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US business activity contracted in September for a third-straight month, though at a more moderate pace as a pickup in orders and a further softening of inflation allayed concerns of a more-pronounced pullback. The S&P Global flash composite purchasing managers output index increased 4.7 points to a three-month high of 49.3. Readings below 50 indicate contraction. The composite measure of orders at service providers and manufacturers rose to a four-month high. The improvement in bookings suggests demand is holding up yet remains tenuous as customers of service providers adjust to still-elevated prices and higher interest rates.

**UK cuts taxes as flagging economy falls into recession**

The new U.K. Government unveiled a suite of measures to cut taxes and stimulate growth as fresh data showed the economy sliding into recession at the end of the third quarter. Chancellor of the Exchequer Kwasi Kwarteng stood up to announce a 45 billion-pound (\$50 billion) package of tax cuts only minutes after a closely watched survey showed both services and manufacturing activity contracting in September. As widely expected, Kwarteng confirmed that the government will cancel a planned increase in corporate income tax from 19% to 25%, that was due to take effect next year, as well as ending an EU-inspired cap on bankers' bonuses and a reduction in the stamp duty payable on home purchases. In addition, he announced a cut in the top rate of personal income tax to 40% from April, as well as pre-announcing a cut in the basic rate of income tax to 19%.

**Japan's factory activity expands at slowest pace in 20 months**

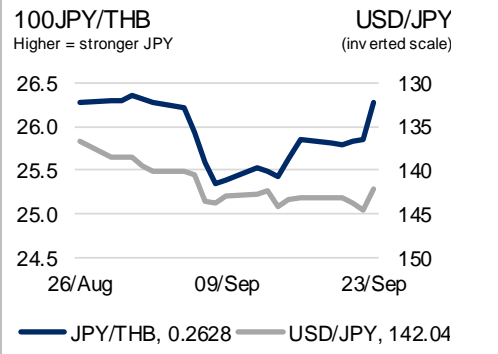
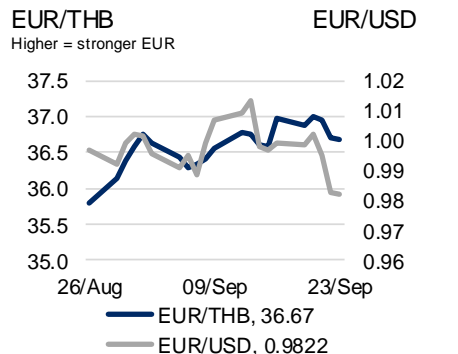
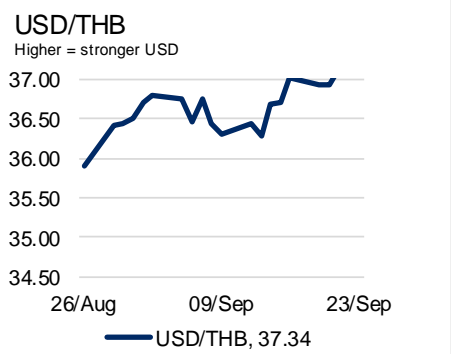
Japan's factory activity growth hit a 20-month low in September, as firms struggled with a global slowdown and pressure from high energy and raw material prices that was exacerbated by a weak yen. The au Jibun Bank Flash Japan Manufacturing Purchasing Managers' Index (PMI) slipped to a seasonally adjusted 51.0 in September from the prior month's final of 51.5. The headline figure marked the slowest expansion since January 2021, although it stayed above the 50-mark that separates contraction from expansion. It was pulled down by struggling output and overall new orders, both of which contracted for the third consecutive month. New orders shrank at the fastest rate in two years.

**Oil prices hover near 8-month low as recession fears dent outlook**

The 10-year government bond yield (interpolated) on the previous trading day was 3.11, +7.71 bps. The benchmark government bond yield (LB31DA) was 2.86, +9.0 bps. LB31DA could be between 2.85-2.93. Meantime, the latest closed US 10-year bond yields was 3.69, -1.00 bps. USDTHB on the previous trading day closed around 37.34 Moving in a range of 37.64-37.76 this morning. USDTHB could be closed between 37.78-37.84 today. Oil prices held near eight-month lows on Monday after falling sharply last week, as markets feared that slowing global economic activity will dent demand for crude. London-traded Brent oil futures rose 0.3% to \$85.29 a barrel, while U.S. West Texas Intermediate futures were unchanged at \$78.67 a barrel by 21:30 ET (01:30 GMT). Both contracts were trading just above their weakest level in eight months and were nursing steep losses from last week.

