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Reducing inflation is likely to require a sustained period of below-trend growth but failure to restore price stability would mean far greater pain, Fed Chair Powell said during his speech at the Jackson Hole symposium. Fed Chair also said that another unusually large increase could be appropriate at next meeting, but the decision for September will depend on the totality of the incoming data and the evolving outlook. He also added that at some point, as the stance of monetary policy tightens further, it likely will become appropriate to slow the pace of increases.

US Personal Spending Rises Less than Expected

Personal spending in the US edged up a meagre 0.1% month-over-month in July of 2022, after jumping 1% in June, and below forecasts of 0.4%. It is the weakest performance so far this year, as consumption increased for services, namely housing and international travel but declined for goods, namely gasoline and other energy goods. Consumer spending has been resilient despite surging inflation and interest rates, prompted by summer travel, rising incomes, and high savings. Still, it but could soon start slowing as the Fed monetary tightening continues, energy costs remain elevated and the inflation holds close to 40-year highs, weighing on consumers' affordability.

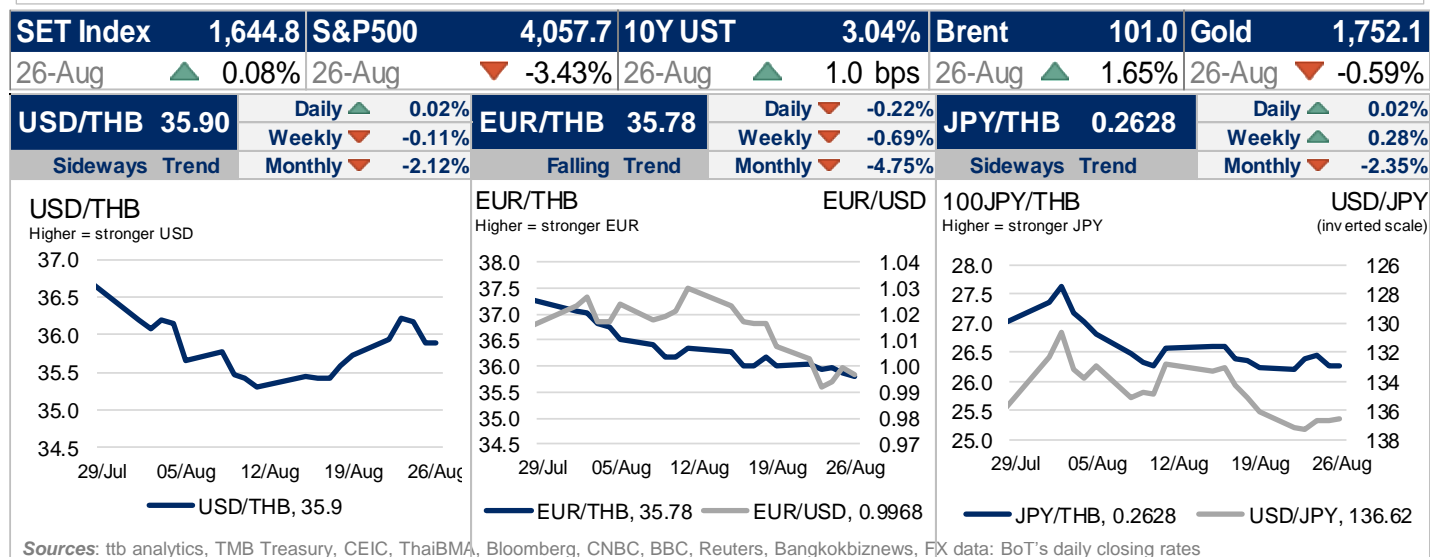
US PCE Prices Fall in July

The personal consumption expenditure price index in the United States fell 0.1% month-over-month in July of 2022, after jumping 1% in June which was the largest increase since September 2005. Prices for goods decreased 0.4% while prices for services increased 0.1%. Food prices were up 1.3% while energy costs fell 4.8%. Excluding food and energy, the PCE price index increased by 0.1%. The annual rate slowed to 6.3% from 6.8% in June, which was the highest reading since January 1982.

Dollar hits 20-year high on Powell lift and Oil climbs on OPEC supply cut

The 10-year government bond yield (interpolated) on the previous trading day was 2.53, -0.92 bps. The benchmark government bond yield (LB31DA) was 2.39, -4.0 bps. LB31DA could be between 2.35-2.45. Meantime, the latest closed US 10-year bond yields was 3.04, +1.00 bps. USDTHB on the previous trading day closed around 35.90 Moving in a range of 36.13-36.44 this morning. USDTHB could be closed between 36.35-36.45 today. The dollar index appreciated past 109 on Monday, hitting its highest levels in 20 years, after Federal Reserve Chair Jerome Powell delivered a stern commitment to bring down inflation by keeping interest rates higher for longer in a policy speech at the Jackson Hole conference late last week. Powell signaled that Fed's focus is broader than a month or two of data and that it will continue pushing ahead until inflation moves down closer to its 2% target. Oil prices rose 1% on Monday, as expectations OPEC will cut output if needed to support prices, conflict in Libya, and rising demand amid soaring natural gas prices in Europe helped offset a dire outlook for growth in the United States.

