

**US consumer spending hits speed bump; inflation picture mixed**

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U.S. consumer spending fizzled in May as households cut back on purchases of new light trucks and other long-lasting manufactured goods amid higher borrowing costs, suggesting the economy lost some speed in the second quarter. While the Commerce Department's report on Friday showed annual inflation rising last month at its slowest pace in more than two years, underlying price pressures remained too strong to discourage the Federal Reserve from returning to its strategy of raising interest rates in July, economists said. Inflation is by far still outpacing the U.S. central bank's 2% target. Consumer spending edged up 0.1% last month. Data for April was revised lower to show spending accelerating 0.6% instead of 0.8% as previously reported. With consumer spending softening, inflation subsided. The personal consumption expenditures (PCE) price index gained 0.1% in May after rising 0.4% in April.

**Euro zone inflation falls again in June as energy prices tumble**

Inflation in the euro zone extended its decline in June as the cost of fuel tumbled, more than offsetting an acceleration in prices for services, a preliminary reading showed on Friday. Inflation in the 20 countries that share the euro fell to 5.5% this month from 6.1% in May, chalking up its seventh decline in the last eight months, with Germany the only country to report an increase, Eurostat's flash estimate showed. But "core" inflation excluding energy and food, which ECB policymakers see as a better gauge of the underlying trend, only edged lower, to 6.8% from 6.9% - far from the sustained drop the central bank wants to see. The ECB raised interest rates to their highest level in 22 years this month as it predicted inflation would stay above its 2% target through the end of 2025.

**Chinese manufacturing activity grows at slower pace in June**

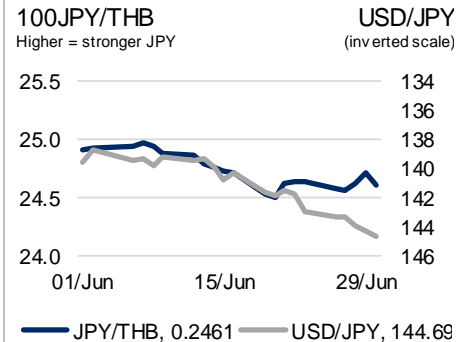
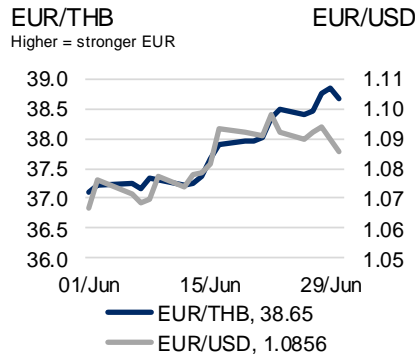
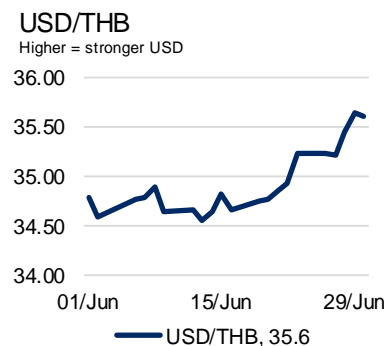
Chinese manufacturing activity edged past expectations in June, a private survey showed on Monday, but the pace of growth still slowed from May amid softening export demand and worsening optimism over the economy. The Caixin manufacturing purchasing manufacturers index read 5.05 for June, higher than expectations for a reading of 50.2 but slower than the prior month's reading of 50.9. While a reading above 50 indicates growth, June's data slowed from May's reading, which showed activity growing at its fastest pace in 11 months. Still, the data contrasts the results of a government survey last week, which showed that China's manufacturing activity contracted for a third straight month in June.

