

**EU and China's economic growth signaling to slow, fanning global recession fear**

**U.S. retail sales rose more than expected as price-driven in June during record-high in inflation**

The U.S. Census Bureau announced the advanced estimates of U.S. retail and food services sales for June 2022, showing the retail sales increased 1.0%MoM in June comparing to the month-earlier or 8.4%YoY from the annual-basis. Consumer spending remains robust but also reflect a general increase in prices for goods and services. Sales at gasoline stations recorded the biggest increase (3.6%), followed by sales at non-store retailers (2.2%); miscellaneous store retailers (1.4%); furniture stores (1.4%); food services and drinking places (1.0%) respectively. On the other hand, lower sales were recorded for building materials (-0.9%), clothing (-0.4%) and in general merchandise stores (-0.2%).

**Russia's war worsens the EU economic outlook**

The European Commission cut its forecast for EU economic projection in 2023 to 1.5% in July, revised down from 2.3% in May but maintaining its EU Forecast for 2.7% in this year. Although a recent drop in oil prices could bring about a deceleration in inflation, further increases in gas prices could strengthen and it warned a sharper tightening of financial conditions would weigh on growth and on financial stability. The EU economy remains particularly vulnerable to developments in energy markets due to its high reliance on Russian fossil fuels, and weakening global growth detracts from external demand.

**China's growth slows in the second quarter**

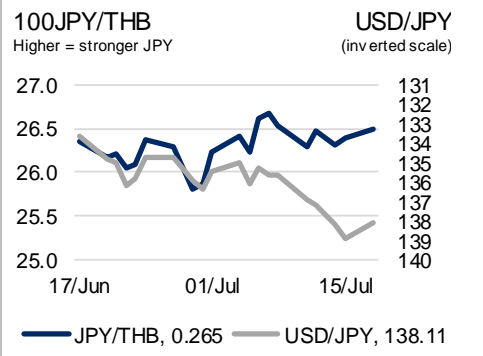
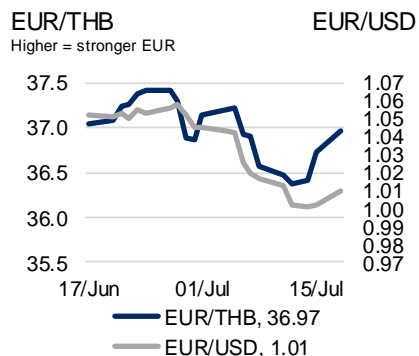
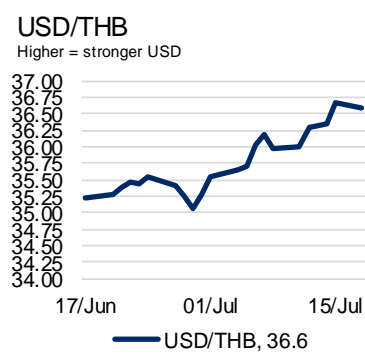
China's economic growth has contracted sharply during the second quarter of the year to 2.6%QoQ from the previous quarter or 0.4%YoY, comparing to 4.8%YoY in the first quarter. For the first half of the year, GDP grew 2.5%YoY from a year earlier amid the government's target of 5.5% (vs Reuters poll at 4.0%). Consumers are still harboring some uncertainty about lockdowns, damped the employment situation remaining fragile. The nationwide survey-based jobless rate eased to 5.5% in June, from 5.9% in May but youth unemployment climbed to a record of 19.3% in June.

**EURUSD remains depressed amid damp mood**

The 10-year government bond yield (interpolated) on the previous trading day was 2.61, +1.00 bps. The benchmark government bond yield (LB31DA) was 2.52, +3.00 bps. LB31DA could be between 2.50-2.55. Meantime, the latest closed US 10-year bond yields was 2.96%, +3.00bps. USDTHB on the previous trading day closed around 36.63 Moving in a range from 36.53-36.65 this morning. USDTHB could be closed between 36.00-36.30 today. The dollar retraced from a 20-year high, and the euro broke back above parity. EURUSD is trading pressured as the US dollar looks to extend its recovery. Risk sentiment remains in a weaker spot so far this Tuesday amid growth worries. ECB decision, Russia's Nord Stream 1 restart hold the key for the euro.

