

Daily Market Review At-A-Glance

Thursday, March 5, 2020

Market Highlight



- Risk rally overnight after an emergency US spending bill help S&P surge 4.2% as policy makers introduced additional fiscal and monetary measures to combat the impact of the coronavirus.
- Bank Of Canada joined the wave of global central bank stimulus while AUD fin min said stimulus will come very soon.
- It seems the market is now taking the coordinated global policy action more seriously and credible, amidst speculation that ECB and BOE will take action soon too.

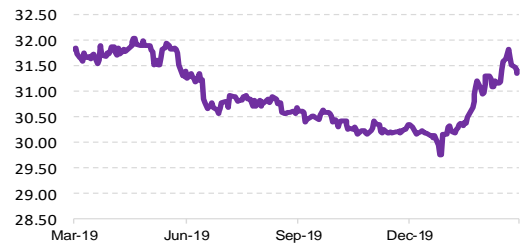
Views on Exchange Rates



USDTHB: USDTHB trade in rangebound with 31.30 is still the key support but the pair may face the selling pressure during this period before BOT meeting in late March.

Support/Resistance: 31.30/31.50

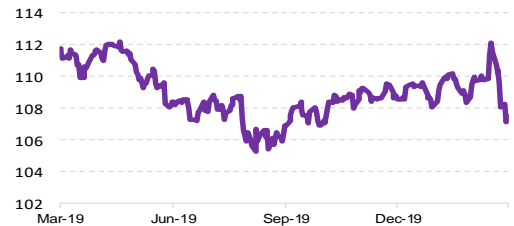
USDTHB Exchange Rates



USDJPY: USDJPY can hold around 107.00, we still monitor for the BOJ figure out how to provide more accommodation, the market only sees a further 20bp dive deeper into negative from the bank due to the cost to banks, insurers, pension funds and savers.

Support/Resistance: 107.00/109

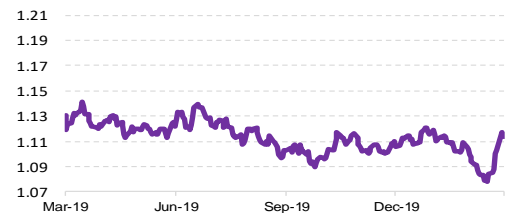
USDJPY Exchange Rates



EURUSD: EURUSD still trade in the upper range amid short covering for this pair persist after act as funding currency for a while.

Support/Resistance: 1.112/1.122

EURUSD Exchange Rates

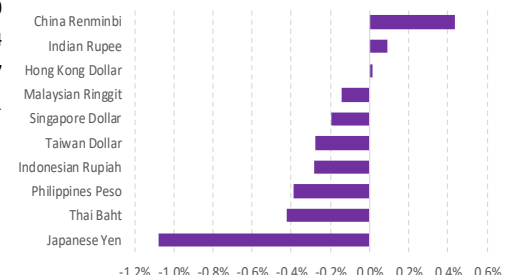


Exchange Rate

	27/2/20	4/3/20	5/3/20
USD/THB	31.67	31.35	31.41
JPY/THB	28.89	29.15	29.24
EUR/THB	34.83	34.91	34.98
GBP/THB	40.80	40.35	40.41
AUD/THB	20.80	20.77	20.77

	27/2/20	4/3/20	5/3/20
USD/JPY	109.58	107.52	107.40
EUR/USD	1.100	1.113	1.114
GBP/USD	1.288	1.287	1.287
AUD/USD	0.657	0.663	0.661

Regional foreign exchange rate spot return (7D)

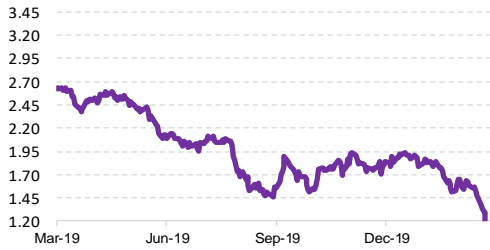


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Views on Interest Rates

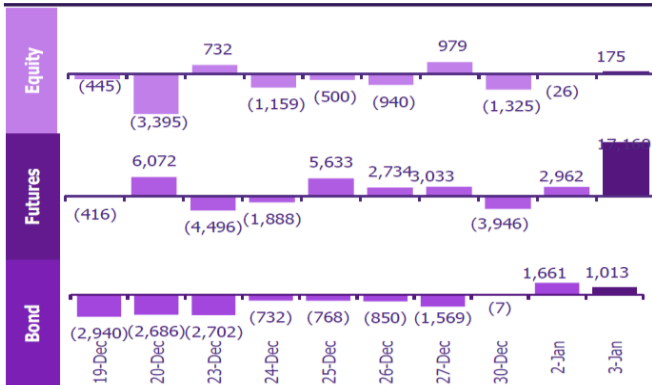
U.S. 10 Year Treasury



US : THBIRS opened just a tad higher from yesterday despite higher UST long end yields. 5YIRS is now at 0.75% and 6m thbfx is at 0.68% while 5Y bond is around at this level as well. From level, THB rates market should price in around 80% chance of BOT'S 25 bps cut at this coming meeting on 25 Mar. Today, there will be Feb's CPI release (estimate headline 0.80% yoy).

