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According to speaking at Fed's annual Jackson Hole Economic Symposium, ECB board member Isabel Schnabel, French Central Bank chief Francois Villeroy de Galhau and Latvian central bank Governor Martins Kazaks, all argued for forceful or significant policy action. US and Europe faced the likelihood and the cost of current high inflation becoming entrenched in expectations are uncomfortably high. "In this environment, central banks need to act forcefully". However, the ECB raised rates by 50 bps zero last month and the markets expect a similar (50 bps) or even bigger move (75 bps) on Sept 8, partly on sky-high inflation.

U.S. consumer sentiment improves further in August

The University of Michigan's final reading on the overall consumer sentiment index, came in at 58.2 in August, up from 55.1 earlier this month and 51.5 in July. The survey's one-year inflation expectations fell to an eight-month low of 4.8% from 5.2% in July, while the survey's five-year inflation outlook was unchanged at 2.9%, holding within the range that has prevailed for the past year. Overall, consumers' views on their personal finances improved about 7%, primarily due to a reduction in the share of consumers citing inflation's harmful effects on their living standards, down from 49% last month to 44%. Likewise, fewer consumers spontaneously mentioned gas prices or food prices at any point in the survey this month. The share of consumers who mentioned hearing negative news about inflation fell from 37% last month to 29% in August. Still, all these measures remained elevated relative to last year, reflecting the continued effects of inflation on consumer attitudes.

Australia's retail sales jumped strongest in four months

The Australian Bureau of Statistics reported that retail sales in July rose by 1.3% mom to a fresh record level of AUD 34.67 billion, exceeding market estimates of 0.3%. The latest result marked the strongest pace in retail trade since March, despite cost-of-living pressures. Department stores had the largest rise, up 3.8%, followed by clothing, footwear, and personal accessory retailing, cafes, restaurants, and takeaway food services, other retailing, and food retailing. By contrast, household goods retailing fell for the third time in four months, down 1.1%.

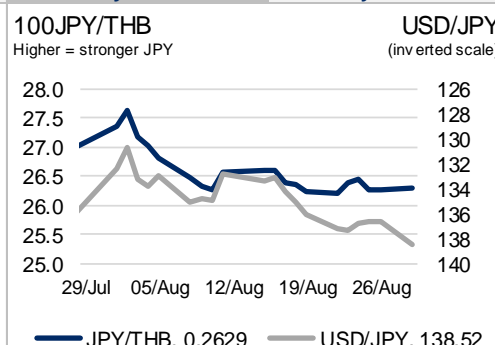
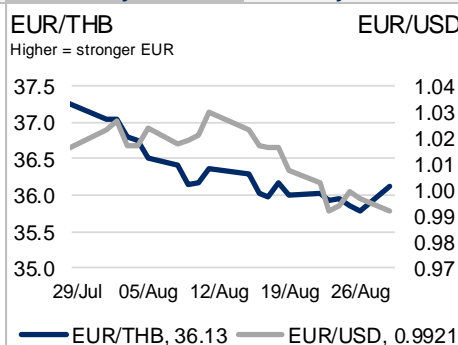
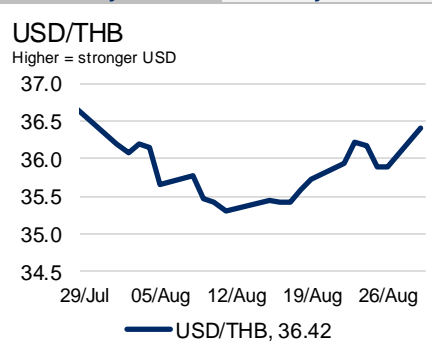
Sell-off sentiment continues, surging U.S. Treasury yields reflect mounting rate fears

The 10-year government bond yield (interpolated) on the previous trading day was 2.60, +6.30 bps. The benchmark government bond yield (LB31DA) was 2.39, +5.0 bps. LB31DA could be between 2.35-2.45. Meantime, the latest closed US 10-year bond yields was 3.12, +8.00 bps. USDTHB on the previous trading day closed around 36.48 Moving in a range of 36.31-36.48 this morning. USDTHB could be closed between 36.30-36.60 today. Monday's stock moves coincided with the yield on the 2-year Treasury note notching a fresh 15-year high as rate hike fears persisted. The Dow fell over 3%, as well as S&P 500 and Nasdaq Composite fell 3.4% and 3.9%, respectively, their worst days since June. The drop erased August's gains for all three averages. The Nikkei 225 also slipped 2.66% and the Topix index declined 1.79%. South Korea's Kospi fell 2.18% and the Kosdaq index dropped 2.81% yesterday.