Sources : Bloomberg, CNBC, Investing, CEIC

<b>SET Index</b>	<b>1,544.8</b>	<b>S&amp;P500</b>	<b>3,830.9</b>	<b>10Y UST</b>	<b>2.96%</b>	<b>Brent</b>	<b>102.0</b>	<b>Gold</b>	<b>1,723.7</b>
18-Jul	▲ 0.74%	18-Jul	▲ 1.06%	18-Jul	▲ 3.0 bps	15-Jul	▲ 2.88%	18-Jul	▲ 1.23%
<b>USD/THB</b>	<b>36.60</b>	<b>EUR/THB</b>	<b>36.97</b>	<b>JPY/THB</b>	<b>0.2650</b>				
Daily ▼ -0.19%		Daily ▲ 0.65%		Daily ▲ 0.41%					
Weekly ▲ 1.63%		Weekly ▲ 1.33%		Weekly ▲ 0.77%					
Monthly ▲ 3.83%		Monthly ▼ -0.23%		Monthly ▲ 0.55%					
Sideways Trend		Sideways Trend		Rising Trend					



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

**Main Contributor**

Kantaphon Amornrat  
(66) 2 2991111 ext. 5191  
kantaphon.amo@ttbbank.com

Arisa Chantaraboontha  
(66) 2 2991111 ext. 5191  
arisa.cha@ttbbank.com

**ttb analytics**

ttbanalytics@ttbbank.com  
Naris Sathapholdeja (66) 2 299 2494, naris.sat@ttbbank.com  
Kasem Harnchanpanich (66) 2 242 3265; kasem.har@ttbbank.com  
Supaporn Channarong (66) 2 242 3271, supaporn.cha@ttbbank.com

Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		107.89	-0.8%	0.9%	2.8%	104.00	108.72
EUR/USD		1.0100	0.8%	-0.6%	-3.2%	1.0011	1.0577
USD/JPY		138.11	-0.6%	1.8%	2.9%	133.66	138.93
USD/CHF		0.9750	-0.8%	0.2%	-2.0%	0.9540	0.9996
GBP/USD		1.1895	0.6%	-1.1%	-2.0%	1.1825	1.2298
USD/CAD		1.3007	-0.9%	0.1%	0.8%	1.2859	1.3126
AUD/USD		0.6805	1.0%	-0.5%	-2.8%	0.6724	0.7009
NZD/USD		0.6180	0.9%	0.1%	-1.6%	0.6110	0.6335
ASEAN Dollar		112.44	-0.2%	0.5%	2.3%	109.93	112.64
USD/THB		36.60	-0.2%	1.7%	4.7%	34.95	36.67
USD/SGD		1.3974	-0.5%	-0.2%	0.7%	1.3852	1.4065
USD/MYR		4.4471	-0.1%	0.5%	1.1%	4.3972	4.4504
USD/IDR		14,969	0.1%	0.1%	1.6%	14,685	14,993
USD/PHP		56.37	-0.1%	0.7%	5.6%	53.30	56.41
USD/CNY		6.7510	-0.2%	0.8%	0.7%	6.6786	6.7622
USD/HKD		7.8496	-0.1%	0.1%	0.0%	7.8406	7.8608

FX Swap Market and BoT's Reserves

Foreign Fund Flows (THB.mn)

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		218,584	-3297
Gold		13,680	-537
SDR		5,372	-43
IMF Reserves		1,230	-10
Foreign Ccy		198,302	-2709
Net Fwd Position		28,560	-140

Date	Equity	Bond	Total
18/07/2022	1,215	-471	744
15/07/2022	-1,064	-1,749	-2,813
14/07/2022	-1,468	-99	-1,567
12/07/2022	-439	-1,264	-1,703
11/07/2022	1,830	1,386	3,216
Last 5 days	74	-2,197	-2,123

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 671	↑ 312	↑ 983
QTD	Quarter	↑ 671	↑ 312	↑ 983
YTD	Year	↑ 113,300	↑ 108,070	↑ 221,371