THB : Last night, UST yields front end initially dropped 5-6 bps after Bank of Canada cut benchmark rates 50 bps. However, good sentiment in US stock markets helped push yields higher around 4-7 bps and closed at 1.05% for 10Y tenor. US curve still steepened with 2X10 usdhrs level around 28 bps now.

Thailand daily foreign net flows



	Equity (Btmn)	SET50 futures (Contract)	Bond (Btmn)
Daily			
3-Jan-20	175	17,160	3,691
Weekly			
WTD	148	20,122	4,331
27-Dec-19	(888)	5,016	1,072
20-Dec-19	(6,339)	5,660	1,252
13-Dec-19	(9,195)	22,150	4,727
6-Dec-19	(6,740)	(25,850)	(5,442)
Monthly			
MTD	148	20,122	4,331
Dec-19	(24,487)	3,030	764
Nov-19	(7,683)	(88,171)	(18,888)
Oct-19	(7,845)	36,424	7,987
Quarterly			
QTD	148	20,122	4,331
4Q19	(40,016)	(48,717)	(10,137)
3Q19	(45,878)	(43,072)	(9,961)
2Q19	53,735	93,098	20,637
1Q19	(13,086)	19,615	4,403
YTD	148	20,122	4,331
2019	(45,245)	20,924	4,943
2018	(287,459)	(45,151)	(11,163)

Key Indicator Update

Tenor	26/2/20	3/3/20	4/3/20
UST 3-mth	1.52	0.95	0.71
UST 6-mth	1.41	0.85	0.66
UST 1-yr	1.26	0.72	0.58
UST 5-yr	1.13	0.77	0.73
UST 10-yr	1.31	1.02	0.99

Tenor	26/2/20	3/3/20	4/3/20
TGB 6-mth	0.95	0.93	0.88
TGB 2-yr	0.79	0.80	0.71
TGB 5-yr	0.83	0.88	0.77
TGB 10-yr	1.04	1.10	0.98

Stock market

	3/3/20	4/3/20	%Change
SET Index	1,375.02	1,378.61	0.26
DJIA	25,917.41	27,090.86	4.53

Repurchase rate

1-day	7-day	14-day	1-mth
1.25%	1.25%	1.25%	1.25%

Commodities

	Previous Day	Last	%Change
WTI Crud	47.18	46.78	(0.85)
Gold	1,644.47	1,638.46	(0.37)

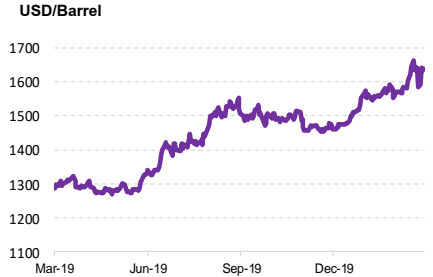
THBFX (%)

1-mth	3-mth	6-mth	1-yr
0.960	0.923	0.885	0.825

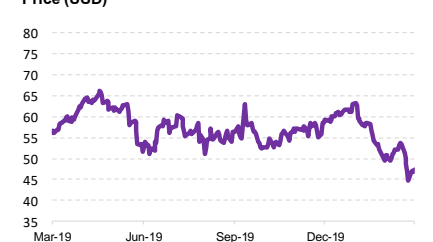
THB Swap rate (IRS)

Tenor	bid	ask
1-yr	0.680	0.720
2-yr	0.680	0.720
3-yr	0.705	0.745
5-yr	0.765	0.805
10-yr	0.845	0.905

WTI Crude Oil



Gold



Economic Calendar

Date	Event
2 Mar	Economic release: CN – Manufacturing and non-manufacturing PMI for Feb, JP/EU/US – Final manufacturing PMI, CN – Caixin manufacturing PMI for Feb, US – ISM manufacturing PMI for Feb Event: 5G spectrum license granting this month, Effective of February 2020 quarterly MSCI index review.
3 Mar	Economic release: JP – Consumer confidence for Feb Event: US super Tuesday
4 Mar	Economic release: CN – Caixin service PMI for Feb, EU/US – Final service PMI for Feb, US – ISM non-manufacturing PMI for Feb, ADP non-farm employment change, crude oil inventories
5 Mar	Economic release: US – Unemployment claims, TH – CPI and core CPI for Feb Event: OPEC meetings
6 Mar	Economic release: JP – Household spending for Jan, US – Average hourly earnings, non-farm employment change, unemployment rate for Feb Event: OPEC meeting