

**US building permits slump 10% in August, but housing starts bounce**

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The number of permits given to build new houses slumped in August, as higher building and borrowing costs tempered demand, but housing starts still posted their biggest monthly gain in over a year. Building permits fell 10% from July to 1.517 million, their lowest level in two years. However, housing starts surprisingly bounced by over 12% to 1.575 million, comfortably beating expectations for a figure roughly unchanged from July. The bounce in housing starts was most notably in multi-family units, which tend to represent cheaper and smaller living spaces. They rose to 621,000, their highest since 1986. Single-family housing starts, by contrast, rose by a more modest 3.4% to 934,000, a figure that is well below recent months' average of over 1 million.

**ECB's Lagarde raises prospect of rate hikes beyond neutral level**

The European Central Bank may need to raise interest rates to a level that restricts economic growth in order to cool demand and combat unacceptably high inflation, ECB President Christine Lagarde said on Tuesday. The ECB has been raising rates at the fastest pace on record, but inflation is still rising and even longer-term expectations, a key focus for policymakers, are starting to move above the bank's 2% target. "If there were evidence that high inflation risked de-anchoring inflation expectations, then the policy rate that is compatible with our target would lie in restrictive territory," she said in a speech. The nominal neutral is seen somewhere between 1.5% and 2%, well above the ECB's 0.75% deposit rate.

**Sweden lifts interest rates by full percentage point with more to come**

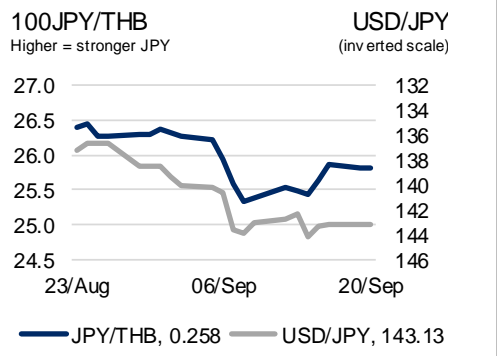
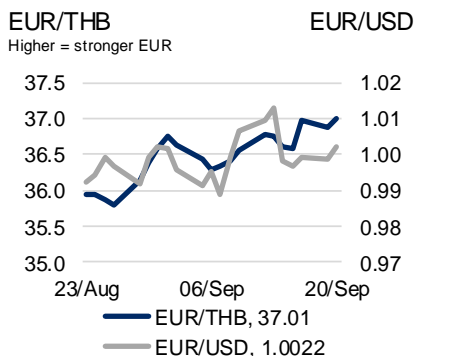
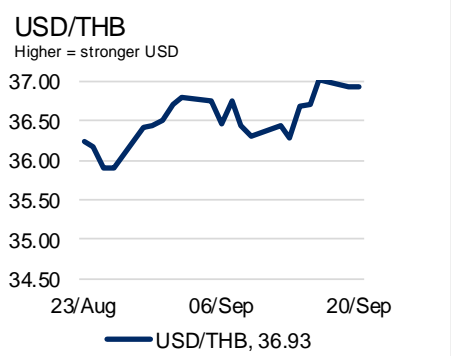
Sweden's central bank raised interest rates on Tuesday by a larger-than-expected full percentage point to 1.75% and warned of more to come over the next six months as it sought to get to grips with surging inflation. Inflation hit 9% - a 30-year high - in August as the effects of soaring energy prices spread through the economy and has overshoot the Riksbank's forecasts. The rate hike was the biggest since the inflation target was adopted in 1993, equaling the full percentage point hike of November 1992 during Sweden's domestic financial crisis when the main rate hit 500% for a short period.

**Oil prices fall further on demand fears; fed rate hike looms**

The 10-year government bond yield (interpolated) on the previous trading day was 2.98, +2.85 bps. The benchmark government bond yield (LB31DA) was 2.78, +3.0 bps. LB31DA could be between 2.75-2.80. Meantime, the latest closed US 10-year bond yields was 3.57, +8.00 bps. USDTHB on the previous trading day closed around 36.93 Moving in a range of 37.011-37.095 this morning. USDTHB could be closed between 36.95-37.10 today. Oil prices extended losses on Wednesday as traders feared more pressure on crude demand from a widely anticipated interest rate hike by the Federal Reserve, while signs of a potential build in U.S. gasoline inventories also weighed. The Fed is expected to raise interest rates by at least 75 basis points (bps) at the conclusion of a two-day meeting on Wednesday. The move will be the bank's fifth hike this year, as it moves to temper runaway inflation in the country.

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

<b>SET Index</b> 1,638.6	<b>S&amp;P500</b> 3,855.9	<b>10Y UST</b> 3.57%	<b>Brent</b> 91.8	<b>Gold</b> 1,667.9
20-Sep ▲ 0.43%	20-Sep ▼ -1.13%	20-Sep ▲ 8.0 bps	19-Sep ▲ 0.44%	20-Sep ▲ 0.22%
<b>USD/THB</b> 36.93	<b>EUR/THB</b> 37.01	<b>JPY/THB</b> 0.2580		
Daily ▼ -0.02%	Daily ▲ 0.34%	Daily ▼ -0.02%		
Weekly ▲ 0.66%	Weekly ▲ 1.08%	Weekly ▲ 1.42%		
Monthly ▲ 1.92%	Monthly ▲ 2.94%	Monthly ▼ -2.26%		
Sideways Trend	Rising Trend	Sideways Trend		



