

## Key Theme – Equities rebound further but UST yield also rise.

### This week Economic calendar

#### Highlight:

- Equities regained more ground from last week sell off despite UST 10 y yield testing 2.90%.
- Japan PPI posted at 2.70% vs. 2.80% forecast.
- Market will be keeping close watch on US CPI and BoT MPC tomorrow.**
- Key economic indicator this week: UK CPI on Tuesday, Australia Consumer confidence, Japan GDP, Germany GDP and CPI, Eurozone GDP, US CPI and Retail Sales on Wednesday, Australia Unemployment, Japan Industrial Production, US Empire Manufacturing and PPI on Thursday, UK Retail Sales and US Import Price Index on Friday.

#### Our take:

- Maintain downside biased USDTHB in medium term. Support for now at 31.55.**

Day	Country/Region	Event	Period	Surv(M)	Actual	Prior
Tue	United States	Monthly Budget Statement	Jan	\$51.0b	\$49.2b	\$51.3b
Tue	Japan	PPI YoY	Jan	2.80%	2.70%	3.10%
Tue	United Kingdom	CPI MoM	Jan	-0.60%	--	0.40%
Tue	United Kingdom	CPI YoY	Jan	2.90%	--	3.00%
Tue	United Kingdom	CPI Core YoY	Jan	2.60%	--	2.50%
Tue	United Kingdom	PPI Output NSA MoM	Jan	0.20%	--	0.40%
Wed	Australia	Westpac Consumer Conf SA MoM	Feb	--	--	1.80%
Wed	Japan	GDP SA QoQ	4Q P	0.20%	--	0.60%
Wed	Japan	GDP Annualized SA QoQ	4Q P	1.00%	--	2.50%
Wed	Japan	GDP Deflator YoY	4Q P	0.00%	--	0.10%
Wed	Germany	GDP SA QoQ	4Q P	0.60%	--	0.80%
Wed	Germany	GDP NSA YoY	4Q P	2.20%	--	2.30%
Wed	Germany	CPI MoM	Jan F	-0.70%	--	-0.70%
Wed	Germany	CPI YoY	Jan F	1.60%	--	1.60%
Wed	Germany	CPI EU Harmonized YoY	Jan F	1.40%	--	1.40%
<b>Wed</b>	<b>Thailand</b>	<b>BoT Benchmark Interest Rate</b>	<b>Feb-14</b>	<b>1.50%</b>	<b>--</b>	<b>1.50%</b>
Wed	Eurozone	GDP SA QoQ	4Q P	0.60%	--	0.60%
Wed	Eurozone	GDP SA YoY	4Q P	2.70%	--	2.70%
Wed	United States	MBA Mortgage Applications	Feb-09	--	--	0.70%
Wed	United States	CPI MoM	Jan	0.30%	--	0.10%
Wed	United States	CPI Ex Food and Energy MoM	Jan	0.20%	--	0.30%
Wed	United States	Retail Sales Advance MoM	Jan	0.20%	--	0.40%
Thu	Japan	Core Machine Orders MoM	Dec	-2.30%	--	5.70%
Thu	Australia	Employment Change	Jan	15.0k	--	34.7k
Thu	Australia	Unemployment Rate	Jan	5.50%	--	5.50%
Thu	Australia	Participation Rate	Jan	65.60%	--	65.70%
Thu	Japan	Industrial Production MoM	Dec F	--	--	2.70%
Thu	United States	Empire Manufacturing	Feb	18	--	17.7
Thu	United States	Initial Jobless Claims	Feb-10	228k	--	221k
Thu	United States	PPI Final Demand MoM	Jan	0.40%	--	-0.10%
Thu	United States	Philadelphia Fed Business Outlook	Feb	22	--	22.2
Thu	United States	Industrial Production MoM	Jan	0.20%	--	0.90%
Fri	Thailand	Foreign Reserves	Feb-09	--	--	\$214.4b
Fri	United Kingdom	Retail Sales Ex Auto Fuel MoM	Jan	0.60%	--	-1.60%
Fri	United Kingdom	Retail Sales Ex Auto Fuel YoY	Jan	2.40%	--	1.30%
Fri	United Kingdom	Retail Sales Inc Auto Fuel MoM	Jan	0.60%	--	-1.50%
Fri	United Kingdom	Retail Sales Inc Auto Fuel YoY	Jan	2.50%	--	1.40%
Fri	United States	Import Price Index MoM	Jan	0.60%	--	0.10%
Fri	United States	Housing Starts	Jan	1231k	--	1192k
Fri	United States	U. of Mich. Sentiment	Feb P	95.5	--	95.7

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

# Daily Market Review At-A-Glance: 13 February 2018

## Views on Interest Rate and Exchange Rates

### Currency:

**USDTHB:** : Maintain medium term view of downside biased USDTHB. Support at 31.55. Resistance at 31.70 then 31.77.

**USDJPY:** Remain neutral. Support at 108.40. Resistance at 109.30 then 109.70.

**EURUSD:** Resistance at 1.2320-30. Support at 1.2200-20. Key support at 1.2130-50. Recommend buy on dip at range 1.2150-70.

### Bond:

**US Treasury:** U.S. government bond closed at 2.857%, compared with 2.829% Friday. Government bonds was under pressure, as fears that a faster-than-expected pickup in inflation could spur central banks to accelerate the pace of interest rate increases.

## Exchange Rate

	5-Feb-18	12-Feb-18	13-Feb-18
USD/THB	31.62	31.63	31.58
JPY/THB	28.98	29.11	29.04
EUR/THB	39.10	38.88	38.82
GBP/THB	44.13	43.76	43.72
AUD/THB	24.91	24.86	24.83
USD/JPY	109.09	108.64	108.72
EUR/USD	1.237	1.229	1.229
GBP/USD	1.396	1.384	1.384
AUD/USD	0.788	0.786	0.786

## Stock market

	9-Feb-18	12-Feb-18	%Change
SET Index	1,786.45	1,799.45	0.73
DJIA	24,190.90	24,601.27	1.70

## 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	59.2	59.29	0.15
Gold	1,316.65	1,323.04	0.49

## Government Bond Yields

Tenor	5-Feb-18	9-Feb-18	12-Feb-18
UST 3-mth	1.493	1.562	1.572
UST 6-mth	1.635	1.736	1.785
UST 1-yr	1.858	1.881	1.925
UST 5-yr	2.523	2.516	2.554
UST 10-yr	2.794	2.831	2.855
TGB 6-mth	1.33	1.33	1.33
TGB 2-yr	1.39	1.40	1.40
TGB 5-yr	1.84	1.86	1.85
TGB 10-yr	2.57	2.56	2.56

## THBFIX (%)

	1-mth	3-mth	6-mth	1-yr
	0.818	0.818	1.015	1.317

## THB Swap rate (IRS)

Tenor	bid	ask
1-yr	1.190	1.220
2-yr	1.460	1.490
3-yr	1.700	1.730
5-yr	2.050	2.080
10-yr	2.505	2.555

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