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



Main Contributor

Arisa Chantarabontha
(66) 2 2998985 ext. 5191,
arisa.cha@ttbbank.com

Pimchatr Ekkachan
(66) 2 2998985 ext. 5191,
pimchatr.ekk@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		108.47	0.2%	0.9%	1.5%	105.26	108.99
EUR/USD		0.9968	-0.2%	-1.1%	-2.2%	0.9921	1.0298
USD/JPY		136.62	0.0%	0.4%	0.3%	130.66	138.28
USD/CHF		0.9637	-0.1%	0.6%	0.0%	0.9424	0.9715
GBP/USD		1.1818	-0.1%	-0.8%	-1.3%	1.1751	1.2251
USD/CAD		1.2946	0.0%	-0.1%	0.0%	1.2776	1.3052
AUD/USD		0.6961	0.3%	0.8%	0.9%	0.6877	0.7092
NZD/USD		0.6205	-0.1%	-0.5%	-0.3%	0.6175	0.6424
ASEAN Dollar		109.97	-0.1%	0.1%	-0.7%	108.94	110.98
USD/THB		35.90	0.0%	0.5%	-2.2%	35.31	36.84
USD/SGD		1.3896	-0.1%	0.2%	0.1%	1.3703	1.3983
USD/MYR		4.4680	-0.2%	-0.2%	0.3%	4.4441	4.4913
USD/IDR		14,789	-0.2%	-0.2%	-1.2%	14,692	14,993
USD/PHP		56.01	0.1%	0.1%	-0.4%	55.25	56.37
USD/CNY		6.8475	0.0%	0.6%	1.4%	6.7237	6.8622
USD/HKD		7.8384	0.0%	-0.1%	-0.2%	7.8231	7.8551

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		218,512	-3184
Gold		13,722	-426
SDR		5,328	-62
IMF Reserves		1,220	-14
Foreign Ccy		198,242	-2683
Net Fwd Position		27,040	-340

Last update: 8/19/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
8/26/2022	-667	3,949	3,282
8/25/2022	1,872	1,623	3,495
8/24/2022	1,709	-1,787	-78
8/23/2022	4,790	-3,760	1,030
8/22/2022	1,644	-238	1,406
Last 5 days	9,349	-213	9,135

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 52,113	↑ 19,337	↑ 71,450
QTD	Quarter	↑ 56,834	↑ 15,745	↑ 72,579
YTD	Year	↑ 169,464	↑ 123,503	↑ 292,966

Money Market

THB BIBOR	1M Hist	Last	1M Range		THBFX	1M Hist	Last	1M Range		USD LIBOR	1M Hist	Last	1M Range	
			Min	Max				Min	Max				Min	Max
ON		0.75	0.50	0.75	ON		0.39	0.33	0.54	ON		0.08	0.07	0.08
1W		0.78	0.53	0.78	1W		0.29	0.16	0.47	1W		0.00	0.00	0.00
1M		0.80	0.57	0.81	1M		0.28	0.15	0.40	1M		0.35	0.12	0.35
2M		0.86	0.65	0.86	2M		0.32	0.22	0.41	2M		0.00	0.00	0.00
3M		0.93	0.74	0.93	3M		0.36	0.28	0.42	3M		0.75	0.34	0.75
6M		1.10	0.91	1.10	6M		0.37	0.30	0.41	6M		1.04	0.56	1.04
12M		1.36	1.25	1.37	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=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		3.0400	1.00	6.00	36.00	2.60	3.11
Gilt 10y		2.7218	12.31	38.69	73.63	1.85	2.72
Bund 10y		1.3400	1.00	16.00	35.00	0.73	1.34
JGB 10y		0.2300	-1.10	2.20	1.90	0.17	0.24
TGB 1y		1.1030	-0.10	-0.27	0.90	1.09	1.12
TGB 2y		1.5134	-1.69	-3.51	-27.82	1.50	1.81
TGB 5y		2.0001	-1.91	-6.33	-36.14	1.90	2.40
TGB 7y		2.2767	-2.27	-0.32	-23.56	2.12	2.58
TGB 10y		2.5394	-0.92	-6.22	-7.22	2.42	2.71
AAA Spread		74.96	-0.16	1.08	3.27	71.70	75.13
AA Spread		100.28	-0.01	0.10	-1.03	98.43	105.83
A Spread		123.15	0.01	-0.39	1.10	120.87	123.94
BBB Spread		321.06	0.00	0.03	1.29	319.57	321.61

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		100.99	1.7%	4.4%	-5.7%	92.34	110.01
London Gold		1752.1	-0.6%	0.0%	0.3%	1,719.9	1,793.5

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)		4,057.7	-3.4%	-4.0%	-0.5%	2,467.4	4,305.2
STOXX (EU)		403.0	-0.5%	-2.0%	-0.2%	328.0	419.9
FTSE All-Share(UK)		3,694.0	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		12,967.4	-2.3%	-4.3%	-2.4%	12,967.4	13,910.1
CAC All-Tradable(FR)		4,757.1	-1.7%	-3.3%	-1.2%	4,716.2	5,002.4
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

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