

US Business Activity Contracts for 1st Time in Over 2 Years

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The S&P Global US Composite PMI registered 47.5 in July, down notably from 52.3 in June to signal a solid contraction in private sector output, flash estimates showed. The rate of decline was the sharpest since the initial stages of the pandemic in May 2020, as both manufacturers and service providers reported subdued demand conditions. New export orders fell for a second successive month and new orders returned to expansion territory but the increase was only modest and, with the exception of June's decline, was the weakest in the past two years. Looking ahead, business confidence among US companies slipped to the lowest since September 2020.

Eurozone Private Sector Activity Contracts in July

The S&P Global Composite PMI for the Euro Area fell to 49.4 in July of 2022 from 52 in June and well below market forecasts of 51, preliminary estimates showed. The reading pointed to the first contraction in private sector activity since February of 2021, pushed down by a fall in factory activity (49.6 vs 52.1, the lowest in 25 months) and a slowdown in services (50.6 vs 53, the lowest in 5 months). Both output and new orders fell for the first times since the COVID-19 lockdowns of early 2021 while a rise in cost of living continued to erode the tailwind of pent-up demand from the pandemic. At the same time, jobs growth moderated for a second month running to a 15-month low as firms took more cautious approaches to hiring amid the deteriorating demand environment.

UK Composite PMI Beats Expectations

The S&P Global/CIPS UK Composite PMI fell to 52.8 in July of 2022 from 53.7 in June, the lowest since February 2021 and compared to market expectations of 52.5, flash figures showed. Sector data illustrated that service providers continued to outperform in July (index at 53.3), although the latest output expansion was the weakest for 17 months. Meanwhile, manufacturing production (49.7) decreased for the first time since May 2020. The slowdown in output growth mostly reflected softer demand, alongside ongoing capacity constraints arising from shortages of materials and staff. On a more positive note, latest data indicated that input cost inflation eased considerably and was the lowest for ten months. Survey respondents often commented on lower commodity prices and a stabilization in fuel costs, but there were still widespread reports citing intense salary pressures. Some firms noted that exchange rate depreciation against the US dollar had added to their purchasing costs during July.

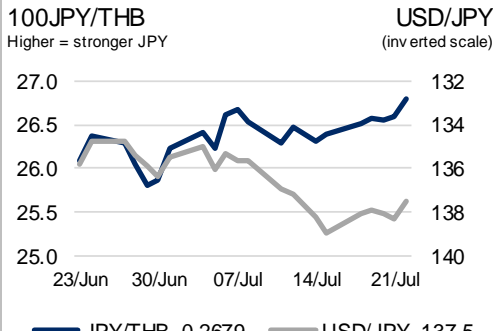
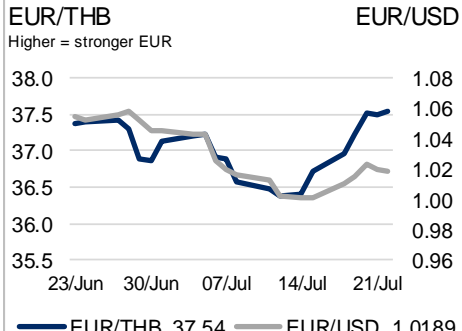
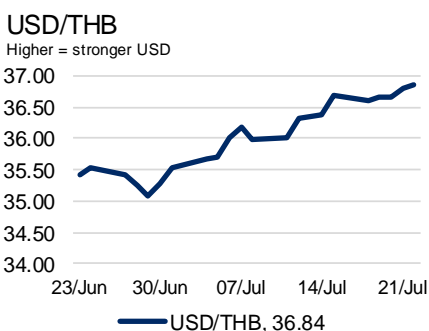
Gold Holds Advance on Recession Fears

The 10-year government bond yield (interpolated) on the previous trading day was 2.69, -2.06 bps. The benchmark government bond yield (LB31DA) was 2.52, -6.00 bps. LB31DA could be between 2.48-2.57. Meantime, the latest closed US 10-year bond yields was 2.77, -14.00 bps. USDTHB on the previous trading day closed around 36.84 Moving in a range of 36.62-36.77 this morning. USDTHB could be closed between 36.66-36.76 today. Gold traded around \$1,725 an ounce on Monday after rising for two straight sessions, as the safe-haven metal benefited from recent weakness in US Treasury yields amid renewed fears about a potential recession. The Federal Reserve is expected to deliver another 75 basis point rate hike this week.

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

SET Index 1,552.7	S&P500 3,961.6	10Y UST 2.77%	Brent 103.7	Gold 1,725.0
22-Jul ▲ 0.41%	22-Jul ▼ -0.94%	22-Jul ▼ -14.0 bps	22-Jul ▼ -0.30%	22-Jul ▲ 2.25%

USD/THB 36.84	Daily ▲ 0.15%	EUR/THB 37.54	Daily ▲ 0.08%	JPY/THB 0.2679	Daily ▲ 0.72%
Weekly ▲ 0.65%	Monthly ▲ 3.90%	Weekly ▲ 1.53%	Monthly ▲ 0.40%	Weekly ▲ 1.09%	Monthly ▲ 2.65%
Rising Trend		Rising Trend		Rising Trend	



