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U.S. consumers are becoming more confident that price pressures will ease considerably over the next 12 months, with a survey on Friday showing their one-year inflation expectations falling in January to the lowest level since the spring of 2021. But the road to low inflation will be bumpy as other data on Friday showed import prices unexpectedly increasing in December after five straight monthly decreases, boosted by higher costs for natural gas and food. Overall inflation is retreating as the Federal Reserve's aggressive interest rate increases cool demand, and bottlenecks in the supply chain ease. Year-ahead inflation expectations dropped to a preliminary reading of 4.0% this month from 4.4% in December, the University of Michigan Surveys of Consumers showed. The fourth straight monthly decline pushed inflation expectations to the lowest reading since April 2021.

Japan PPI inflation rises more than expected in Dec to 42-year high

Japanese factory gate inflation grew more than expected in December, data showed on Monday, sticking to its highest level in 42 years as local producers continued to grapple with high import costs and a weakened yen. The producer price index (PPI) grew at an annualized rate of 10.2% in December, more than expectations for growth of 9.5% and last month's reading of 9.7%, data from the Bank of Japan showed. On a monthly basis, PPI inflation grew 0.5% in December, more than expectations for a rise of 0.3% but slightly lower than last month's reading of 0.8%. But November's reading was also revised higher to 0.8% from 0.6%. The index was now back at peaks seen during 2022, which were in turn at their highest levels since 1981. The resurgence in PPI inflation was driven chiefly by renewed volatility in global commodity prices, which advanced in December on expectations of a demand recovery in major importer China.

China trade balance up more than expected in Dec amid easing COVID curbs

China's trade surplus grew more than expected in December, data showed on Friday, as both exports and imports shrank less than expected as easing anti-COVID restrictions aided economic activity. China's trade balance grew to a surplus of \$78 billion in December, data from the Customs Administration showed. The figure was higher than expectations of \$76.2B, as well as last month's reading of \$69.84B. Exports shrank 9.9% from last year, slightly less than expectations for a drop of 10%, but more than November's decline of 8.7%. The reading came as Chinese producers still struggled with COVID-related disruptions in the country, as well as sluggish global demand for Chinese goods.

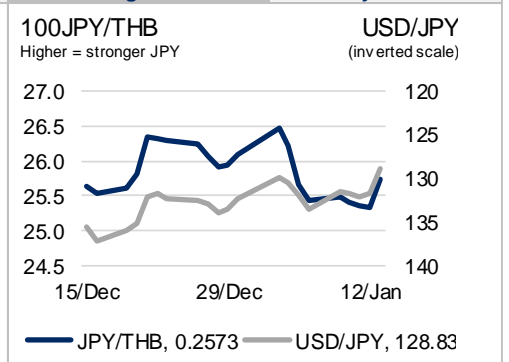
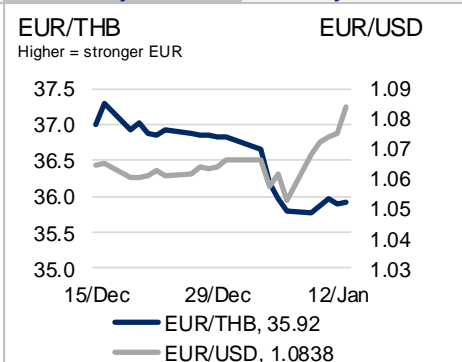
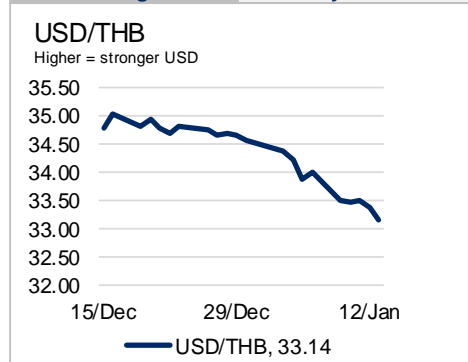
Oil prices slip as markets await demand forecasts, economic clarity

