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Groundbreaking on U.S. single-family homebuilding projects surged in May by the most in more than three decades and permits for future construction also climbed, suggesting the housing market may be turning a corner after getting clobbered by Federal Reserve interest rate hikes. Still, even with the Fed skipping a rate hike this month for the first time since early 2022, credit conditions remain in the process of tightening, and that could make it challenging for builders heavily reliant on construction and development loans to keep pace with May's rebound in the months ahead. Indeed, economists noted that multifamily construction projects that had secured financing last year contributed to May's gains and may level off as the year progresses as new financing becomes harder to obtain.

South Korea producer inflation slowest in almost 2-1/2 years

South Korea's producer inflation slowed in May to its weakest pace in nearly 2-1/2 years, central bank data showed on Wednesday, due mostly to weaker oil prices. The producer price index stood 0.6% higher in May from the same month a year before, after a 1.6% rise in April, according to the Bank of Korea (BOK). The annual rate weakened for an 11th consecutive month and marked the slowest level since December 2020. "There are both upside and downside factors mixed in June, so it is unclear whether the rate will swing to a fall next month," a BOK official said during a media briefing. The index fell 0.3% on a monthly basis, accelerating from a 0.1% fall in April, with coal and petroleum products leading the decline.

Philippine central bank on hold for rest of year, cut in early 2024

The Philippine central bank will leave its key interest rate unchanged at 6.25% for a second straight meeting on Thursday and the remainder of the year as price pressures ease, a Reuters poll of economists found. Inflation has steadily decreased from a 14-year peak in January and slowed for the fourth straight month in May to 6.1%, although still well above the 2-4% target range. Bangko Sentral ng Pilipinas (BSP) Governor Felipe Medalla said on Monday that expectations inflation will fall below 4% before year-end is "a good reason to pause." All 24 economists polled June 13-19 forecast the BSP will hold its benchmark overnight borrowing rate at 6.25% at its policy meeting on June 22.

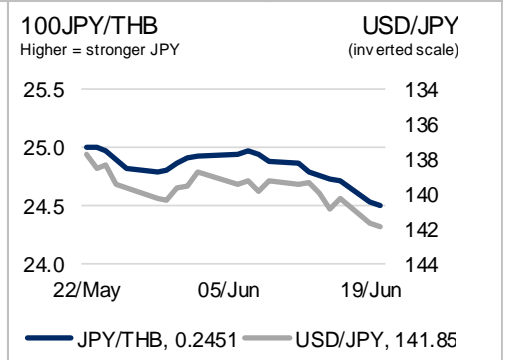
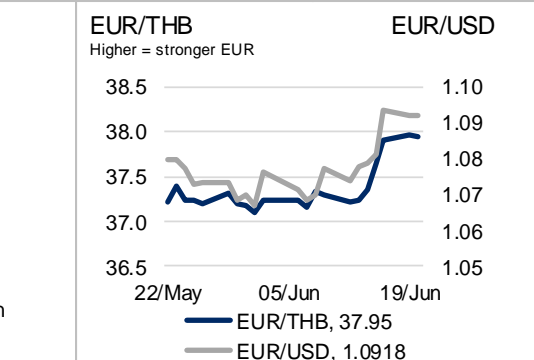
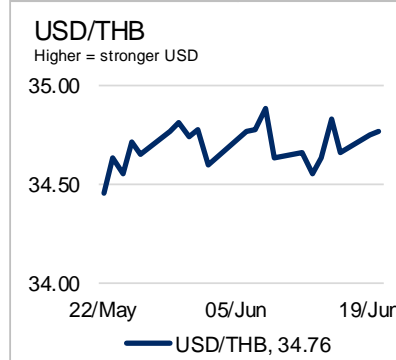
Dollar finds footing on housing data as yuan falters

The 10-year government bond yield (interpolated) on the previous trading day was 2.62, -0.07 bps. The benchmark government bond yield (LB31DA) was 2.615, +0.00 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.74, -3.00 bps. USDTHB on the previous trading day closed around 34.76 Moving in a range of 34.78-34.875 this morning. USDTHB could be closed between 34.50-35.00 today. The U.S. dollar was firm in Asia trade on Wednesday following surprisingly strong U.S. housing data, while the yuan and Aussie dollar nursed losses and focus turned to Federal Reserve Chair Jerome Powell's appearance before Congress later in the day. Single family housing starts surged 21.7% in May against expectations they'd be more or less flat. Traders discounted it somewhat since the jump wasn't led by a leap in permits, but it still gave the dollar a boost ahead of Powell's testimony. The greenback was marginally stronger at \$1.0916 per euro overnight and steady early in the Asia session. The yen was also firm at 140.50 per dollar ahead of an appearance by Bank of Japan Governor Kazuo Ueda on Wednesday. The Aussie and yuan were Tuesday's largest losers and were in no mood for a bounce early on Wednesday. China had cut rates by less than expected and while its post-COVID recovery stalls, hoped-for major stimulus is yet to arrive.

