

U.S. service sector rebounds in January

U.S. service sector rebounds in January

U.S. services industry activity rebounded strongly in January, with new orders recovering and prices paid by businesses for materials continuing to rise at a moderate pace, hopeful signs for the economy as it braces for a possible recession this year. The Institute for Supply Management (ISM) said on Friday its non-manufacturing PMI increased to 55.2 last month. The index dropped to 49.2 in December, falling below the 50 level, which signals contraction, for the first time since May 2020. Economists polled by Reuters had forecast the non-manufacturing PMI rising to 50.4. The services sector, which accounts for more than two-thirds of U.S. economic activity, is benefiting from consumers switching spending from goods. Demand for goods, which are typically bought on credit, has been undercut by the Federal Reserve's fastest interest rate hiking cycle the 1980s.

Euro zone investor morale rises for fourth month in a row

Investor morale in the euro zone improved for the fourth month in a row in February to reach its highest level since March 2022, but remained in negative territory as the possibility of a stagnant economy comes into focus, a survey showed on Monday. Sentix's index for the euro zone rose to -8.0 points for February from -17.5 in January, beating analysts' expectations of a reading of -12.8. "The increase of 9.5 points signals that a recession is off the table for the time being. Instead, the scenario of stagnation is gaining in contour" as the absence of an energy crisis and rosy corporate news contribute to a turnaround, Sentix Managing Director Patrick Hussy said in a statement. An expectations index rose to -6.0 from -15.8 in January, hitting its highest level since last February, while an index on the current situation also rose, to -10.0 from -19.3.

Japan Dec real wages post first rise in 9 months on 26-year-high nominal growth

Japan's real wages rose in December for the first time since March despite rising inflation, as nominal pay grew at the fastest pace in nearly 26 years with robust winter bonuses. The market closely watches wage trends in the world's third largest economy as high pay growth to counter price increases is seen as a crucial condition for the Bank of Japan to scale back its ultra-loose monetary easing. Inflation-adjusted real wages, a gauge of households' purchasing power, gained 0.1% in December from a year earlier to mark the first rise in nine months, the labor ministry data showed. Total cash earnings, or nominal wages, grew 4.8% year-on-year in December, posting the biggest hike since January 1997's 6.6%.

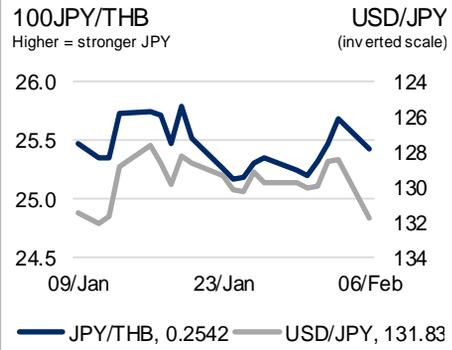
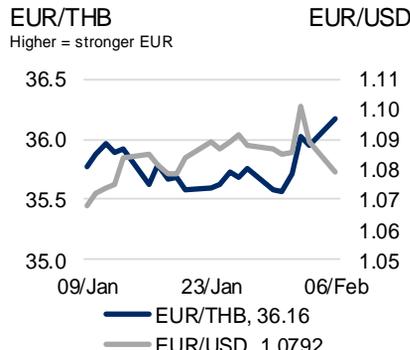
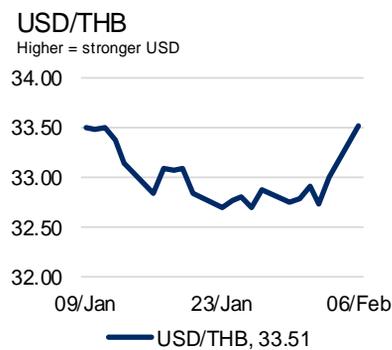
Oil prices rise on China hopes, but Fed caution limits gains

