reserves	Jan-05 --	--	--	\$202.6b
Fri	United States	CPI MoM	Dec	0.10%	--	0.40%
Fri	United States	CPI Ex Food and Energy MoM	Dec	0.20%	--	0.10%
Fri	United States	Retail Sales Advance MoM	Dec	0.50%	--	0.80%
Fri	China	Trade Balance	Dec	\$37.00b	--	\$40.21b

Source: Thomson Reuters, Bloomberg, TBMA, and The Nation

# Daily Market Review At-A-Glance: 12 January 2018

## Views on Interest Rate and Exchange Rates

### Currency:

**USDTHB:** Key support at 31.82-90. Resistance at 32.05.

**USDJPY:** Resistance at 111.80-112.00. Support at 111.00. If break below support then could test 109.50.

**EURUSD:** Remain Neutral despite once again trading above 1.2000. Key resistance at 1.1290. Market are expecting soft CPI but a softer than expected US CPI could drive EURUSD above resistance. If close this week above 1.2100, we would recommend follow buy on breakout.

### Bond:

**US Treasury:** UST 10yr yield drop to 2.55% after tested 2.6% level. We believe UST 10Y yield will trade in range 2.50-2.60%.

### Exchange Rate

	4-Jan-18	11-Jan-18	12-Jan-18
USD/THB	32.25	32.00	31.93
JPY/THB	28.60	28.76	28.68
EUR/THB	38.92	38.50	38.45
GBP/THB	43.70	43.32	43.23
AUD/THB	25.36	25.25	25.17
USD/JPY	112.74	111.24	111.26
EUR/USD	1.207	1.203	1.205
GBP/USD	1.355	1.354	1.355
AUD/USD	0.786	0.789	0.789

### Stock market

	10-Jan-18	11-Jan-18	%Change
SET Index	1,794.92	1,802.80	0.44
DJIA	25,369.13	25,574.73	0.81

### Repurchase rate

	1-day	7-day	14-day	1-mth
	1.50%	1.50%	1.50%	1.50%

### Commodities

	Previous Day	Last	%Change
WTI Crude oil	63.57	63.8	0.36
Gold	1,316.89	1,325.48	0.65

### Government Bond Yields

Tenor	4-Jan-18	10-Jan-18	11-Jan-18
UST 3-mth	1.404	1.424	1.437
UST 6-mth	1.594	1.584	1.589
UST 1-yr	1.806	1.780	1.772
UST 5-yr	2.268	2.327	2.314
UST 10-yr	2.453	2.549	2.531
TGB 6-mth	1.35	1.32	1.32
TGB 2-yr	1.46	1.43	1.42
TGB 5-yr	1.87	1.82	1.81
TGB 10-yr	2.55	2.50	2.48

### THBFIX (%)

	1-mth	3-mth	6-mth	1-yr
	1.139	1.115	1.080	1.333

### THB Swap rate (IRS)

Tenor	bid	ask
1-yr	1.170	1.200
2-yr	1.370	1.400
3-yr	1.550	1.580
5-yr	1.825	1.855
10-yr	2.2	2.25

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