

Euro zone inflation hits another record of 9.1% in August

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Euro zone inflation hit a new record high in August of 9.1%yoy, according to flash figures from Europe's statistics office Eurostat, and that was up from 8.9%yoy in July. It is the ninth consecutive record for consumer price rises in the region, with the climb starting back in November 2021. Precisely, food, alcohol and tobacco were up 10.6%yoy compared to 9.8%yoy in July, with the knock-on effects of recent heatwaves across the continent contributing to increases. Energy had the highest annual inflation rate at 38.3%yoy, down slightly from 39.6%yoy in July. Non-energy industrial goods, such as clothing, household appliances and cars were up 5%yoy, while services were up by 3.8%yoy. In addition, core inflation rate also hit to a record high of 4.3%yoy in August of 2022.

Oil falls on greater supply, lower China demand concerns

Oil prices fell in early Asian trade on Thursday, led lower by increased supply and worries that the global economy could slow further with renewed restrictions to curb COVID-19 in China. Recent market volatility has followed concerns about inadequate supply in the months after Russia's invasion of Ukraine and as OPEC struggled to increase output. However, production in both OPEC and the U.S. has risen to its highest level since the early days of the pandemic. OPEC's output hit 29.6 million barrels per day (bpd) in the most recent month, according to a Reuters survey, while U.S. output rose to 11.82 million bpd in June. Both are at their highest levels since April 2020. Meanwhile, China's factory activity extended declines in August due to new COVID infections, suggesting the economy will struggle to sustain momentum.

South Korea GDP expands 0.7% on the second quarter

According to the Bank of Korea data, South Korea's economy grew in the second quarter by 0.7%qoqsa from the previous quarter or expanded by 2.9%yoy (compared to previous quarter at 3.0%yoy). By expenditure, private consumption advanced 2.9%, while construction and facilities investment grew 0.2% and 0.5%, respectively. Exports shrank 3.1% as a drop of chemical products and basic metals. Imports also contracted by 1.0%, owing to decreased imports of crude oil and natural gas. On the production, services grew by 1.8%, with increases in accommodation & food services, transportation and storage, and cultural & other services. On one hand, manufacturing decreased by 0.7%, mainly in chemicals & chemical products and basic metals. Construction fell by 0.1%, as specialized construction decreased, despite an increase in building construction.

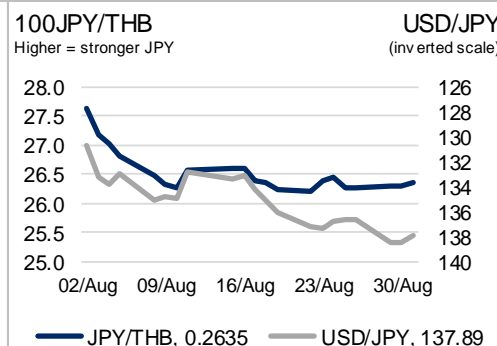
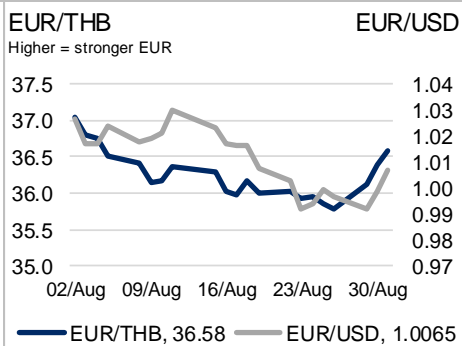
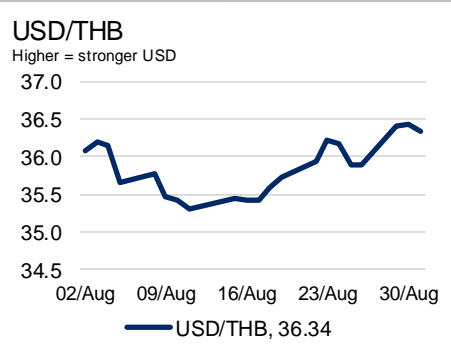
2-year US treasury tops 3.5% for first time since 2007, reflected price-in more Fed policy tightening

The 10-year government bond yield (interpolated) on the previous trading day was 2.60, +3.61 bps. The benchmark government bond yield (LB31DA) was 2.43, +5.0 bps. LB31DA could be between 2.40-2.47. Meantime, the latest closed US 10-year bond yields was 3.15, +4.00 bps. USDTHB on the previous trading day closed around 36.48 Moving in a range of 36.61-36.71 this morning. USDTHB could be closed between 36.00-36.50 today. Also, the 2-year US treasury rate rose 1 bps to 3.5052%, that was higher in November 2007. Federal Reserve officials have signaled the US central bank is likely to keep raising interest rates and leave them elevated for a while to stamp out inflation, and they have pushed back against any idea that the Fed would soon reverse course.

