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Euro zone consumer inflation sharply decelerated in May, the European Union's statistics office confirmed on Friday, with the core price growth measure, watched closely by the central bank, also slowing. Eurostat confirmed its earlier estimates that consumer in the 20 countries did not change at all month-on-month in May resulting in a 6.1% rise year-on-year, down from 7.0% year-on-year in April. The contribution from energy prices, long the main driving force of inflation, was negative in May at 0.09 points and the main driver became the cost of food, alcohol and tobacco which added 2.54 points to the final figure. The second biggest contributor was the rising prices of services, adding 2.15 points, with industrial goods adding another 1.51 points.

Japan Finance Minister says no change in FX policy after US report

Japan's currency policy won't immediately change after the United States removed the country from its monitoring list, Finance Minister Shunichi Suzuki said on Tuesday, noting that the move came in coordination with Washington. "As for currency policy, we'll keep close communications with the United States and other countries," Suzuki told reporters. "The fact that Japan was removed from the list doesn't immediately mean that we would respond in a different way from before or there's any impact." The U.S. Treasury on Friday said it found that no major U.S. trading partners had manipulated their currencies for an export advantage, adding it ended "enhanced analysis" for Switzerland after the country met one of three manipulation criteria.

China cuts lending benchmark rate as economic recovery sputters

The People's Bank of China cut its benchmark loan prime rate for the first time in 10 months on Tuesday, moving to increase local stimulus measures as a post-COVID economic recovery in the country ran out of steam. The PBOC cut its one-year Loan Prime Rate (LPR) to 3.55% from 3.65%, while the five-year LPR, which is used to determine mortgage rates, was cut to 4.20% from 4.30%. The move was largely as expected by markets, given that the PBOC trimmed its medium and short-term lending rates last week. The LPR is decided by the central bank based on considerations taken from 18 designated commercial banks, who had also begun cutting rates on yuan deposits earlier in June. Tuesday's cut, which is the first such move by the PBOC since a surprise cut in August 2022, comes as a string of weak indicators pointed to a slowing economic recovery in China over the past two months.

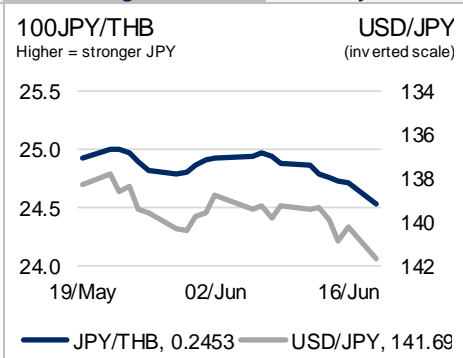
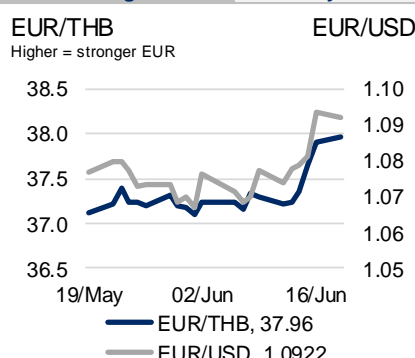
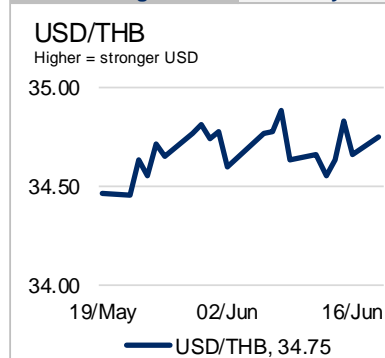
Dollar nudges up, sterling near 14-month highs ahead of BoE decision

The 10-year government bond yield (interpolated) on the previous trading day was 2.62, -0.78 bps. The benchmark government bond yield (LB31DA) was 2.625, -1.00 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.77, +5.00 bps. USDTHB on the previous trading day closed around 34.75. Moving in a range of 34.75-34.815 this morning. USDTHB could be closed between 34.50-35.00 today. The dollar edged higher, and the UK pound was near a 14-month peak on Monday as investors digested a slew of monetary policy decisions by central banks last week and looked ahead to a crunch decision by the Bank of England on Thursday. Currency market moves have been dominated by central bank efforts globally to curb high inflation, with the dollar index sliding to its biggest weekly fall since January last week after the U.S. Federal Reserve skipped a rate rise. The dollar index, which measures the U.S. currency against six major counterparts, ticked up 0.2% to 102.480. It remained not far from a one-month low of 102.00 it touched on Friday. U.S. markets are closed on Monday for a holiday. Investors expect the Bank of England to hike rates by at least 25 basis points when it meets on Thursday, as it battles inflation running at more than four times its target.

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

SET Index	1,556.9	S&P500	4,409.6	10Y UST	3.77%	Brent	76.1	Gold	1,954.4
19-Jun	▼ -0.16%	16-Jun	▼ -0.37%	16-Jun	▲ 5.0 bps	19-Jun	▼ -0.68%	19-Jun	▼ -0.50%

USD/THB 34.75	Daily ▲ 0.28%	EUR/THB 37.96	Daily ▲ 0.16%	JPY/THB 0.2453	Daily ▼ -0.74%
Weekly ▲ 0.58%	Weekly ▲ 1.91%	Weekly ▼ -1.08%	Monthly ▲ 0.83%	Monthly ▲ 2.26%	Monthly ▼ -1.61%
Rising Trend	Rising Trend	Falling 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		102.31	-1.0%	-1.3%	-0.6%	102.31	104.44
EUR/USD		1.0935	1.1%	1.8%	1.0%	1.0668	1.0935
USD/JPY		140.25	-0.4%	0.6%	2.1%	135.77	140.85
USD/CHF		0.8921	-1.2%	-1.3%	-0.7%	0.8921	0.9116
GBP/USD		1.2778	1.1%	1.7%	2.4%	1.2336	1.2778
USD/CAD		1.3239	-0.8%	-0.9%	-1.7%	1.3239	1.3643
AUD/USD		0.6875	1.3%	2.0%	3.5%	0.6495	0.6875
NZD/USD		0.6235	1.0%	1.9%	-0.3%	0.6000	0.6280

