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President Biden has withdrawn from the 2024 presidential race and endorsed his Vice President, Kamala Harris, as the Democratic candidate. Prediction markets currently estimate an approximately 80% chance that Harris will secure the nomination and indicate a slight improvement in the Democrats' likelihood of winning the White House. However, the probabilities for House and Senate races remain largely unchanged. The Democrats will officially nominate their candidate at the Democratic National Convention from August 19-22. According to Reuters, Harris has supported Big Tech and received donations from tech leaders. She has warned about AI risks, backed Biden's consumer protection order, and shares Biden's focus on clean energy and environmental justice. Nonetheless, she also faces the historic challenge of potentially becoming the first female president and only the second Black president, following Barack Obama.

Nvidia developing AI chip for China

According to Reuters, Nvidia Corporation is developing a new version of its AI chips for the Chinese market that complies with U.S. export rules. The company will collaborate with its major Chinese distributor, Inspur, to create a chip tentatively named the 'B20.' While Nvidia's existing AI chips are designed to adhere to U.S. export restrictions, products like the H20 have faced challenges in China due to competition from local companies such as Huawei.

PBOC cuts rates to boost the economy

The People's Bank of China made an unexpected move by reducing its benchmark loan prime rates to record lows in an effort to bolster the country's struggling economy. The PBOC lowered the one-year loan prime rate from 3.45% to 3.35%, and the five-year rate, which influences mortgage costs, was cut from 3.95% to 3.85%. This decision follows recent GDP data for the second quarter that fell short of expectations, intensifying worries about the slowdown in economic growth and raising doubts about achieving the central bank's annual GDP growth target. Chinese officials had pledged additional economic stimulus during the Communist Party's Third Plenary Session last week. However, market sentiment remains subdued, partly due to concerns that Donald Trump might secure a second term as U.S. president.

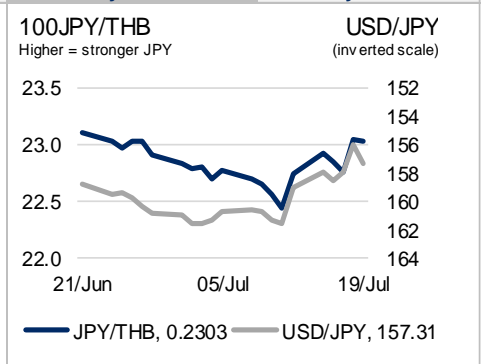
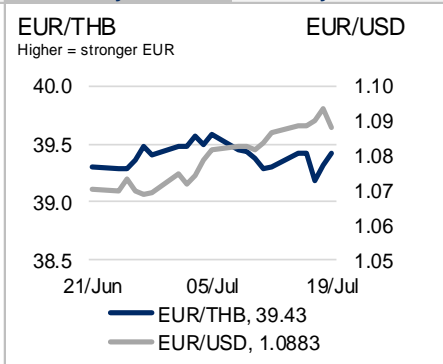
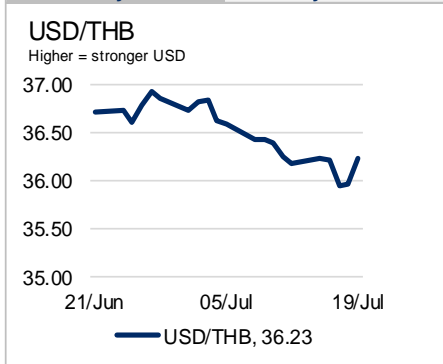
US dollar edges up as Biden ends campaign

The 10-year government bond yield (interpolated) on the previous trading day was 2.63, +0.83 bps. The benchmark government bond yield (LB346A) was 2.625, +0.5 bps. Meantime, the latest closed US 10-year bond yields was 4.26, +1.0 bps. USDTHB on the previous trading day closed around 36.23 moving in a range of 36.285 – 36.325 this morning. USDTHB could be closed between 36.20 - 36.40 today. The Dollar was slightly higher on Monday in quiet trading overall, as investors digested U.S. President Joe Biden's decision to end his re-election campaign, a scenario which could inject more volatility into the currency market. The Japanese yen was hovering around 157.00 as traders await Friday's Tokyo CPI data. However, the yen experienced some weakness after Bloomberg sources indicated that the BoJ views weak consumption as a complicating factor for its rate decision. Meanwhile, the Euro traded in a tight range after its recent failure to maintain the 1.0900 level against the dollar.

