

US job growth strong in October, but cracks emerging

US job growth strong in October, but cracks emerging

US job growth increased more than expected in October, but the pace is slowing, and the unemployment rate rose to 3.7%, suggesting some loosening in labor market conditions, which would allow the Federal Reserve to shift towards smaller interest rate increases starting in December. The survey of establishments showed nonfarm payrolls increased 261,000 last month, the smallest gain since December 2020. Data for September was revised higher to show 315,000 jobs added instead of 263,000 as previously reported. Employment growth has averaged 407,000 per month this year compared with 562,000 in 2021. Economists polled by Reuters had forecast 200,000 jobs, with estimates ranging from 120,000 to 300,000.

Euro zone downturn deepens, points to winter recession

The downturn in the euro zone economy has deepened as high inflation and fears of an intensifying energy crisis hit demand, adding to evidence the bloc is heading for a winter recession. A closely-watched survey showed euro zone October business activity contracted at the fastest pace since late 2020. German industrial orders also slumped more than expected in September as foreign demand sank, putting Europe's largest economy on course for recession. S&P Global's final composite Purchasing Managers' Index (PMI) for the euro zone, seen as a good guide to economic health, fell to a 23-month low of 47.3 in October from September's 48.1, albeit just above a preliminary 47.1 estimate.

UK long-run inflation expectations drop to 4.2%

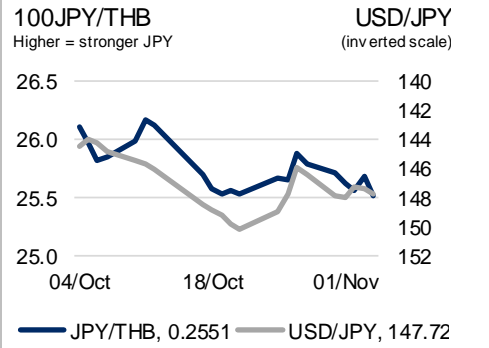
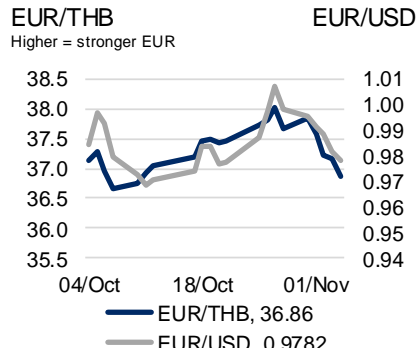
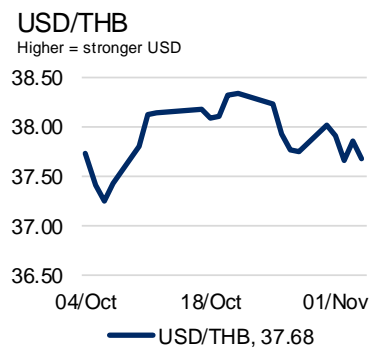
The British public's expectations for inflation over the next five to 10 years dropped to 4.2% in October from 4.3% in September, a monthly survey by Citi and YouGov showed on Friday. Expectations for inflation over the next 12 months held steady at 6.2% on the longest-running Citi/YouGov measure, while a new measure of year-ahead expectations, that allows for higher inflation, came in at 8.7%, down from a high of 10.3% in August.

Dollar drops as U.S. nonfarm payrolls show mixed results

The 10-year government bond yield (interpolated) on the previous trading day was 3.18, -0.49 bps. The benchmark government bond yield (LB31DA) was 3.08, -5.0 bps. LB31DA could be between 3.00-3.15. Meantime, the latest closed US 10-year bond yields was 4.17, +3.0 bps. USDTHB on the previous trading day closed around 37.68 Moving in a range of 37.40-37.48 this morning. USDTHB could be closed between 37.30-37.80 today. The dollar tumbled on Friday after the U.S. nonfarm payrolls report for October showed the world's largest economy created more new jobs than expected, but also flashed signs of a slowdown with a higher unemployment rate and lower wage inflation. The fed funds futures on Friday priced in a 52.5% chance of a 75-basis-point interest rate hike next month, and a 47.5% probability of a 50-basis-point increase. The odds of a 75-basis-point rise went as high as 64% immediately after the payrolls data. The Fed's terminal rate, or the level at which rates would peak, slipped to 5.09% late on Friday, from about 5.2% just before the data.

