The dollar was quiet volatile, reaching 90.62 level on Thursday (3/6), after an ADP private-sector data showed an addition of 978K. Nevertheless, the greenback collapsed on Friday (4/6) as investors disappointed on the softer-than-expected job numbers. Non-farm payroll increased only 559K, lower than the forecast at 645K.

G7 finance ministers held a meeting on Saturday (5/6) to back a global tax of at least 15% on multinational companies. They agreed that the biggest companies should pay tax where they sell goods and services, and not just where they book profits.

Despite the fact that the previous disappointing job data deteriorated the dollar last week, the latest global corporate tax scheme should be focused. A historic global tax reform aims at tech giants such as Google, Amazon, Alphabet and Facebook could undermine big tech stocks and probably encourage demands for dollar in a short run.

US CPI will be revealed on Thursday (10/6). This is an important clue, indicating Fed’s policy setting, after downbeat labor data eased the expectations that the Fed would start tapering soon.

**Dollar Outlook**

- **Lower Bound:** 89.50
- **Upper Bound:** 90.66
- **Forecast:** Neutral
Thai Baht Outlook

- Similar to other currencies, the baht noticeably moved on Thursday (3/6) and Friday (4/6) which was in response to the dollar's movement.
- As a result of global economic recovery, Thai exports accelerated to over 21 billion USD in value in April, growing 13.1 percent on-year, the highest rate in 3 years. Best performing goods included vehicles and automotive accessories, agricultural goods, foods, and work-from-home items.
- However, retail sentiment index in May went down, lowering to below 50 level as the Third wave Covid-19 in Thailand intensifies.

Thai Baht News

- Thai financial calendar is not busy this week, but we suggest investors focus on the vaccine allocation and the pace of vaccine rollout. It was reported that some hospital postponed appointments as vaccines were not delivered as plan.
- In addition, the Phuket reopening was approved by the government last Friday (4/6). From July 1, "Phuket Tourism Sandbox program" will begin. Foreign tourists who have been vaccinated are welcomed and quarantine requirement will also be omitted.
This week is an important week for the bloc because there is a number of economic reports to be released, especially eurozone's GDP and economic sentiment. Besides, the European Central Bank (ECB) is appointed to have its monetary policy meeting on Thursday (10/6). No changes are expected too the policy settings, but investors are looking for any hawkish signals from the central bank.

The euro was traded in an appreciating trend as most of the economic reports were in line with or slightly better than expectations. However, the single currency was pressured by ADP non-farm payroll after it came significantly higher that the forecasts. The currency rebounded on Friday (4/6) when the greenback plummeted. Meanwhile, the European Union is ready to raise much-needed funds worth 750 billion euros from public markets and boost the economies of its 27 members after the severe shock from the Covid-19 outbreaks.
Despite the zero daily deaths announcement, increasing of new cases cast doubt on UK’s June 21 lockdown easing plan. Yet, Prime Minister Boris Johnson on Wednesday mentioned that the UK could stick with its plan to end lockdown restrictions from June 21 as a delay wouldn’t be necessary. However, some scientists are opposed to this idea because there are signs the UK is in the early stages of a third wave.

- The currency edged higher in the end of the week as the dollar was hurt by a disappointing job data.

**Pound Sterling Outlook**

- Last week was seen as a big leap of the UK after the country announced Zero daily deaths for the first time since July 2020. Still, the new daily cases were up by 30 per cent. Public Health England reported that the Indian variant is now the most dominant across the country.
- The currency edged higher in the end of the week as the dollar was hurt by a disappointing job data.

**Pound Sterling Performance**

<table>
<thead>
<tr>
<th>Events</th>
<th>Period</th>
<th>Date</th>
<th>Forecast</th>
<th>Previous</th>
</tr>
</thead>
<tbody>
<tr>
<td>Halifax House Prices MM</td>
<td>May</td>
<td>7-Jun</td>
<td>1.2%</td>
<td>1.4%</td>
</tr>
<tr>
<td>GDP Est 3M/3M</td>
<td>Apr</td>
<td>11-Jun</td>
<td>1.6%</td>
<td>-1.5%</td>
</tr>
<tr>
<td>GDP Estimate MM</td>
<td>Apr</td>
<td>11-Jun</td>
<td>2.4%</td>
<td>2.1%</td>
</tr>
<tr>
<td>GDP Estimate YY</td>
<td>Apr</td>
<td>11-Jun</td>
<td>27.9%</td>
<td>1.4%</td>
</tr>
<tr>
<td>Manufacturing Output MM</td>
<td>Apr</td>
<td>11-Jun</td>
<td>1.5%</td>
<td>2.1%</td>
</tr>
</tbody>
</table>
Australian Dollar Performance