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

SET Index	1,317.1	S&P500	5,564.4	10Y UST	4.26%	Brent	82.6	Gold	2,401.4
19-Jul	▼ -0.58%	22-Jul	▲ 1.07%	22-Jul	▲ 1.0 bps	19-Jul	▼ -3.0%	22-Jul	▼ -0.60%

USD/THB 36.23	Daily ▲ 0.74%	EUR/THB 39.43	Daily ▲ 0.27%	JPY/THB 0.2303	Daily ▼ -0.09%
Sideways Trend	Weekly ▼ 0.01%	Sideways Trend	Weekly ▼ 0.00%	Sideways Trend	Weekly ▲ 0.44%
	Monthly ▼ -1.31%		Monthly ▲ 0.33%		Monthly ▼ -0.35%



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoT's daily closing rates

Main Contributor

Wajarawij Ramindra
wajarawij.ram@ttbbank.com

Pimchatr Ekkachan
pimchatr.ekk@ttbbank.com

ttb analytics | ttbanalytics@ttbbank.com
Naris Sathapholdeja | naris.sat@ttbbank.com
Kasem Harnchanpanich | kasem.har@ttbbank.com

Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		104.29	0.5%	0.0%	-1.2%	103.75	105.99
EUR/USD		1.0883	-0.5%	0.0%	1.7%	1.0690	1.0934
USD/JPY		157.31	0.8%	-0.4%	-1.0%	156.02	161.63
USD/CHF		0.8887	0.6%	-0.8%	-0.3%	0.8838	0.9043
GBP/USD		1.2937	-0.5%	-0.2%	2.2%	1.2629	1.3005
USD/CAD		1.3716	0.3%	0.4%	0.2%	1.3608	1.3758
AUD/USD		0.6696	-0.5%	-1.0%	0.6%	0.6600	0.6766
NZD/USD		0.6029	-0.7%	-1.1%	-1.5%	0.6050	0.6144
ASEAN Dollar		105.03	-0.3%	-0.4%	-1.5%	105.18	106.92
USD/THB		36.23	0.7%	0.0%	-1.3%	35.94	36.93
USD/SGD		1.3440	0.3%	0.1%	-0.7%	1.3396	1.3586
USD/MYR		4.6761	0.3%	0.0%	-0.8%	4.6630	4.7210
USD/IDR		16,087	0.1%	0.0%	-1.8%	16,074	16,383
USD/PHP		58.65	0.3%	-0.2%	-0.8%	58.44	59.10
USD/CNY		7.2694	0.15%	0.1%	-0.1%	7.2582	7.2894
USD/HKD		7.8110	0.09%	0.0%	0.1%	7.7975	7.8156

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.15	0.15
3-month		0.70	-0.05
6-month		1.50	-0.20

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		227,827	2144
Gold		18,186	150
SDR		5,486	25
IMF Reserves		1,126	5
Foreign Ccy		203,028	1965
Net Fwd Position		28,260	-185

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
19/07/2024	278	-2,625	-2,346
18/07/2024	1,292	-583	710
17/07/2024	695	7,958	8,653
16/07/2024	-68	-1,495	-1,564
15/07/2024	-443	-4,041	-4,484
Last 5 days	1,755	-786	969

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -2,240	↓ -427	↓ -2,667
QTD	Quarter	↓ -2,240	↓ -427	↓ -2,667
YTD	Year	↓ -119,271	↓ -46,413	↓ -165,684

