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The U.S. budget deficit swelled in May from a year earlier as revenue tumbled and Medicare spending surged, the Treasury Department said on Monday in its first monthly accounting of the government's finances since a deal was reached to suspend the debt limit and avoid a first-ever federal default. The May deficit shot up to \$240 billion from \$66 billion a year earlier, more than offsetting the \$176 billion surplus recorded in April. The median forecast among economists polled by Reuters was for a deficit of \$236 billion. Revenues for May totaled \$307 billion, down 21% from \$389 billion a year earlier, with a decline in non-withheld individual income taxes and higher tax return payments accounting for most of the shortfall.

Australian consumer sentiment near record lows in June

Australia's consumer sentiment improved slightly in early-June, a private survey showed on Tuesday, but remained close to record lows amid pressure from rising interest rates and inflation. A big jump in the minimum wage over the past month somewhat helped improve sentiment after it tumbled to COVID-era lows in May. The Westpac Consumer Sentiment index rose 0.2% in June, slightly better than expectations for the index remaining unchanged after a 7.9% tumble in May. Westpac said that survey responses had been largely optimistic before the Reserve Bank of Australia's rate hike on June 6, but had then soured after the hike.

China's central bank cuts short-term borrowing cost for first time since Aug

China's central bank lowered a short-term lending rate for the first time in 10 months on Tuesday, in a bid to restore market confidence and prop up a stalling post-pandemic recovery in the world's second-largest economy. Recent economic data has shown subdued demand and weaker investor sentiment, raising expectations that authorities will ease monetary policy to sustain growth. The People's Bank of China (PBOC) cut its seven-day reverse repo rate by 10 basis points to 1.90% from 2.00% on Tuesday, when it injected 2 billion yuan (\$279.97 million) through the short-term bond instrument.

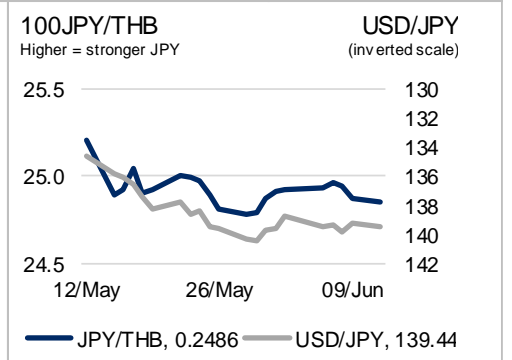
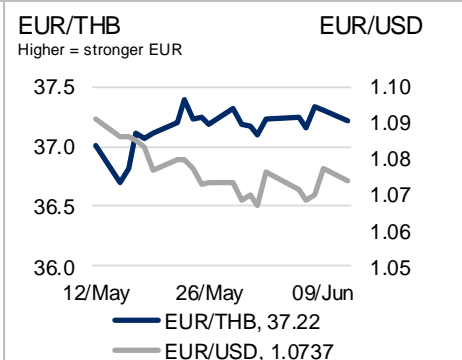
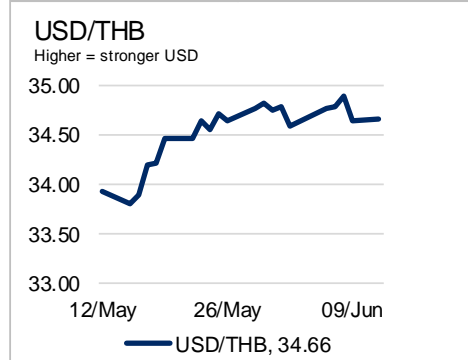
US dollar inches higher ahead of inflation data, Fed rate decision