The 10-year government bond yield (interpolated) on the previous trading day was 2.39, -3.79 bps. The benchmark government bond yield (LB31DA) was 2.55, -8.0 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.49, +6.0 bps. USDTHB on the previous trading day closed around 33.14 Moving in a range of 32.815-32.90 this morning. USDTHB could be closed between 32.80-33.30 today. Oil prices fell on Monday after a sharp rally last week, as traders turned cautious and locked in some profits ahead of demand forecasts from the OPEC and the IEA, as well as a barrage of economic data due this week. Crude prices rallied over 8% last week on the prospect of a rebound in Chinese demand, after the country reopened its borders and essentially confirmed a pivot away from its strict zero-COVID policy. Weakness in the U.S. dollar, amid signs of slowing inflation in the country, also benefited oil prices. Focus is now squarely on a monthly report from the Organization of Petroleum Exporting Countries (OPEC), due on Tuesday. Markets are waiting to see whether the cartel will change its forecasts for global demand in the face of a Chinese economic recovery.

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

SET Index	1,681.7	S&P500	3,999.1	10Y UST	3.49%	Brent	85.6	Gold	1,904.1
13-Jan	▼ 0.00	13-Jan	▲ 0.40%	13-Jan	▲ 6.0 bps	13-Jan	▲ 1.60%	13-Jan	▲ 1.11%

USD/THB 33.14	Daily ▼ -0.71%	EUR/THB 35.92	Daily ▲ 0.08%	JPY/THB 0.2573	Daily ▲ 1.50%
Weekly ▼ -1.09%	Weekly ▲ 0.40%	Weekly ▲ 0.98%	Monthly ▼ -2.99%	Monthly ▲ 0.32%	
Falling Trend	Monthly ▼ -4.80%	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		103.17	-0.7%	-1.0%	-3.1%	103.17	106.48
EUR/USD		1.0838	0.8%	1.9%	3.0%	1.0352	1.0838
USD/JPY		128.83	-2.2%	-3.8%	-4.6%	128.83	138.39
USD/CHF		0.9290	-0.3%	-0.1%	-0.9%	0.9218	0.9522
GBP/USD		1.2201	0.4%	1.5%	-0.4%	1.1986	1.2383
USD/CAD		1.3387	-0.4%	-1.1%	-0.4%	1.3387	1.3671
AUD/USD		0.6958	0.8%	3.3%	2.2%	0.6669	0.6958
NZD/USD		0.6375	0.2%	1.6%	0.0%	0.6220	0.6443

ASEAN Dollar		103.26	-0.3%	-0.2%	-2.0%	103.26	105.40
USD/THB		33.14	-0.7%	-4.4%	-4.7%	33.14	35.35
USD/SGD		1.3228	-0.6%	-1.8%	-2.2%	1.3228	1.3719
USD/MYR		4.3370	-0.8%	-2.1%	-1.2%	4.3370	4.4863
USD/IDR		15,223	-1.3%	-2.9%	-1.6%	15,223	15,713
USD/PHP		55.09	-0.3%	-1.8%	-1.9%	54.92	56.60
USD/CNY		6.7279	-0.5%	-3.4%	-4.4%	6.7279	7.1382
USD/HKD		7.8075	-0.1%	0.1%	0.4%	7.7674	7.8136

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.00	0.00
3-month		0.75	0.00
6-month		1.70	0.00

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		218,813	2181
Gold		14,648	325
SDR		5,451	-6
IMF Reserves		1,269	-1
Foreign Ccy		197,446	1864
Net Fwd Position		28,620	-560

Last update: 06/01/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
13/01/2023	517	3,836	4,353
12/01/2023	388	-3,567	-3,180
11/01/2023	939	404	1,343
10/01/2023	4,299	7,976	12,275
09/01/2023	4,337	10,421	14,758
Last 5 days	10,480	19,069	29,549