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

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Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		107.14	0.0%	-1.4%	2.4%	104.00	108.68
EUR/USD		1.0189	-0.1%	1.7%	-3.0%	1.0011	1.0577
USD/JPY		137.50	-0.6%	-1.0%	0.9%	134.73	138.93
USD/CHF		0.9681	-0.3%	-1.5%	0.1%	0.9540	0.9835
GBP/USD		1.1971	0.0%	1.2%	-2.2%	1.1825	1.2289
USD/CAD		1.2893	0.1%	-1.8%	-0.6%	1.2859	1.3126
AUD/USD		0.6910	0.3%	2.6%	-0.2%	0.6724	0.6964
NZD/USD		0.6227	0.1%	1.7%	-0.9%	0.6110	0.6335
ASEAN Dollar		112.73	0.0%	-0.1%	1.7%	110.48	112.82
USD/THB		36.84	0.2%	0.5%	3.9%	35.07	36.84
USD/SGD		1.3908	-0.2%	-1.0%	0.2%	1.3852	1.4065
USD/MYR		4.4555	0.0%	0.1%	1.2%	4.3972	4.4555
USD/IDR		14,993	0.2%	0.2%	1.2%	14,791	14,993
USD/PHP		56.37	0.1%	-0.1%	3.5%	53.90	56.41
USD/CNY		6.7658	0.0%	0.1%	0.9%	6.6786	6.7658
USD/HKD		7.8476	-0.1%	-0.1%	0.0%	7.8406	7.8608

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		215,833	-2751
Gold		13,405	-275
SDR		5,339	-33
IMF Reserves		1,222	-8
Foreign Ccy		195,867	-2435
Net Fwd Position		28,880	320

Last update: 7/15/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
7/22/2022	140	-359	-219
7/21/2022	1,703	-218	1,485
7/20/2022	-606	-72	-678
7/19/2022	-1,563	-1,335	-2,898
7/18/2022	1,215	-471	744
Last 5 days	889	-2,455	-1,566

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 345	↓ -1,672	↓ -1,326
QTD	Quarter	↑ 345	↓ -1,672	↓ -1,326
YTD	Year	↑ 112,975	↑ 106,087	↑ 219,061

Money Market

THB BIBOR	1M Hist	Last	1M Range		THBFIx	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		0.39	0.33	0.54	ON		0.08	0.07	0.08
1W		0.53	0.53	0.53	1W		0.29	0.16	0.47	1W		0.00	0.00	0.00
1M		0.57	0.56	0.57	1M		0.28	0.15	0.40	1M		0.35	0.12	0.35
2M		0.66	0.63	0.66	2M		0.32	0.22	0.41	2M		0.00	0.00	0.00
3M		0.75	0.71	0.75	3M		0.36	0.28	0.42	3M		0.75	0.34	0.75
6M		0.92	0.85	0.92	6M		0.37	0.30	0.41	6M		1.04	0.56	1.04
12M		1.25	1.14	1.25	12M		0.45	0.38	0.50	12M		1.49	1.00	1.49

Last Updated: 2/23/2021

Last Updated: 3/9/2022

Note: D=d=day; M=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		2.7700	-14.00	-16.00	-39.00	2.77	3.31
Gilt 10y		2.2179	-5.71	7.89	-42.19	2.12	2.64
Bund 10y		1.0600	-23.00	-5.00	-38.00	1.06	1.73
JGB 10y		0.2220	-1.70	-1.30	-3.30	0.22	0.26
TGB 1y		1.0953	0.36	0.94	-0.71	1.08	1.10
TGB 2y		1.8013	-0.85	9.91	5.47	1.65	1.82
TGB 5y		2.3881	-1.10	6.32	-10.95	2.25	2.57
TGB 7y		2.5603	-2.23	9.83	-18.41	2.39	2.81
TGB 10y		2.6866	-2.06	8.41	-25.64	2.55	2.99
AAA Spread		73.59	-0.01	-0.56	1.67	69.12	76.05
AA Spread		105.83	0.01	-1.31	23.88	78.76	107.49
A Spread		121.94	0.01	0.08	0.56	120.22	122.13
BBB Spread		319.59	0.03	-0.11	0.58	318.73	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		103.71	-0.3%	2.7%	-5.8%	99.12	117.98
London Gold		1725.0	2.3%	1.3%	-5.8%	1,686.6	1,838.1

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)		3,961.6	-0.9%	2.5%	4.4%	2,467.4	3,999.0
STOXX (EU)		396.9	-0.3%	3.0%	4.0%	328.0	397.9
FTSE All-Share(UK)		3,694.0	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		13,253.7	0.1%	3.0%	2.6%	12,401.2	13,308.4
CAC All-Tradable(FR)		4,727.0	0.3%	3.1%	5.7%	4,396.9	4,727.0
TOPIX (JP)		1,856.0	-1.2%	-2.0%	-4.7%	1,818.9	1,970.0
Shanghai (CH)		3,516.7	-1.4%	-0.2%	3.5%	3,348.3	3,573.0
Hang Seng (HK)		21,586.7	-1.2%	-3.7%	-0.3%	20,845.4	22,419.0
ASX 200 (AU)		6,594.5	-0.5%	-1.6%	-8.5%	6,433.4	7,238.8
SET (TH)		1,541.8	0.0%	-2.8%	-5.5%	1,541.3	1,647.7
SET50 (TH)		944.2	0.1%	-2.0%	-4.3%	943.4	995.9
Straits Times (SG)		3,103.7	0.0%	-1.0%	-4.0%	3,092.8	3,232.0
FTSE Malay (MY)		1,420.9	-1.4%	-2.1%	-6.9%	1,420.9	1,549.9
JSX Index (ID)		6,646.4	-0.8%	-4.3%	-6.9%	6,639.2	7,193.3
PSE Index (PH)		6,445.0	2.1%	2.2%	-4.6%	6,065.2	6,769.6
Vn Index (VN)		1,149.6	-2.7%	-5.6%	-11.0%	1,149.6	1,307.9

Sources: ttb analytics, CEIC

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

Important Disclosures

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