**Yen tentative, dollar soft as traders weigh Fed rate hike path**

The 10-year government bond yield (interpolated) on the previous trading day was 2.58, -0.70 bps. The benchmark government bond yield (LB31DA) was 2.585, -1.50 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.81, -4.00 bps. USDTHB on the previous trading day closed around 35.60. Moving in a range of 35.14-35.26 this morning. USDTHB could be closed between 35.00-35.50 today. The yen remained hunkered just below the psychologically important barrier of 145 per U.S. dollar on Monday, while the dollar was on the back foot after U.S. economic data last week showed slightly easing inflation and consumer spending. The yen weakened 0.03% to 144.38 per dollar in early Asian hours to kick start the second half of the year having dropped 9% against the dollar in the first six months of the year. Against the euro, the yen was hovering at 157.495, below the 15-year low of 158 it touched last week. It was at 183.47 per sterling, just below the seven-and-a-half-year low of 183.86 it hit on Friday. The Asian currency briefly passed 145 per dollar on Friday, hitting a near eight-month low of 145.07 as investors keep an eye on whether Japanese authorities will intervene in the currency market.

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

<b>SET Index</b>	<b>1,503.1</b>	<b>S&amp;P500</b>	<b>4,450.4</b>	<b>10Y UST</b>	<b>3.81%</b>	<b>Brent</b>	<b>75.2</b>	<b>Gold</b>	<b>1,903.6</b>
30-Jun ▲	1.58%	30-Jun ▲	1.22%	30-Jun ▼	-4.0 bps	30-Jun ▲	1.14%	30-Jun ▼	-0.03%
<b>USD/THB</b>	<b>35.60</b>	<b>EUR/THB</b>	<b>38.65</b>	<b>JPY/THB</b>	<b>0.2461</b>				
Daily ▼	-0.13%	Daily ▼	-0.49%	Daily ▼	-0.41%				
Weekly ▲	1.05%	Weekly ▲	0.69%	Weekly ▲	0.14%				
Monthly ▲	2.35%	Monthly ▲	4.10%	Monthly ▼	-1.23%				
Sideways	Trend	Sideways	Trend	Sideways	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		103.11	0.4%	0.4%	-1.1%	102.16	104.41
EUR/USD		1.0897	-0.4%	-0.2%	1.9%	1.0668	1.0978
USD/JPY		144.27	0.2%	0.9%	3.3%	138.79	144.27
USD/CHF		0.8978	0.3%	0.0%	-1.1%	0.8921	0.9116
GBP/USD		1.2631	-0.7%	-0.6%	2.0%	1.2336	1.2812
USD/CAD		1.3268	0.4%	0.6%	-2.7%	1.3131	1.3643
AUD/USD		0.6607	-0.5%	-1.6%	1.7%	0.6495	0.6875
NZD/USD		0.6081	-0.6%	-1.1%	1.1%	0.6000	0.6235
ASEAN Dollar		108.68	0.0%	0.6%	0.3%	107.51	108.72
USD/THB		35.65	0.6%	1.2%	2.6%	34.55	35.65
USD/SGD		1.3533	0.2%	0.3%	0.0%	1.3370	1.3554
USD/MYR		4.6712	0.1%	-0.1%	1.2%	4.5903	4.6830
USD/IDR		14,978	0.0%	0.1%	0.0%	14,822	15,002
USD/PHP		55.40	0.2%	-0.6%	-1.8%	55.31	56.43
USD/CNY		7.2459	0.0%	0.6%	2.1%	7.0604	7.2459
USD/HKD		7.8362	0.0%	0.0%	0.0%	7.8179	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		218,370	-2329
Gold		15,084	-284
SDR		5,464	-20
IMF Reserves		1,280	-5
Foreign Ccy		196,542	-2020
Net Fwd Position		29,955	790

Last update: 23/06/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
30/06/2023	1,708	287	1,995
29/06/2023	1,148	4,882	6,030
28/06/2023	506	-1,220	-714
27/06/2023	-1,729	-3,434	-5,163
26/06/2023	-418	-2,443	-2,861
Last 5 days	1,214	-1,928	-713

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -9,102	↓ -9,455	↓ -18,557
QTD	Quarter	↓ -50,263	↓ -7,364	↓ -57,627
YTD	Year	↓ -107,139	↑ 15,428	↓ -91,711