- **Last Week Close**: 0.7713 USD/AUD
- **Monthly High**: 0.7773 USD/AUD
- **Weekly Open**: 0.7701 USD/AUD
- **Monthly Low**: 0.7646 USD/AUD
- **Weekly Close**: 0.7737 USD/AUD
- **30 Days Average**: 0.7669 USD/AUD
- **90 Days Average**: 0.7690 USD/AUD
- **YTD Change**: -4.8%

Australian Dollar Outlook

- **The Aussie is expected to remain strong as the greenback fell. However, chances are the currency could greatly volatile as plenty of crucial economic data are about to released.**
- **RBA Assist Gov Kent is due to speak on Wednesday (9/6). Any hawkish comments would support the currency's appreciation.**

Australian Dollar Economic Events

- **AIG Services Index**: May 7-Jun, Forecast 61.0, Previous 53.0
- **NAB Business Conditions**: May 8-Jun, Forecast 32.0, Previous 31.0
- **NAB Business Confidence**: May 8-Jun, Forecast 26.0, Previous 27.0
- **Consumer Sentiment**: Jun 9-Jun, Forecast -4.8%, Previous -5.2%

**Australian Dollar Graph**

![Australian Dollar Graph](image-url)

Source: Thomson Reuters
**Japanese Yen Outlook**

- Starting off the week, the yen moved in a range amidst mixed economic data. Retail Sales decreased to 12 per cent, lower than 15.4 per cent expectations. However, final manufacturing PMI went up to 53, beating the forecast at 52.5.
- Japan extended state of emergency in 9 areas, including Tokyo. The decree is in force until June 20.
- Despite the depressive economic outlook, the yen gained against the dollar as investors moved into safe haven. USD/JPY plummeted to 109.43 level on Friday (4/6) after the greenback pulled back.
- It was reported that only 2.7% of the population has been fully vaccinated in the three months into Japan's vaccination campaign. Poor vaccine program would eventually lead to higher new Covid-19 cases. Therefore, markets put spotlight on a delay in vaccine rollout in Japan as Tokyo Olympic is set to begin on July 23.
- Also, investors wait for Japan’s final GDP on Tuesday (8/6). The figure is foreseen at -1.2 per cent, improving from that of the previous period at -1.3 per cent.

**Japanese Yen Economic Events**

<table>
<thead>
<tr>
<th>Events</th>
<th>Period</th>
<th>Date</th>
<th>Forecast</th>
<th>Previous</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Account NSA JPY</td>
<td>Apr</td>
<td>8-Jun</td>
<td>1,500.6B</td>
<td>2,650.1B</td>
</tr>
<tr>
<td>GDP Rev QQ, Annualised</td>
<td>Q1</td>
<td>8-Jun</td>
<td>-4.8%</td>
<td>-5.1%</td>
</tr>
<tr>
<td>GDP Revised QQ</td>
<td>Q1</td>
<td>8-Jun</td>
<td>-1.2%</td>
<td>-1.3%</td>
</tr>
<tr>
<td>GDP Cap Ex Rev QQ</td>
<td>Q1</td>
<td>8-Jun</td>
<td>-1.2%</td>
<td>-1.4%</td>
</tr>
<tr>
<td>Corp Goods Price MM</td>
<td>May</td>
<td>10-Jun</td>
<td>0.5%</td>
<td>0.7%</td>
</tr>
<tr>
<td>Corp Goods Price YY</td>
<td>May</td>
<td>10-Jun</td>
<td>4.5%</td>
<td>3.6%</td>
</tr>
</tbody>
</table>

**Japanese Yen Performance**

- **Last Week Close**: 109.81 JPY/USD
- **Monthly High**: 110.33 JPY/USD
- **Monthly Low**: 109.20 JPY/USD
- **30 Days Average**: 104.58 JPY/USD
- **90 Days Average**: 104.26 JPY/USD
- **YTD Change**: 110.33 JPY/USD

**Japanese Yen News**

- Despite the depressive economic outlook, the yen gained against the dollar as investors moved into safe haven. USD/JPY plummeted to 109.43 level on Friday (4/6) after the greenback pulled back.

Source: Thomson Reuters
This material was prepared by a Treasury Marketing Unit, Bangkok Bank PCL, only. Any opinions expressed herein may differ from these by other departments. This material is prepared for informational purpose only, not to be an offer to the recipients to purchase or sale any financial instrument. The information herein has been obtained from other public sources and the rates informed are subject to change according to the market condition. The use of any information provided shall be on the recipients’ discretion. Opinions and Assumptions in this document constitute the current judgment as of the date of the author only, do not reflect the opinions of Bangkok Bank, and are subject to change without notice. Neither Bangkok Bank nor any of its directors, officers, employees or advisors nor any other person make no representations or warranties of any kind, about the completeness, accuracy, reliability or suitability, of the information contained in this presentation and will not be liable for any loss or damage whatsoever arising from the use of any such information. Each recipient should carefully consider the risks associated and make a determination based upon the recipient’s own particular circumstances entering into such transaction.