Money Market

Last update: 12/07/2024

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		0.08	0.07	0.08
1W		2.52	0.00	2.53	1W		1.61	0.22	1.61	1W		0.00	0.00	0.00
1M		2.55	0.00	2.55	1M		1.59	0.88	1.72	1M		0.35	0.12	0.35
2M		2.60	0.00	2.61	2M					2M		0.00	0.00	0.00
3M		2.65	0.00	2.66	3M		1.81	1.09	1.82	3M		0.75	0.34	0.75
6M		2.71	0.00	2.73	6M		1.95	1.31	1.99	6M		1.04	0.56	1.04
12M		2.81	0.00	2.84	12M		2.26	1.59	2.26	12M		1.49	1.00	1.49

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

Sources: ttb analytics, CEIC

Fixed Income Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		4.2600	1.00	9.00	1.00	4.16	4.48
Gilt 10y		4.0243	-3.34	-6.93	-1.08	4.02	4.25
Bund 10y		2.4800	6.00	4.00	6.00	2.37	2.63
JGB 10y		1.0630	1.00	3.10	6.40	0.96	1.10
TGB 1y		2.3852	0.22	0.62	3.42	2.35	2.39
TGB 2y		2.3448	0.25	0.30	-1.03	2.34	2.37
TGB 5y		2.3840	0.98	0.95	-8.80	2.36	2.51
TGB 7y		2.5052	0.74	0.80	-6.44	2.48	2.63
TGB 10y		2.6332	0.83	0.38	-7.05	2.60	2.76
AAA Spread		60.86	5.85	-0.63	-10.53	55.02	73.90
AA Spread		75.49	-2.07	-4.29	-4.17	67.54	82.62
A Spread		100.93	-5.10	-11.40	-21.67	100.93	124.36
BBB Spread		0.00	0.00	-236.17	-237.61	0.00	239.72

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		82.63	-2.91%	-2.6%	-3.1%	82.63	87.43
London Gold		2401.4	-0.60%	-1.6%	3.2%	2,310.6	2,470.4

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)		5,564.4	1.1%	-1.8%	2.1%	5,447.9	5,667.2
STOXX (EU)		506.1	1.2%	-0.7%	-0.6%	500.1	517.7
FTSE All-Share(UK)		4,076.1	0.2%	-0.3%	2.9%	3,933.2	4,088.1
DAX (DE)		18,407.1	1.3%	-0.6%	0.4%	18,067.9	18,748.2
CAC All-Tradable(FR)		5,645.3	1.2%	0.5%	-1.0%	5,528.3	5,718.5
TOPIX (JP)		2,827.5	-1.2%	-2.7%	3.8%	2,715.8	2,929.2
Shanghai (CH)		3,107.4	-0.6%	-0.4%	0.0%	3,063.6	3,163.8
Hang Seng (HK)		17,635.9	1.3%	-0.5%	-2.2%	17,417.7	18,430.4
ASX 200 (AU)		7,931.7	-0.5%	-0.8%	2.6%	7,718.2	8,057.9
SET (TH)		1,317.1	-0.6%	-0.8%	0.8%	1,288.6	1,332.0
SET50 (TH)		822.9	-0.6%	-0.4%	1.7%	800.1	827.9
Straits Times (SG)		3,437.3	-0.3%	-1.5%	3.7%	3,300.0	3,499.9
FTSE Malay (MY)		1,622.1	-0.9%	-0.2%	2.0%	1,584.9	1,636.6
JSX Index (ID)		7,294.5	-0.4%	0.2%	6.0%	6,726.9	7,327.6
PSE Index (PH)		6,712.1	-1.2%	0.7%	7.0%	6,158.5	6,791.7
Vn Index (VN)		1,254.6	-0.8%	-2.1%	0.0%	1,245.3	1,293.7

Sources: ttb analytics, CEIC

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

Important Disclosures

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