ASEAN Dollar		102.87	0.0%	0.0%	1.2%	100.60	103.19
USD/THB		34.66	-0.5%	0.0%	1.3%	33.79	34.89
USD/SGD		1.3370	-0.5%	-0.5%	-0.4%	1.3370	1.3554
USD/MYR		4.6164	-0.3%	-0.1%	2.0%	4.4924	4.6303
USD/IDR		14,912	0.1%	0.5%	0.6%	14,774	14,984
USD/PHP		55.88	-0.4%	-0.5%	-0.3%	55.83	56.43
USD/CNY		7.1254	0.0%	-0.3%	1.7%	6.9542	7.1679
USD/HKD		7.8217	-0.1%	-0.2%	-0.1%	7.8152	7.8459

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		220,325	-777
Gold		15,393	102
SDR		5,454	8
IMF Reserves		1,278	2
Foreign Ccy		198,201	-889
Net Fwd Position		28,645	440

Last update: 09/06/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
19/06/2023	-1,251	1,309	58
16/06/2023	-1,239	755	-484
15/06/2023	-1,613	-1,797	-3,410
14/06/2023	-758	3,022	2,263
13/06/2023	592	205	797
Last 5 days	-4,268	3,493	-776

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -6,654	↓ -670	↓ -7,324
QTD	Quarter	↓ -47,815	↑ 1,421	↓ -46,394
YTD	Year	↓ -104,691	↑ 24,213	↓ -80,478

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		2.01	0.71	2.01	ON		0.00	#NUM!	0.00
1W		2.03	1.53	2.03	1W		1.53	0.65	1.73	1W		0.00	0.00	0.00
1M		2.05	1.57	2.05	1M		1.62	0.64	1.76	1M		0.00	#NUM!	0.00
2M		2.10	1.65	2.10	2M					2M		0.00	0.00	0.00
3M		2.15	1.72	2.15	3M		1.90	1.10	1.90	3M		0.00	#NUM!	0.00
6M		2.24	1.87	2.24	6M		2.08	1.23	2.11	6M		0.00	#NUM!	0.00
12M		2.37	2.03	2.37	12M		2.46	1.36	2.48	12M		0.00	#NUM!	0.00

Last Updated: 16/06/2023

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		3.7300	3.00	3.00	-28.00	3.30	4.01
Gilt 10y		4.1886	4.22	18.66	51.54	3.24	4.30
Bund 10y		2.4800	3.00	17.00	19.00	2.14	2.76
JGB 10y		0.4510	1.70	1.00	-8.10	0.28	0.53
TGB 1y		2.0397	0.04	1.86	10.40	1.93	2.04
TGB 2y		2.1317	-0.28	3.55	12.55	1.99	2.13
TGB 5y		2.3304	0.21	5.40	13.50	2.18	2.33
TGB 7y		2.4378	-0.17	5.37	7.44	2.32	2.44
TGB 10y		2.6188	-0.78	4.11	10.40	2.50	2.63
AAA Spread		72.53	-0.08	2.50	-1.33	67.91	73.89
AA Spread		78.91	0.26	-0.94	-15.58	78.65	94.59
A Spread		123.29	-0.29	-3.61	-0.52	123.29	128.26
BBB Spread		237.85	-0.11	-0.02	12.19	225.57	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		76.09	-0.7%	5.9%	1.6%	71.84	78.36
London Gold		1963.6	0.0%	-0.7%	7.6%	1,824.1	2,036.1

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)		4,372.6	0.1%	2.5%	6.4%	4,109.9	4,372.6
STOXX (EU)		453.6	-0.6%	-0.3%	-1.2%	445.2	463.2
FTSE All-Share(UK)		4,170.0	0.2%	0.5%	-1.3%	4,066.8	4,237.0
DAX (DE)		15,949.8	-0.1%	1.0%	3.8%	14,735.3	16,275.4
CAC All-Tradable(FR)		5,395.3	0.2%	0.0%	-1.1%	5,164.9	5,630.3
TOPIX (JP)		2,224.3	0.8%	3.6%	11.6%	1,929.3	2,224.3
Shanghai (CH)		3,387.3	1.1%	0.9%	-0.8%	3,352.0	3,559.0
Hang Seng (HK)		19,390.0	0.7%	1.4%	-3.1%	18,216.9	21,113.8
ASX 200 (AU)		7,099.7	-0.4%	-1.6%	-1.7%	6,898.5	7,360.2
SET (TH)		1,555.1	1.4%	1.2%	-6.3%	1,526.7	1,664.6
SET50 (TH)		941.6	1.6%	1.3%	-5.0%	924.7	994.8
Straits Times (SG)		3,187.0	0.2%	-0.6%	-2.1%	3,155.5	3,328.4
FTSE Malay (MY)		1,376.1	-0.2%	-2.4%	-5.5%	1,376.1	1,484.0
JSX Index (ID)		6,666.3	0.7%	-0.9%	-4.0%	6,565.7	6,941.9
PSE Index (PH)		6,539.4	0.9%	-1.2%	-2.4%	6,404.9	6,876.8
Vn Index (VN)		1,107.5	-0.2%	4.0%	8.1%	1,024.7	1,109.5

Sources: ttb analytics, CEIC

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

Important Disclosures

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