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

<b>SET Index</b> 1,626.3	<b>S&amp;P500</b> 3,770.6	<b>10Y UST</b> 4.17%	<b>Brent</b> 98.6	<b>Gold</b> 1,648.8
4-Nov ▲ 0.04%	4-Nov ▲ 1.35%	4-Nov ▲ 3.0 bps	4-Nov ▲ 4.04%	4-Nov ▲ 1.72%
<b>USD/THB</b> 37.68	<b>EUR/THB</b> 36.86	<b>JPY/THB</b> 0.2551		
Daily ▼ -0.45%	Daily ▼ -0.79%	Daily ▼ -0.66%		
Weekly ▼ -0.89%	Weekly ▼ -2.60%	Weekly ▼ -0.78%		
Monthly ▼ -0.12%	Monthly ▼ -0.74%	Monthly ▼ -2.33%		
Falling Trend	Falling Trend	Falling Trend		



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

Main Contributor

Arisa Chantarabontha  
arisa.cha@ttbank.com

Pimchatr Ekkachan  
pimchatr.ekk@ttbank.com

Tarathip Tanganjanapas  
tarathip.tan@ttbank.com

ttb analytics ttbanalytics@ttbank.com

Naris Sathapholdeja naris.sat@ttbank.com

Kasem Hanchanpanich kasem.har@ttbank.com

Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		112.54	0.4%	1.9%	0.4%	109.76	113.44
EUR/USD		0.9782	-0.3%	-2.0%	-0.2%	0.9668	1.0068
USD/JPY		147.72	0.2%	0.9%	2.0%	144.00	150.14
USD/CHF		1.0093	0.6%	1.9%	2.4%	0.9758	1.0093
GBP/USD		1.1227	-1.5%	-2.9%	0.7%	1.0788	1.1617
USD/CAD		1.3680	-0.3%	0.9%	-0.7%	1.3530	1.3841
AUD/USD		0.6333	-0.2%	-1.9%	-1.5%	0.6226	0.6527
NZD/USD		0.5808	-0.2%	-0.6%	3.1%	0.5554	0.5856
ASEAN Dollar		110.98	-0.1%	0.5%	0.4%	109.39	111.45
USD/THB		37.68	-0.4%	-0.2%	-0.9%	37.25	38.34
USD/SGD		1.4152	-0.2%	0.5%	-1.4%	1.4052	1.4401
USD/MYR		4.7401	-0.1%	0.5%	2.0%	4.6235	4.7461
USD/IDR		15,686	0.2%	1.0%	2.8%	15,139	15,686
USD/PHP		58.50	-0.1%	0.7%	-0.8%	57.96	59.05
USD/CNY		7.2649	-0.7%	0.4%	2.1%	7.0381	7.3182
USD/HKD		7.8337	-0.3%	-0.1%	-0.3%	7.8337	7.8576

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		202,942	2242
Gold		12,895	-117
SDR		5,245	26
IMF Reserves		1,199	6
Foreign Ccy		183,603	2327
Net Fwd Position		26,940	-10

Last update: 28/10/2022

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
04/11/2022	832	9,756	10,588
03/11/2022	3,029	4,129	7,159
02/11/2022	26	3,804	3,831
01/11/2022	6,138	466	6,604
31/10/2022	4,165	-2,441	1,724
Last 5 days	14,191	15,715	29,905

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 10,026	↑ 18,155	↑ 28,181
QTD	Quarter	↑ 18,675	↑ 1,793	↑ 20,467
YTD	Year	↑ 168,911	↑ 108,843	↑ 277,754














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		1.00	1.00	1.00	ON		1.35	0.78	3.11	ON		0.08	0.07	0.08
1W		1.04	1.03	1.04	1W		1.44	0.44	1.95	1W		0.00	0.00	0.00
1M		1.09	1.07	1.09	1M		1.25	0.99	1.76	1M		0.35	0.12	0.35
2M		1.20	1.13	1.20	2M					2M		0.00	0.00	0.00
3M		1.28	1.20	1.28	3M		1.11	0.73	1.54	3M		0.75	0.34	0.75
6M		1.44	1.38	1.44	6M		1.45	0.87	1.67	6M		1.04	0.56	1.04
12M		1.79	1.70	1.79	12M		2.16	1.46	2.23	12M		1.49	1.00	1.49