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

SET Index 1,626.5	S&P500 4,030.6	10Y UST 3.12%	Brent 101.0	Gold 1,752.1
29-Aug ▼ -1.12%	29-Aug ▼ -0.67%	29-Aug ▲ 8.0 bps	26-Aug ▲ 1.65%	26-Aug ▼ -0.59%

USD/THB 36.42	Daily ▲ 1.43%	EUR/THB 36.13	Daily ▲ 0.96%	JPY/THB 0.2629	Daily ▲ 0.05%
	Weekly ▲ 0.53%		Weekly ▲ 0.53%		Weekly ▼ -0.38%
Sideways Trend	Monthly ▼ -1.10%	Sideways Trend	Monthly ▼ -3.29%	Sideways Trend	Monthly ▼ -2.26%



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		109.33	0.8%	1.1%	2.7%	105.25	109.33
EUR/USD		0.9921	-0.5%	-1.1%	-3.1%	0.9921	1.0298
USD/JPY		138.52	1.4%	1.0%	1.6%	130.66	138.52
USD/CHF		0.9696	0.6%	1.1%	0.7%	0.9424	0.9696
GBP/USD		1.1664	-1.3%	-1.3%	-3.3%	1.1664	1.2251
USD/CAD		1.3075	1.0%	0.6%	1.9%	1.2776	1.3075
AUD/USD		0.6851	-1.6%	-0.5%	-1.6%	0.6851	0.7092
NZD/USD		0.6107	-1.6%	-1.3%	-2.6%	0.6107	0.6424
ASEAN Dollar		110.36	0.7%	0.4%	0.2%	108.58	110.62
USD/THB		36.42	1.4%	1.3%	-0.7%	35.31	36.84
USD/SGD		1.3999	0.7%	0.5%	1.1%	1.3703	1.3999
USD/MYR		4.4869	0.4%	0.1%	0.8%	4.4441	4.4913
USD/IDR		14,820	0.2%	-0.2%	-0.8%	14,692	14,993
USD/PHP		56.11	0.2%	0.0%	0.7%	55.25	56.37
USD/CNY		6.9119	0.9%	1.2%	2.5%	6.7237	6.9119
USD/HKD		7.8504	0.2%	0.1%	0.1%	7.8231	7.8529

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: 19/08/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
29/08/2022	-107	542	435
26/08/2022	-667	3,949	3,282
25/08/2022	1,872	1,623	3,495
24/08/2022	1,709	-1,787	-78
23/08/2022	4,790	-3,760	1,030
Last 5 days	7,598	567	8,165

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 52,006	↑ 19,880	↑ 71,885
QTD	Quarter	↑ 56,727	↑ 16,287	↑ 73,014
YTD	Year	↑ 169,357	↑ 124,045	↑ 293,402

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	0.75	0.93	3M		0.36	0.28	0.42	3M		0.75	0.34	0.75
6M		1.10	0.92	1.10	6M		0.37	0.30	0.41	6M		1.04	0.56	1.04
12M		1.37	1.25	1.37	12M		0.45	0.38	0.50	12M		1.49	1.00	1.49

Last Updated: 23/02/2021

Last Updated: 09/03/2022

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		3.1200	8.00		9.00		45.00		2.60	3.12
Gilt 10y		2.7218	12.31		38.69		73.63		1.85	2.72
Bund 10y		1.5100	17.00		28.00		60.00		0.73	1.51
JGB 10y		0.2540	2.40		1.90		4.50		0.17	0.25
TGB 1y		1.1074	0.44		-0.13		1.40		1.09	1.12
TGB 2y		1.5364	2.31		-2.52		-23.84		1.50	1.80
TGB 5y		2.0581	5.80		-0.35		-24.04		1.90	2.39
TGB 7y		2.3206	4.39		1.19		-15.16		2.12	2.56
TGB 10y		2.6024	6.30		-1.67		2.20		2.42	2.69
AAA Spread		74.98	0.02		1.09		3.06		71.70	75.13
AA Spread		100.12	-0.16		1.48		-0.44		98.43	105.83
A Spread		122.93	-0.23		-0.64		0.44		120.87	123.94
BBB Spread		320.92	-0.14		-0.11		0.69		319.59	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)		4,030.6	-0.7%		-2.6%		-1.6%		2,467.4	4,305.2
STOXX (EU)		404.3	1.7%		0.1%		-1.4%		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)		4,718.3	-0.8%		-2.4%		-3.6%		4,718.3	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

Important Disclosures

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