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoI'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		109.63	-0.3%	1.3%	1.3%	106.81	110.53
EUR/USD		1.0022	0.4%	-1.1%	0.0%	0.9888	1.0161
USD/JPY		143.13	0.0%	0.5%	4.4%	135.05	144.21
USD/CHF		0.9649	-0.2%	1.4%	0.6%	0.9520	0.9857
GBP/USD		1.1428	0.2%	-2.3%	-3.3%	1.1399	1.2027
USD/CAD		1.3260	-0.2%	2.1%	2.0%	1.2939	1.3290
AUD/USD		0.6719	0.3%	-2.3%	-2.4%	0.6701	0.6961
NZD/USD		0.5940	-0.5%	-3.2%	-4.0%	0.5940	0.6265
ASEAN Dollar		111.31	0.0%	1.1%	1.5%	109.02	111.31
USD/THB		36.93	0.0%	1.8%	2.8%	35.59	37.01
USD/SGD		1.4073	-0.1%	0.8%	1.0%	1.3840	1.4090
USD/MYR		4.5526	0.2%	1.1%	1.6%	4.4680	4.5526
USD/IDR		14,958	0.1%	1.1%	0.7%	14,789	14,958
USD/PHP		57.14	-0.3%	0.5%	1.9%	55.93	57.42
USD/CNY		7.0051	0.0%	1.3%	2.6%	6.7938	7.0089
USD/HKD		7.8480	-0.1%	0.0%	0.1%	7.8384	7.8543

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		213,754	293
Gold		13,478	36
SDR		5,297	7
IMF Reserves		1,212	2
Foreign Ccy		193,767	248
Net Fwd Position		28,010	470

Last update: 09/09/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
20/09/2022	509	-1,766	-1,257
19/09/2022	-639	-1,645	-2,284
16/09/2022	-816	-3,135	-3,950
15/09/2022	-4,459	-2,047	-6,506
14/09/2022	-1,224	5,690	4,466
Last 5 days	-6,629	-2,903	-9,531

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -15,785	↑ 8,950	↓ -6,836
QTD	Quarter	↑ 46,187	↑ 26,144	↑ 72,331
YTD	Year	↑ 158,817	↑ 133,902	↑ 292,719

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		0.75	0.75	0.75	ON		0.87	0.58	0.87	ON		0.00	#NUM!	0.00
1W		0.79	0.78	0.79	1W		0.55	0.46	0.80	1W		0.00	0.00	0.00
1M		0.90	0.80	0.90	1M		0.67	0.48	0.77	1M		0.00	#NUM!	0.00
2M		0.95	0.85	0.95	2M					2M		0.00	0.00	0.00
3M		1.02	0.92	1.02	3M		0.82	0.70	0.90	3M		0.00	#NUM!	0.00
6M		1.20	1.09	1.20	6M		0.77	0.76	0.99	6M		0.00	#NUM!	0.00
12M		1.52	1.36	1.52	12M		1.48	1.36	1.55	12M		0.00	#NUM!	0.00

Last Updated: 19/09/2022

Last Updated: 00/01/1900

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	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		3.5700	8.00	15.00	59.00	2.88	3.57
Gilt 10y		3.1921	1.81	-1.31	99.73	2.08	3.21
Bund 10y		1.8800	9.00	22.00	65.00	1.11	1.88
JGB 10y		0.2740	0.10	0.90	6.60	0.19	0.27
TGB 1y		1.1467	0.53	1.87	3.80	1.10	1.15
TGB 2y		1.6846	0.37	5.37	12.29	1.51	1.68
TGB 5y		2.3833	1.95	20.55	32.17	1.97	2.38
TGB 7y		2.6821	3.69	21.82	37.34	2.19	2.68
TGB 10y		2.9764	2.85	19.63	35.72	2.46	2.98
AAA Spread		76.13	0.06	0.51	2.24	73.73	76.13
AA Spread		95.93	-0.65	-3.95	-2.71	95.93	101.08
A Spread		122.59	-0.47	-1.14	-0.97	122.59	123.74
BBB Spread		242.16	-0.17	-0.88	-78.87	242.16	321.37

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		91.75	0.4%	-2.4%	-5.1%	88.00	102.93
London Gold		1667.9	0.2%	-3.4%	-5.5%	1,664.3	1,776.2

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)		3,855.9	-1.1%	-2.0%	-6.8%	2,467.4	4,283.7
STOXX (EU)		391.5	1.4%	-1.3%	-3.0%	328.0	416.2
FTSE All-Share(UK)		7,284.2	-1.9%	-3.1%	15.7%	5,577.3	7,607.7
DAX (DE)		12,670.8	-1.0%	-3.9%	-4.2%	12,630.2	13,697.4
CAC All-Tradable(FR)		4,521.2	-1.5%	-4.4%	-6.4%	4,521.2	4,971.2
TOPIX (JP)		1,947.3	0.4%	-1.7%	-2.4%	1,915.7	2,007.0
Shanghai (CH)		3,272.0	0.2%	-4.3%	-4.2%	3,264.9	3,450.0
Hang Seng (HK)		18,781.4	1.2%	-2.8%	-5.0%	18,566.0	20,170.0
ASX 200 (AU)		6,806.4	1.3%	-2.9%	-3.4%	6,719.9	7,114.5
SET (TH)		1,638.6	0.4%	-1.4%	1.4%	1,615.8	1,665.7
SET50 (TH)		985.7	0.4%	-1.6%	1.0%	976.2	1,001.7
Straits Times (SG)		3,266.9	0.3%	-0.7%	0.1%	3,205.7	3,290.1
FTSE Malay (MY)		1,461.1	0.7%	-2.5%	-3.7%	1,451.5	1,518.8
JSX Index (ID)		7,197.0	0.0%	-1.7%	1.3%	7,108.0	7,318.0
PSE Index (PH)		6,448.5	0.2%	-3.8%	-6.1%	6,437.4	6,863.9
Vn Index (VN)		1,218.9	1.1%	-2.4%	-4.3%	1,205.4	1,288.9

Sources: ttb analytics, CEIC

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

### Important Disclosures

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