Last Updated: 03/11/2022



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	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		<b>4.1700</b>	3.00	15.00	41.00	3.62	4.25
Gilt 10y		<b>3.5120</b>	-3.02	-16.51	-39.16	3.51	4.54
Bund 10y		<b>2.2400</b>	1.00	15.00	23.00	1.81	2.48
JGB 10y		<b>0.2580</b>	-0.60	-0.60	-0.90	0.25	0.28
TGB 1y		<b>1.4298</b>	1.00	6.92	19.21	1.23	1.43
TGB 2y		<b>1.8384</b>	-0.83	-5.38	-2.55	1.83	1.95
TGB 5y		<b>2.6736</b>	-1.33	-2.02	5.06	2.54	2.80
TGB 7y		<b>2.9073</b>	-0.66	-2.04	-1.58	2.83	3.08
TGB 10y		<b>3.1809</b>	-0.49	-3.14	-2.64	3.09	3.32
AAA Spread		<b>73.17</b>	0.13	-0.12	-3.03	72.86	76.99
AA Spread		<b>89.71</b>	0.03	0.81	-8.85	88.70	100.11
A Spread		<b>115.54</b>	-1.12	-1.32	-7.21	115.54	122.96
BBB Spread		<b>222.67</b>	-0.01	6.98	-18.87	215.69	241.81

















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		<b>98.57</b>	4.1%	5.1%	4.4%	88.60	98.57
London Gold		<b>1648.8</b>	1.7%	0.0%	-3.9%	1,620.7	1,716.0

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)		<b>3,770.6</b>	1.4%	-3.3%	0.7%	2,467.4	3,901.1
STOXX (EU)		<b>396.3</b>	1.6%	0.9%	5.4%	328.0	396.3
FTSE All-Share(UK)		<b>3,694.0</b>	-1.0%	-0.7%	2.0%	3,571.2	3,746.8
DAX (DE)		<b>13,459.9</b>	2.5%	1.6%	7.9%	12,172.3	13,459.9
CAC All-Tradable(FR)		<b>4,824.9</b>	2.6%	2.1%	7.8%	4,380.5	4,824.9
TOPIX (JP)		<b>1,915.4</b>	-1.3%	0.5%	0.4%	1,835.9	1,940.5
Shanghai (CH)		<b>3,218.4</b>	2.4%	5.3%	1.0%	3,032.5	3,242.5
Hang Seng (HK)		<b>16,161.1</b>	5.4%	8.7%	-10.3%	14,687.0	18,088.0
ASX 200 (AU)		<b>6,892.5</b>	0.5%	1.6%	1.1%	6,642.6	6,986.7
SET (TH)		<b>1,626.3</b>	0.0%	1.3%	4.4%	1,558.1	1,626.3
SET50 (TH)		<b>989.8</b>	0.0%	1.4%	5.6%	937.2	991.5
Straits Times (SG)		<b>3,130.1</b>	0.9%	2.3%	-0.7%	2,970.0	3,153.2
FTSE Malay (MY)		<b>1,438.3</b>	1.3%	-0.6%	2.1%	1,373.4	1,460.4
JSX Index (ID)		<b>7,045.5</b>	0.2%	-0.1%	-0.4%	6,814.5	7,098.9
PSE Index (PH)		<b>6,185.5</b>	0.5%	1.0%	3.3%	5,741.1	6,230.6
Vn Index (VN)		<b>997.2</b>	-2.2%	-2.9%	-7.2%	986.2	1,104.3

Sources: ttb analytics, CEIC

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

**Important Disclosures**

This document is issued by ttb analytics, a division of ttb Bank PCL. All analyses are based on information available to the public. Although the information contained herein is believed to be gathered from reliable sources, ttb makes no guarantee to its accuracy and completeness. ttb may have issued, and may in the future issue, other reports that are inconsistent with, and reach different conclusions from, the information presented in this report. Opinions or predictions expressed herein reflect the authors' views, not that of ttb, as of date of the analysis and are subject to change without notice. ttb shall not be responsible for the use of contents and its implication.