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 17,815	↑ 61,194	↑ 79,009
QTD	Quarter	↑ 17,815	↑ 61,194	↑ 79,009
YTD	Year	↑ 17,815	↑ 61,194	↑ 79,009

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		1.25	1.25	1.25	ON		1.26	1.05	1.66	ON		0.08	0.07	0.08
1W		1.27	1.27	1.27	1W		1.04	0.20	1.54	1W		0.00	0.00	0.00
1M		1.38	1.30	1.38	1M		1.06	0.08	1.12	1M		0.32	0.11	0.32
2M		1.45	1.35	1.45	2M					2M		0.00	0.00	0.00
3M		1.51	1.41	1.51	3M		1.38	0.95	1.38	3M		0.70	0.30	0.70
6M		1.69	1.56	1.69	6M		1.63	1.51	1.73	6M		1.02	0.52	1.02
12M		1.90	1.89	1.90	12M		2.02	1.93	2.12	12M		1.45	0.93	1.45

Last Updated: 12/01/2023

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		3.4300	-18.00	-36.00	-5.00	3.42	3.88
Gilt 10y		3.6194	6.83	-12.22	43.93	3.14	3.74
Bund 10y		2.1900	-8.00	-15.00	33.00	1.76	2.51
JGB 10y		0.5090	0.00	2.00	22.80	0.28	0.52
TGB 1y		1.3319	-0.37	-1.67	-8.83	0.00	1.45
TGB 2y		1.5618	-1.00	0.43	-7.79	0.00	1.69
TGB 5y		1.8857	-2.35	-5.36	-5.62	0.00	2.08
TGB 7y		2.1149	-3.24	-12.12	-7.37	0.00	2.28
TGB 10y		2.3877	-3.79	-14.78	-15.12	0.00	2.68
AAA Spread		73.25	-0.01	-0.98	0.08	73.06	74.96
AA Spread		95.98	-0.14	-1.52	0.59	95.28	97.64
A Spread		128.74	-0.50	-0.50	2.44	125.86	129.60
BBB Spread		225.57	-0.05	0.18	0.34	225.07	225.78

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		84.19	4.9%	2.5%	10.6%	76.10	85.65
London Gold		1883.1	0.4%	2.6%	6.3%	1,771.9	1,883.1

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)		3,983.2	1.6%	4.2%	1.2%	2,467.4	4,019.7
STOXX (EU)		442.8	1.6%	5.6%	4.5%	328.0	442.8
FTSE All-Share(UK)		3,730.6	-0.4%	0.7%	0.9%	3,571.2	3,746.8
DAX (DE)		15,058.3	1.9%	6.2%	4.8%	13,884.7	15,058.3
CAC All-Tradable(FR)		5,236.5	1.6%	5.1%	4.3%	4,851.3	5,236.5
TOPIX (JP)		1,908.2	1.5%	0.7%	-2.1%	1,868.2	1,977.4
Shanghai (CH)		3,316.1	-0.2%	1.5%	-1.4%	3,192.6	3,361.5
Hang Seng (HK)		21,514.1	0.9%	6.8%	14.3%	18,814.8	21,514.1
ASX 200 (AU)		7,280.4	2.1%	4.8%	0.7%	6,946.2	7,325.6
SET (TH)		1,687.5	-0.2%	0.5%	4.1%	1,604.4	1,691.4
SET50 (TH)		1,011.8	-0.5%	-0.2%	3.5%	973.6	1,018.0
Straits Times (SG)		3,267.8	0.1%	0.7%	1.0%	3,225.5	3,305.7
FTSE Malay (MY)		1,488.7	0.2%	1.0%	1.6%	1,462.6	1,495.5
JSX Index (ID)		6,629.9	0.1%	-3.8%	-1.6%	6,622.5	6,923.0
PSE Index (PH)		6,833.5	1.1%	3.8%	2.4%	6,414.3	6,833.5
Vn Index (VN)		1,056.4	0.3%	1.2%	0.4%	985.2	1,056.4

Sources: ttb analytics, CEIC

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

Important Disclosures

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