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		2.02	0.43	2.02	ON		0.00	#NUM!	0.00
1W		2.03	1.53	2.03	1W		1.59	0.89	1.65	1W		0.00	0.00	0.00
1M		2.05	1.57	2.05	1M		1.56	0.87	1.72	1M		0.00	#NUM!	0.00
2M		2.12	1.68	2.12	2M					2M		0.00	0.00	0.00
3M		2.18	1.75	2.18	3M		2.01	1.09	2.02	3M		0.00	#NUM!	0.00
6M		2.29	1.90	2.29	6M		2.28	1.31	2.28	6M		0.00	#NUM!	0.00
12M		2.42	2.06	2.42	12M		2.69	1.59	2.71	12M		0.00	#NUM!	0.00

Last Updated: 29/06/2023

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		<b>3.8000</b>	6.00	10.00	16.00	3.35	4.08
Gilt 10y		<b>4.2451</b>	-8.47	9.87	47.36	3.32	4.33
Bund 10y		<b>2.4800</b>	3.00	17.00	19.00	2.14	2.76
JGB 10y		<b>0.3930</b>	-2.00	-4.70	-13.70	0.28	0.53
TGB 1y		<b>2.0397</b>	0.00	0.00	3.38	2.00	2.04
TGB 2y		<b>2.1504</b>	0.87	2.17	5.63	2.08	2.15
TGB 5y		<b>2.3249</b>	0.08	-1.84	11.81	2.20	2.35
TGB 7y		<b>2.4327</b>	0.38	0.03	8.15	2.32	2.44
TGB 10y		<b>2.5808</b>	-0.70	-2.03	7.93	2.50	2.63
AAA Spread		<b>73.33</b>	0.06	0.72	0.23	67.91	73.90
AA Spread		<b>80.27</b>	0.05	1.62	-3.42	78.65	94.47
A Spread		<b>123.71</b>	0.51	0.13	-0.70	123.18	128.18
BBB Spread		<b>237.67</b>	-0.09	-0.29	11.92	225.58	244.82

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		<b>74.34</b>	2.9%	-3.6%	-3.5%	71.84	77.12
London Gold		<b>1928.0</b>	-1.3%	-1.8%	6.1%	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)		<b>4,378.4</b>	0.7%	-0.2%	4.1%	4,151.3	4,425.8
STOXX (EU)		<b>462.9</b>	0.6%	2.0%	0.5%	445.2	463.2
FTSE All-Share(UK)		<b>4,064.5</b>	0.4%	-1.2%	-2.1%	4,046.8	4,170.0
DAX (DE)		<b>15,988.2</b>	-0.8%	0.2%	6.9%	14,768.2	16,357.6
CAC All-Tradable(FR)		<b>5,378.4</b>	-1.2%	-0.1%	2.2%	5,191.5	5,618.0
TOPIX (JP)		<b>2,296.5</b>	0.6%	4.1%	13.0%	1,937.1	2,300.4
Shanghai (CH)		<b>3,396.8</b>	-1.0%	0.3%	-1.3%	3,367.5	3,529.5
Hang Seng (HK)		<b>19,218.4</b>	-3.5%	0.6%	-4.2%	18,234.3	20,650.5
ASX 200 (AU)		<b>7,195.5</b>	-2.2%	0.9%	0.7%	6,955.4	7,365.5
SET (TH)		<b>1,509.3</b>	-1.8%	-1.6%	-6.4%	1,509.3	1,652.5
SET50 (TH)		<b>918.7</b>	-1.7%	-0.9%	-4.5%	910.7	986.3
Straits Times (SG)		<b>3,223.7</b>	-0.5%	1.1%	2.9%	3,132.4	3,324.1
FTSE Malay (MY)		<b>1,393.5</b>	0.4%	0.7%	-4.2%	1,376.1	1,456.8
JSX Index (ID)		<b>6,686.1</b>	-0.4%	0.8%	-2.2%	6,565.7	6,915.7
PSE Index (PH)		<b>6,424.2</b>	-0.4%	-1.5%	-4.2%	6,404.9	6,705.1
Vn Index (VN)		<b>1,125.3</b>	1.2%	1.4%	6.9%	1,037.8	1,125.3

Sources: ttb analytics, CEIC

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

**Important Disclosures**

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