The 10-year government bond yield (interpolated) on the previous trading day was 2.58, +0.10 bps. The benchmark government bond yield (LB31DA) was 2.58, -2.00 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.73, -2.00 bps. USDTHB on the previous trading day closed around 34.66 Moving in a range of 34.58-34.71 this morning. USDTHB could be closed between 34.50-35.00 today. The dollar inched higher on Monday, trading in a narrow range as investors remained cautious ahead of several key policy decisions due this week, with the Federal Reserve expected to keep rates on hold for the first time since January 2022. Monetary policy meetings at the Fed, the European Central Bank (ECB) and the Bank of Japan (BOJ) will set this week's tone as markets seek clues from policymakers on the future path of interest rates. U.S. May inflation data is also out on Tuesday as the Fed kicks off its two-day meeting. Money markets are leaning toward a pause from the Fed, according to Refinitiv's FedWatch, but a majority expect a hike in the July meeting. Conversely, a clear majority of economists polled by Reuters expect the ECB to hike its key rate by 25 basis points on Thursday and again in July, before pausing for the rest of the year as inflation remains sticky.

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

SET Index	1,551.4	S&P500	4,338.9	10Y UST	3.73%	Brent	75.0	Gold	1,963.6
12-Jun	▼ -0.24%	12-Jun	▲ 0.93%	12-Jun	▼ -2.0 bps	9-Jun	▼ -1.31%	9-Jun	▲ 0.83%

USD/THB 34.66	Daily ▲ 0.08%	EUR/THB 37.22	Daily ▼ -0.23%	JPY/THB 0.2486	Daily ▼ -0.07%
Weekly ▼ -0.29%	Weekly ▼ -0.06%	Weekly ▼ -0.30%	Monthly ▲ 0.56%	Monthly ▼ -1.39%	
Sideways Trend		Sideways Trend		Falling Trend	



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoJ'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		103.44	-0.6%	-0.1%	1.9%	101.27	104.44
EUR/USD		1.0771	0.7%	0.1%	-1.8%	1.0668	1.1026
USD/JPY		139.24	-0.4%	0.3%	3.8%	134.15	140.38
USD/CHF		0.8996	-1.1%	-0.5%	1.0%	0.8894	0.9116
GBP/USD		1.2546	0.8%	0.1%	-0.5%	1.2336	1.2635
USD/CAD		1.3366	0.0%	-0.5%	-0.2%	1.3362	1.3643
AUD/USD		0.6704	0.7%	1.6%	-0.9%	0.6495	0.6780
NZD/USD		0.6090	0.7%	0.1%	-4.3%	0.6000	0.6362
ASEAN Dollar		107.14	0.1%	-0.2%	2.5%	104.11	107.42
USD/THB		34.63	-0.7%	0.1%	2.8%	33.68	34.89
USD/SGD		1.3430	-0.4%	-0.2%	1.3%	1.3241	1.3554
USD/MYR		4.6119	0.0%	0.5%	3.5%	4.4348	4.6247
USD/IDR		14,836	-0.2%	-0.8%	0.9%	14,670	14,984
USD/PHP		56.08	-0.3%	-0.1%	0.5%	55.37	56.43
USD/CNY		7.1234	0.0%	0.5%	2.7%	6.9103	7.1387
USD/HKD		7.8351	-0.1%	0.1%	0.1%	7.8152	7.8462

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.00	-0.40
3-month		0.85	-0.28
6-month		1.75	-0.38

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		221,102	724
Gold		15,291	11
SDR		5,446	1
IMF Reserves		1,276	0
Foreign Ccy		199,089	712
Net Fwd Position		28,205	315

Last update: 02/06/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
12/06/2023	60	-1,581	-1,521
09/06/2023	-1,504	-282	-1,785
08/06/2023	1,823	-1,580	242
07/06/2023	1,611	2,813	4,424
06/06/2023	-1,087	-886	-1,972
Last 5 days	904	-1,516	-612

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -2,385	↓ -4,163	↓ -6,548
QTD	Quarter	↓ -43,547	↓ -2,071	↓ -45,618
YTD	Year	↓ -100,423	↑ 20,721	↓ -79,702