The 10-year government bond yield (interpolated) on the previous trading day was 2.51, +6.02 bps. The benchmark government bond yield (LB31DA) was 2.54, +10.5 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.63, +10.0 bps. USDTHB on the previous trading day closed around 33.51 Moving in a range of 33.65-33.75 this morning. USDTHB could be closed between 33.40-33.80 today. Oil prices extended gains on Tuesday as markets held out for a swift recovery in Chinese demand this year, although anticipation of an address by Federal Reserve Chair Jerome Powell kept traders from making big bets. Crude prices recovered sharply on Monday after the International Energy Agency reiterated that a recovery in China will drive oil demand to record highs this year, as the country marked a clear pivot away from its strict anti-COVID policies in January. But economic data released last week painted a somewhat mixed picture of the world's second-largest economy, as it grapples with rising COVID-19 cases. Still, air and road transport data for January showed a clear improvement in travel demand, potentially heralding a bigger bounce back.

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

SET Index	1,682.1	S&P500	4,111.1	10Y UST	3.63%	Brent	79.7	Gold	1,873.5
6-Feb	▼ -0.37%	6-Feb	▼ -0.62%	6-Feb	▲ 10.0 bps	3-Feb	▼ -3.01%	6-Feb	▼ -1.93%

USD/THB	33.51	EUR/THB	36.16	JPY/THB	0.2542
Daily ▲ 1.52%	Weekly ▲ 2.22%	Daily ▲ 0.58%	Weekly ▲ 1.68%	Daily ▼ -1.05%	Weekly ▲ 0.85%
Monthly ▲ 0.01%	Monthly ▲ 0.01%	Monthly ▲ 1.08%	Monthly ▲ 1.08%	Monthly ▼ -0.22%	Monthly ▲ -0.22%
Rising Trend	Rising Trend	Sideways Trend	Sideways Trend	Sideways Trend	Sideways 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		101.83	0.8%	-0.1%	-3.0%	100.99	105.02
EUR/USD		1.0894	-1.0%	0.2%	3.5%	1.0529	1.1007
USD/JPY		128.49	0.0%	-1.0%	-3.8%	127.61	133.63
USD/CHF		0.9140	0.7%	-0.7%	-2.3%	0.9076	0.9357
GBP/USD		1.2218	-1.3%	-1.5%	2.4%	1.1929	1.2426
USD/CAD		1.3331	0.3%	0.1%	-1.7%	1.3292	1.3636
AUD/USD		0.7063	-1.1%	-0.6%	4.3%	0.6769	0.7138
NZD/USD		0.6473	-0.7%	-0.4%	3.7%	0.6242	0.6520

ASEAN Dollar		96.58	-0.6%	-0.3%	-3.0%	96.82	100.28
USD/THB		33.00	0.8%	0.8%	-2.9%	32.69	34.23
USD/SGD		1.3106	0.5%	-0.1%	-2.4%	1.3047	1.3433
USD/MYR		4.2651	0.7%	0.7%	-2.9%	4.2282	4.4000
USD/IDR		14,881	-0.2%	-0.6%	-4.6%	14,881	15,597
USD/PHP		53.88	-0.8%	-1.1%	-3.5%	53.88	56.02
USD/CNY		6.7328	0.0%	-0.2%	-1.8%	6.6994	6.8894
USD/HKD		7.8372	0.0%	0.2%	0.5%	7.7962	7.8398

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		225,969	1802
Gold		15,134	8
SDR		5,508	1
IMF Reserves		1,267	0
Foreign Ccy		204,061	1793
Net Fwd Position		26,220	-995

Last update: 27/01/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
06/02/2023	-2,269	-2,055	-4,324
03/02/2023	-2,217	-6,109	-8,326
02/02/2023	-2,664	-3,805	-6,468
01/02/2023	-192	-13,910	-14,102
31/01/2023	-2,895	500	-2,394
Last 5 days	-10,236	-25,378	-35,614

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -7,342	↓ -25,878	↓ -33,220
QTD	Quarter	↑ 11,002	↑ 2,939	↑ 13,941
YTD	Year	↑ 11,002	↑ 2,939	↑ 13,941