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

SET Index	1,638.9	S&P500	3,955.0	10Y UST	3.15%	Brent	97.8	Gold	1,712.4
31-Aug	▼ -0.03%	31-Aug	▼ -0.78%	31-Aug	▲ 4.0 bps	30-Aug	▼ -5.07%	31-Aug	▼ -1.25%

USD/THB	36.34	EUR/THB	36.58	JPY/THB	0.2635
Daily ▼ -0.24%	Weekly ▲ 1.24%	Daily ▲ 0.51%	Weekly ▲ 1.98%	Daily ▲ 0.21%	Weekly ▲ 0.31%
Monthly ▲ 0.70%	Monthly ▲ 0.70%	Monthly ▼ -1.25%	Monthly ▼ -1.25%	Monthly ▼ -4.68%	Monthly ▼ -4.68%



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

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		108.25	-0.5%	-0.4%	2.4%	105.30	109.29
EUR/USD		1.0065	0.8%	1.2%	-1.6%	0.9921	1.0298
USD/JPY		137.89	-0.4%	0.9%	4.2%	130.66	138.52
USD/CHF		0.9695	0.1%	0.4%	2.0%	0.9424	0.9696
GBP/USD		1.1720	0.2%	-0.8%	-3.9%	1.1664	1.2251
USD/CAD		1.3035	0.1%	0.4%	1.8%	1.2776	1.3075
AUD/USD		0.6895	0.1%	-0.1%	-1.4%	0.6851	0.7092
NZD/USD		0.6163	0.3%	-0.4%	-2.1%	0.6107	0.6424
ASEAN Dollar		109.74	-0.5%	-0.2%	0.4%	108.46	110.31
USD/THB		36.34	-0.2%	0.5%	0.4%	35.31	36.82
USD/SGD		1.3908	-0.4%	-0.3%	0.9%	1.3703	1.3999
USD/MYR		4.4577	-0.6%	-0.7%	0.1%	4.4441	4.4913
USD/IDR		14,764	-0.6%	-0.4%	-0.4%	14,692	14,983
USD/PHP		55.98	-0.5%	-0.2%	1.3%	55.25	56.28
USD/CNY		6.8722	-0.6%	0.2%	1.9%	6.7237	6.9124
USD/HKD		7.8135	-0.5%	-0.4%	-0.4%	7.8135	7.8523

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
31/08/2022	3,189	-284	2,905
30/08/2022	2,056	1,192	3,248
29/08/2022	-107	542	435
26/08/2022	-667	3,949	3,282
25/08/2022	1,872	1,623	3,495
Last 5 days	6,344	7,021	13,365

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 57,251	↑ 20,787	↑ 78,038
QTD	Quarter	↑ 61,972	↑ 17,195	↑ 79,167
YTD	Year	↑ 174,602	↑ 124,953	↑ 299,554

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		0.75	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		0.81	0.58	0.81	1M		0.28	0.15	0.40	1M		0.35	0.12	0.35
2M		0.88	0.66	0.88	2M		0.32	0.22	0.41	2M		0.00	0.00	0.00
3M		0.94	0.75	0.94	3M		0.36	0.28	0.42	3M		0.75	0.34	0.75
6M		1.11	0.92	1.11	6M		0.37	0.30	0.41	6M		1.04	0.56	1.04
12M		1.39	1.25	1.39	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=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		3.1500	4.00	4.00	40.00	2.60	3.15
Gilt 10y		2.6461	-1.49	18.54	72.57	1.85	2.72
Bund 10y		1.5400	6.00	22.00	81.00	0.73	1.54
JGB 10y		0.2340	-2.00	0.30	4.90	0.17	0.25
TGB 1y		1.1069	0.32	0.33	1.59	1.09	1.12
TGB 2y		1.5300	1.21	-2.05	-16.32	1.50	1.77
TGB 5y		2.0097	1.87	-1.53	-14.41	1.90	2.30
TGB 7y		2.3242	5.27	3.30	-4.80	2.12	2.47
TGB 10y		2.5991	3.61	5.07	8.52	2.42	2.62
AAA Spread		74.67	-0.28	0.94	2.50	71.92	75.13
AA Spread		100.12	0.02	0.74	1.69	98.43	104.19
A Spread		123.32	0.32	-0.36	-0.55	120.87	123.94
BBB Spread		321.04	-0.05	-0.02	0.40	320.24	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		97.84	-4.9%	-1.3%	-2.2%	92.34	110.01
London Gold		1712.4	-1.2%	-1.6%	-3.1%	1,712.4	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)		3,955.0	-0.8%	-4.5%	-4.4%	2,467.4	4,305.2
STOXX (EU)		397.4	1.1%	-1.7%	-2.5%	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)		12,835.0	-1.0%	-2.9%	-4.6%	12,835.0	13,910.1
CAC All-Tradable(FR)		4,650.0	-1.2%	-3.9%	-4.4%	4,650.0	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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