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

<b>SET Index</b> 1,631.7	<b>S&amp;P500</b> 3,693.2	<b>10Y UST</b> 3.69%	<b>Brent</b> 86.6	<b>Gold</b> 1,661.5
23-Sep ▼ -0.83%	23-Sep ▼ -1.74%	23-Sep ▼ -1.0 bps	23-Sep ▼ -4.33%	23-Sep ▼ -0.62%
<b>USD/THB</b> 37.34	<b>EUR/THB</b> 36.67	<b>JPY/THB</b> 0.2628		
Daily ▼ -0.06%	Daily ▼ -0.12%	Daily ▲ 1.66%		
Weekly ▲ 1.07%	Weekly ▼ -0.59%	Weekly ▲ 1.84%		
Monthly ▲ 3.92%	Monthly ▲ 2.44%	Monthly ▲ 0.03%		
Sideways Trend	Sideways Trend	Rising 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		111.38	-0.2%	1.5%	2.8%	108.19	111.57
EUR/USD		0.9822	-0.1%	-1.7%	-1.7%	0.9822	1.0131
USD/JPY		142.04	-1.7%	-0.8%	4.0%	136.62	144.51
USD/CHF		0.9781	1.1%	1.7%	1.4%	0.9520	0.9857
GBP/USD		1.1236	-0.1%	-1.9%	-5.0%	1.1236	1.1826
USD/CAD		1.3492	-0.1%	1.8%	4.2%	1.2945	1.3510
AUD/USD		0.6625	0.5%	-1.1%	-4.6%	0.6595	0.6961
NZD/USD		0.5835	0.2%	-2.2%	-6.0%	0.5824	0.6209
ASEAN Dollar		112.50	0.1%	0.9%	2.6%	109.58	112.50
USD/THB		37.34	-0.1%	0.9%	4.0%	35.89	37.36
USD/SGD		1.4193	0.0%	0.8%	2.0%	1.3896	1.4194
USD/MYR		4.5697	0.1%	0.9%	2.0%	4.4680	4.5697
USD/IDR		15,028	0.3%	0.8%	1.4%	14,789	15,028
USD/PHP		58.44	0.2%	1.8%	4.5%	55.93	58.44
USD/CNY		7.0889	0.1%	1.1%	3.5%	6.8475	7.0889
USD/HKD		7.8481	0.0%	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		209,706	-4048
Gold		13,150	-328
SDR		5,282	-15
IMF Reserves		1,209	-4
Foreign Ccy		190,065	-3702
Net Fwd Position		28,680	670

Last update: 16/09/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
23/09/2022	-2,737	-3,252	-5,988
22/09/2022	2,306	-230	2,076
21/09/2022	-1,002	-1,032	-2,035
20/09/2022	509	-1,766	-1,257
19/09/2022	-639	-1,645	-2,284
Last 5 days	-1,563	-7,925	-9,488

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -17,218	↑ 4,436	↓ -12,782
QTD	Quarter	↑ 44,754	↑ 21,630	↑ 66,384
YTD	Year	↑ 157,384	↑ 129,389	↑ 286,772

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		1.02	0.58	1.02	ON		0.00	#NUM!	0.00
1W		0.83	0.78	0.83	1W		0.89	0.26	0.89	1W		0.00	0.00	0.00
1M		0.94	0.80	0.94	1M		0.76	0.52	0.80	1M		0.00	#NUM!	0.00
2M		0.99	0.85	0.99	2M					2M		0.00	0.00	0.00
3M		1.08	0.92	1.08	3M		0.79	0.73	0.90	3M		0.00	#NUM!	0.00
6M		1.23	1.10	1.23	6M		0.71	0.71	0.99	6M		0.00	#NUM!	0.00
12M		1.57	1.36	1.57	12M		1.40	1.36	1.55	12M		0.00	#NUM!	0.00

Last Updated: 22/09/2022

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 Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		3.6900	-1.00	24.00	58.00	3.03	3.70
Gilt 10y		3.3695	3.31	17.67	90.88	2.33	3.37
Bund 10y		1.8700	1.00	13.00	55.00	1.23	1.88
JGB 10y		0.2700	-1.70	0.00	3.90	0.21	0.29
TGB 1y		1.1642	1.35	2.66	6.02	1.10	1.16
TGB 2y		1.7379	4.25	6.11	20.76	1.51	1.74
TGB 5y		2.6093	16.40	25.57	59.01	1.99	2.61
TGB 7y		2.8310	9.21	19.41	53.16	2.27	2.83
TGB 10y		3.1181	7.71	16.65	56.96	2.54	3.12
AAA Spread		78.60	2.52	3.64	3.48	73.73	78.60
AA Spread		96.85	-0.32	0.20	-3.44	94.33	100.29
A Spread		122.31	0.51	-0.79	-0.84	121.79	123.74
BBB Spread		241.91	0.07	-0.42	-79.15	241.84	321.10

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		86.63	-4.2%	-5.2%	-12.0%	86.63	102.93
London Gold		1661.5	-0.6%	-1.6%	-4.5%	1,661.5	1,762.4

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)		3,693.2	-1.7%	-4.6%	-12.0%	2,467.4	4,199.1
STOXX (EU)		381.4	1.2%	-1.2%	-5.9%	328.0	405.1
FTSE All-Share(UK)		7,284.2	-1.9%	-3.1%	15.7%	5,577.3	7,607.7
DAX (DE)		12,284.2	-2.0%	-3.6%	-7.4%	12,284.2	13,402.3
CAC All-Tradable(FR)		4,363.1	-2.3%	-5.1%	-9.8%	4,363.1	4,837.8
TOPIX (JP)		1,916.1	-0.2%	-1.6%	-2.8%	1,915.7	1,994.5
Shanghai (CH)		3,236.5	-0.7%	-1.2%	-3.9%	3,236.5	3,434.6
Hang Seng (HK)		17,933.3	-1.2%	-4.4%	-6.9%	17,933.3	20,170.0
ASX 200 (AU)		6,574.7	-1.9%	-3.9%	-6.1%	6,574.7	7,104.1
SET (TH)		1,631.7	-0.8%	0.1%	-0.7%	1,622.0	1,665.7
SET50 (TH)		980.9	-0.8%	-0.1%	-1.5%	980.9	1,001.7
Straits Times (SG)		3,227.1	-1.1%	-1.3%	-0.6%	3,205.7	3,290.1
FTSE Malay (MY)		1,425.0	-1.0%	-2.9%	-3.9%	1,425.0	1,512.1
JSX Index (ID)		7,178.6	-0.6%	0.1%	0.1%	7,132.0	7,318.0
PSE Index (PH)		6,259.5	-0.7%	-4.4%	-5.8%	6,259.5	6,752.5
Vn Index (VN)		1,203.3	-0.9%	-2.5%	-5.3%	1,203.3	1,288.9

Sources: ttb analytics, CEIC

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

### Important Disclosures

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