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		2.00	1.50	2.00	ON		1.26	0.80	1.91	ON		0.08	0.07	0.08
1W		2.03	1.53	2.03	1W		1.56	0.50	1.73	1W		0.00	0.00	0.08
1M		2.05	1.56	2.05	1M		1.62	0.52	1.74	1M		0.23	0.09	0.23
2M		2.09	1.63	2.09	2M					2M		0.00	0.00	0.16
3M		2.14	1.70	2.14	3M		1.84	1.07	1.86	3M		0.51	0.15	0.52
6M		2.21	1.82	2.21	6M		2.11	1.21	2.11	6M		0.76	0.22	0.83
12M		2.35	1.99	2.35	12M		2.33	1.53	2.41	12M		1.18	0.35	1.34

Last Updated: 09/06/2023

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		3.6900	5.00	12.00	-19.00	3.30	4.01
Gilt 10y		4.1155	-17.77	33.76	56.92	3.16	4.29
Bund 10y		2.4800	3.00	17.00	19.00	2.14	2.76
JGB 10y		0.4300	-1.80	3.50	-9.80	0.33	0.53
TGB 1y		2.0210	0.07	0.75	9.91	1.91	2.02
TGB 2y		2.0962	0.76	0.55	15.14	1.93	2.12
TGB 5y		2.2764	1.63	7.70	12.56	2.15	2.28
TGB 7y		2.3840	0.65	6.13	5.64	2.32	2.44
TGB 10y		2.5777	0.10	6.53	7.11	2.49	2.61
AAA Spread		72.65	-0.07	2.55	-1.13	69.20	75.12
AA Spread		78.86	-0.44	-1.24	-13.65	78.86	94.44
A Spread		123.60	-0.10	-3.90	-0.05	123.55	128.31
BBB Spread		237.96	-0.01	0.11	12.21	225.54	237.97

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		74.97	-1.3%	-1.5%	-1.9%	72.66	78.36
London Gold		1958.8	0.5%	-2.5%	6.6%	1,809.1	2,038.9

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)		4,267.5	-0.4%	2.1%	3.6%	4,109.9	4,283.9
STOXX (EU)		454.9	-0.3%	-1.2%	-0.4%	439.6	465.1
FTSE All-Share(UK)		4,140.4	-0.2%	-0.3%	-1.9%	4,066.8	4,242.4
DAX (DE)		16,051.2	2.5%	-0.7%	4.2%	14,768.2	16,163.4
CAC All-Tradable(FR)		5,430.8	2.5%	-2.2%	-0.9%	5,191.5	5,640.4
TOPIX (JP)		2,182.7	2.4%	1.2%	9.6%	1,937.1	2,182.7
Shanghai (CH)		3,385.8	0.8%	-2.0%	-1.8%	3,355.7	3,529.5
Hang Seng (HK)		18,949.9	3.9%	-3.1%	-8.5%	18,234.3	21,298.7
ASX 200 (AU)		7,145.1	0.8%	-1.3%	-2.6%	6,968.6	7,490.3
SET (TH)		1,521.4	-0.9%	-0.1%	-7.6%	1,521.4	1,688.4
SET50 (TH)		917.3	-1.0%	-0.6%	-7.0%	910.7	1,004.2
Straits Times (SG)		3,166.3	0.2%	-0.5%	-4.1%	3,139.8	3,360.7
FTSE Malay (MY)		1,383.0	-1.0%	-2.9%	-6.4%	1,383.0	1,476.9
JSX Index (ID)		6,633.3	-0.7%	-1.2%	-4.4%	6,565.7	6,945.5
PSE Index (PH)		6,430.6	-1.2%	-3.1%	-5.7%	6,393.3	7,027.4
Vn Index (VN)		1,090.8	1.5%	2.1%	0.8%	1,021.3	1,090.8

Sources: ttb analytics, CEIC

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

Important Disclosures

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