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

SET Index	1,537.6	S&P500	4,388.7	10Y UST	3.74%	Brent	76.1	Gold	1,953.9
20-Jun	▼ -1.25%	20-Jun	▼ -0.47%	20-Jun	▼ -3.0 bps	19-Jun	▼ -0.68%	20-Jun	▼ -0.03%

USD/THB 34.76	Daily ▲ 0.03%	EUR/THB 37.95	Daily ▼ -0.01%	JPY/THB 0.2451	Daily ▼ -0.08%
Weekly ▲ 0.37%	Weekly ▲ 1.58%	Weekly ▲ -1.00%	Monthly ▲ 1.98%	Monthly ▼ -2.02%	
Rising Trend	Sideways Trend	Falling Trend			



Sources: ttbank 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		102.44	0.1%	-1.0%	-1.0%	102.31	104.44
EUR/USD		1.0922	-0.1%	1.3%	1.4%	1.0668	1.0935
USD/JPY		141.69	1.0%	1.7%	2.5%	136.02	141.69
USD/CHF		0.8943	0.2%	-1.4%	-1.1%	0.8921	0.9116
GBP/USD		1.2812	0.3%	2.2%	3.3%	1.2336	1.2812
USD/CAD		1.3214	-0.2%	-1.1%	-2.1%	1.3214	1.3643
AUD/USD		0.6853	-0.3%	1.4%	3.3%	0.6495	0.6875
NZD/USD		0.6217	-0.3%	1.5%	-0.4%	0.6000	0.6280
ASEAN Dollar		100.52	0.0%	0.0%	1.0%	99.23	101.14
USD/THB		34.75	0.3%	0.6%	0.8%	33.90	34.89
USD/SGD		1.3397	0.2%	-0.1%	-0.6%	1.3370	1.3554
USD/MYR		4.6183	0.0%	0.0%	1.6%	4.4995	4.6303
USD/IDR		14,957	0.3%	0.8%	0.5%	14,786	14,984
USD/PHP		55.88	0.0%	-0.3%	0.0%	55.83	56.43
USD/CNY		7.1475	0.0%	-0.1%	1.5%	6.9633	7.1679
USD/HKD		7.8220	0.0%	-0.1%	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
20/06/2023	1,436	-4,709	-3,273
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
Last 5 days	-3,424	-1,422	-4,846

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -5,217	↓ -5,380	↓ -10,597
QTD	Quarter	↓ -46,379	↓ -3,288	↓ -49,667
YTD	Year	↓ -103,255	↑ 19,504	↓ -83,751

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		2.04	0.43	2.04	ON		0.08	0.07	0.08
1W		2.03	1.53	2.03	1W		1.54	0.74	1.64	1W		0.00	0.00	0.08
1M		2.05	1.57	2.05	1M		1.68	0.82	1.72	1M		0.23	0.09	0.23
2M		2.10	1.66	2.10	2M					2M		0.00	0.00	0.16
3M		2.15	1.73	2.15	3M		1.98	1.19	1.98	3M		0.51	0.15	0.52
6M		2.25	1.88	2.25	6M		2.16	1.41	2.16	6M		0.76	0.22	0.83
12M		2.37	2.04	2.37	12M		2.54	1.76	2.54	12M		1.18	0.35	1.34

Last Updated: 19/06/2023

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		3.7500	-4.00	2.00	-33.00	3.38	4.08
Gilt 10y		4.1886	4.49	7.30	50.88	3.32	4.29
Bund 10y		2.4800	3.00	17.00	19.00	2.14	2.76
JGB 10y		0.4460	-0.90	1.40	-7.80	0.33	0.53
TGB 1y		2.0397	0.00	1.02	10.26	1.94	2.04
TGB 2y		2.1271	-0.46	1.50	10.73	2.01	2.13
TGB 5y		2.3334	0.30	4.29	13.85	2.19	2.33
TGB 7y		2.4367	-0.11	5.06	7.49	2.32	2.44
TGB 10y		2.6181	-0.07	5.01	10.94	2.50	2.63
AAA Spread		72.52	-0.06	3.33	-1.38	68.09	73.90
AA Spread		79.68	0.73	0.14	-14.78	78.84	94.47
A Spread		123.26	-0.14	-0.64	-0.51	123.26	128.21
BBB Spread		237.80	-0.08	-0.01	12.20	225.58	242.26

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%	0.3%	71.84	78.36
London Gold		1964.2	0.9%	0.1%	8.6%	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)		4,425.8	1.2%	3.1%	6.4%	4,109.9	4,425.8
STOXX (EU)		454.4	0.2%	0.6%	-1.2%	445.2	463.2
FTSE All-Share(UK)		4,125.4	-0.3%	-0.7%	-2.3%	4,066.8	4,234.1
DAX (DE)		16,097.9	0.7%	0.7%	5.2%	14,967.1	16,224.0
CAC All-Tradable(FR)		5,422.8	0.4%	-0.7%	-0.2%	5,265.2	5,618.0
TOPIX (JP)		2,238.8	2.2%	4.3%	12.3%	1,960.1	2,238.8
Shanghai (CH)		3,384.7	0.5%	0.5%	-1.5%	3,349.5	3,557.1
Hang Seng (HK)		19,404.3	0.5%	3.5%	-2.7%	18,234.3	20,812.2
ASX 200 (AU)		7,122.5	0.1%	-0.2%	-1.9%	6,955.2	7,410.3
SET (TH)		1,551.4	-0.5%	1.0%	-6.1%	1,514.9	1,664.9
SET50 (TH)		939.8	-0.6%	1.2%	-4.7%	917.3	991.0
Straits Times (SG)		3,196.1	0.3%	-0.4%	-1.2%	3,132.4	3,313.4
FTSE Malay (MY)		1,386.8	0.9%	-1.1%	-4.7%	1,374.6	1,488.2
JSX Index (ID)		6,722.4	0.8%	-0.3%	-2.5%	6,612.5	6,945.5
PSE Index (PH)		6,507.2	-0.9%	-0.8%	-2.7%	6,430.6	6,838.8
Vn Index (VN)		1,116.0	1.3%	4.9%	7.3%	1,037.8	1,116.0

Sources: ttb analytics, CEIC

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

Important Disclosures

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