Last update: 08/07/2022

Money Market

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		0.50	0.50	0.50	ON		0.52	0.18	0.84	ON		0.08	0.07	0.08
1W		0.53	0.52	0.53	1W		0.38	-0.53	0.73	1W		0.00	0.00	0.00
1M		0.57	0.55	0.57	1M		0.16	-0.49	0.33	1M		0.35	0.12	0.35
2M		0.64	0.59	0.64	2M					2M		0.00	0.00	0.00
3M		0.73	0.64	0.73	3M		0.71	0.09	0.76	3M		0.75	0.34	0.75
6M		0.91	0.74	0.91	6M		0.89	0.62	0.99	6M		1.04	0.56	1.04
12M		1.24	0.96	1.24	12M		1.54	1.32	1.80	12M		1.49	1.00	1.49

Last Updated: 15/07/2022

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

## Fixed Income Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		2.9600	3.00	-3.00	-37.00	2.82	3.49
Gilt 10y		2.1635	2.45	0.12	-29.03	2.12	2.64
Bund 10y		1.1100	-14.00	-16.00	-67.00	1.11	1.78
JGB 10y		0.2350	0.00	-1.30	-3.40	0.23	0.27
TGB 1y		1.0879	0.20	0.69	-0.33	0.98	1.10
TGB 2y		1.7119	0.96	3.71	-5.91	1.65	1.79
TGB 5y		2.3281	0.32	5.05	-29.99	2.25	2.69
TGB 7y		2.4699	0.78	-0.40	-40.36	2.39	2.94
TGB 10y		2.6084	0.58	-0.89	-48.13	2.55	3.14
AAA Spread		74.15	0.01	-1.18	5.54	65.68	76.05
AA Spread		107.49	0.36	10.31	25.65	77.22	107.49
A Spread		121.86	0.00	-0.24	0.64	119.91	122.13
BBB Spread		319.71	0.00	-0.15	25.51	294.19	319.96

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		102.00	2.9%	-4.7%	-14.9%	99.10	121.17
London Gold		1723.7	1.2%	-0.8%	-6.8%	1,702.6	1,849.9

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)		3,830.9	-0.8%	-0.6%	4.2%	2,467.4	3,911.7
STOXX (EU)		383.3	-0.5%	-0.6%	-0.2%	328.0	394.2
FTSE All-Share(UK)		3,694.0	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		12,864.7	2.8%	-1.2%	-1.3%	12,401.2	13,485.3
CAC All-Tradable(FR)		4,628.8	1.0%	1.6%	3.3%	4,396.9	4,628.8
TOPIX (JP)		1,882.3	1.4%	0.6%	-4.4%	1,818.9	1,970.0
Shanghai (CH)		3,526.2	0.3%	-1.0%	3.1%	3,391.0	3,573.0
Hang Seng (HK)		21,643.6	0.3%	-1.6%	0.5%	20,845.4	22,419.0
ASX 200 (AU)		6,648.0	0.8%	1.2%	-6.3%	6,433.4	7,238.8
SET (TH)		1,562.4	1.3%	-0.4%	-4.6%	1,541.3	1,646.1
SET50 (TH)		954.9	1.1%	0.4%	-3.4%	943.4	995.2
Straits Times (SG)		3,129.4	0.8%	0.9%	-3.0%	3,092.8	3,231.5
FTSE Malay (MY)		1,418.7	-0.2%	-1.8%	-6.9%	1,418.7	1,537.8
JSX Index (ID)		6,652.6	0.1%	-3.7%	-7.5%	6,639.2	7,193.3
PSE Index (PH)		6,352.3	-1.4%	3.2%	-6.2%	6,065.2	6,769.6
Vn Index (VN)		1,166.5	1.5%	-2.6%	-10.8%	1,149.6	1,307.9

Sources: ttb analytics, CEIC

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

### Important Disclosures

This document is issued by ttb analytics, a division of ttb Bank PCL. All analyses are based on information available to the public. Although the information contained herein is believed to be gathered from reliable sources, ttb makes no guarantee to its accuracy and completeness. ttb may have issued, and may in the future issue, other reports that are inconsistent with, and reach different conclusions from, the information presented in this report. Opinions or predictions expressed herein reflect the authors' views, not that of ttb, as of date of the analysis and are subject to change without notice. ttb shall not be responsible for the use of contents and its implication.