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		1.50	1.25	1.50	ON		1.22	0.43	1.39	ON		0.08	0.07	0.08
1W		1.53	1.27	1.53	1W		0.74	0.20	1.21	1W		0.00	0.00	0.00
1M		1.56	1.31	1.56	1M		0.93	0.62	1.16	1M		0.35	0.11	0.35
2M		1.63	1.37	1.63	2M					2M		0.00	0.00	0.00
3M		1.71	1.43	1.71	3M		1.23	1.10	1.38	3M		0.75	0.28	0.75
6M		1.84	1.60	1.84	6M		1.46	1.42	1.69	6M		1.04	0.46	1.04
12M		2.00	1.90	2.00	12M		1.83	1.76	2.09	12M		1.49	0.81	1.49

Last Updated: 03/02/2023

Last Updated: 09/03/2023

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		3.6300	10.00	8.00	-20.00	3.37	3.83
Gilt 10y		3.1011	-31.58	-29.13	-62.61	3.10	3.73
Bund 10y		2.2700	13.00	-3.00	-21.00	2.02	2.48
JGB 10y		0.5110	0.80	1.40	1.80	0.40	0.52
TGB 1y		1.6056	1.40	7.13	25.70	1.33	1.61
TGB 2y		1.7997	2.09	1.97	24.22	1.55	1.80
TGB 5y		2.0532	1.06	-1.22	11.40	1.89	2.08
TGB 7y		2.2304	3.15	0.60	-0.57	2.11	2.27
TGB 10y		2.5128	6.02	2.86	-2.28	2.39	2.58
AAA Spread		73.91	-0.80	-1.20	-0.35	72.34	75.13
AA Spread		94.01	-0.22	0.72	-3.63	92.81	97.64
A Spread		125.16	0.04	-1.56	-4.12	125.12	129.60
BBB Spread		225.81	-21.89	0.07	0.32	225.41	247.69

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		79.73	-3.0%	-8.0%	1.1%	78.01	88.19
London Gold		1873.5	-1.9%	-2.8%	3.4%	1,797.4	1,954.9

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)		4,136.5	-1.0%	3.0%	#DIV/0!	2,467.4	4,179.8
STOXX (EU)		458.4	-2.1%	0.3%	7.9%	411.5	458.4
FTSE All-Share(UK)		4,303.9	-0.8%	0.9%	2.2%	4,149.0	4,338.6
DAX (DE)		15,476.4	-0.2%	2.2%	11.2%	13,914.1	15,509.2
CAC All-Tradable(FR)		5,365.1	-1.3%	0.9%	8.1%	4,896.3	5,435.5
TOPIX (JP)		1,979.2	0.5%	-0.2%	3.7%	1,868.9	1,982.7
Shanghai (CH)		3,394.7	-0.8%	-0.9%	6.3%	3,192.6	3,444.0
Hang Seng (HK)		21,222.2	-2.0%	-3.8%	8.3%	19,094.8	22,688.9
ASX 200 (AU)		7,539.0	-0.3%	0.8%	7.4%	6,946.2	7,558.1
SET (TH)		1,682.1	-0.4%	0.1%	0.8%	1,617.6	1,691.4
SET50 (TH)		998.6	-0.6%	-0.4%	-0.7%	978.2	1,017.0
Straits Times (SG)		3,385.9	0.0%	0.2%	3.6%	3,242.5	3,394.2
FTSE Malay (MY)		1,490.5	0.0%	-0.5%	1.1%	1,467.3	1,500.3
JSX Index (ID)		6,873.8	-0.5%	0.0%	0.3%	6,584.5	6,923.0
PSE Index (PH)		6,936.6	-1.3%	-0.5%	5.6%	6,520.8	7,094.9
Vn Index (VN)		1,089.3	1.1%	-1.2%	6.8%	1,004.6	1,117.1

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.