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Growth in U.S. producer prices eased by more than expected in June in the latest sign of fading inflationary pressures in the world's largest economy, bolstering the case for the Federal Reserve to step back from its aggressive policy tightening campaign after an expected interest rate hike later this month. According to data from the Bureau of Labor Statistics, the seasonally-adjusted producer prices for the month eased to 0.1% annually, decelerating from a downwardly revised mark of 0.9% in May. Economists had seen the figure rising by 0.4%. On a month-on-month basis, the number also ticked up by 0.1%, rebounding from a contraction of 0.4% in the prior month. Forecasts had called for an increase of 0.2%. The Fed is widely tipped to raise borrowing costs by another 25 basis points at their upcoming policy meeting in late July. Investing.com's Fed Rate Monitor Tool shows that there is a more than 91% chance that the central bank will lift rates at the gathering.

China's Q2 GDP seen rising 7.3% y/y but on low base, recovery fades

China's economy likely grew 7.3% in the second quarter from a year earlier due to a low base, but momentum is rapidly faltering, a Reuters poll showed, raising expectations Beijing will have to roll out more stimulus measures soon. While the reading will be heavily skewed by economic pains caused by COVID-19 lockdowns last year, the expected expansion would be the highest since the second quarter of 2021, according to the median forecasts of 56 economists polled by Reuters. Gross domestic product grew a stronger than expected 4.5% in the first quarter, driven by pent-up demand after three years of COVID curbs, but momentum has faded since April as demand at home and abroad weakens.

Singapore's economy grows slightly more than expected in Q2

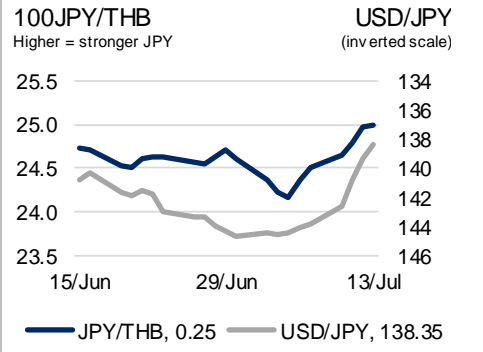
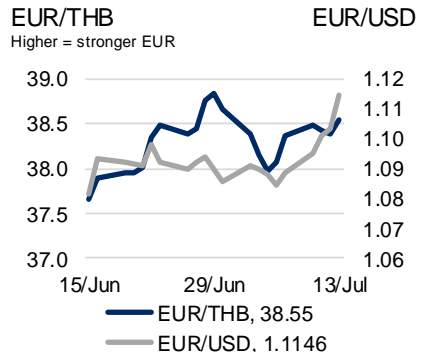
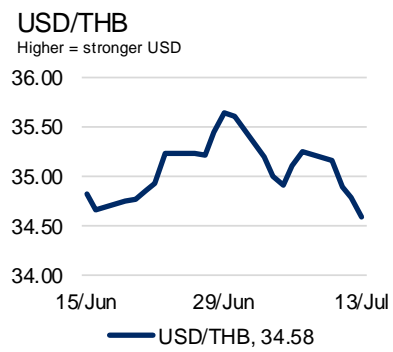
Singapore's economy grew slightly more than expected in the second quarter, data showed on Friday, as resilience in construction activity and the service industry helped offset a sharp decline in manufacturing. Gross Domestic Product (GDP) grew an annualized 0.7% in the three months to June 30, advance estimates from the Ministry of Trade and Industry showed. The figure was more than expectations for a rise of 0.6%, and higher than the 0.4% growth seen in the first quarter. GDP grew 0.3% from the prior quarter, with the city state dodging a technical recession after GDP shrank 0.4% quarter-on-quarter in the first three months of 2023. Local construction activity grew 6.6% and was one of the key supports to the economy, while demand for retail trade, IT services and accommodation and food services also helped buoy economic growth.

Dollar buckles on US disinflation signs as Fed nears end of hiking cycle

The 10-year government bond yield (interpolated) on the previous trading day was 2.58, +0.17 bps. The benchmark government bond yield (LB31DA) was 2.58, +0.50 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.76, -10.00 bps. USDTHB on the previous trading day closed around 34.58 Moving in a range of 34.55-34.65 this morning. USDTHB could be closed between 34.20-34.70 today. The dollar sank to its lowest since April 2022 on Thursday, as cooling U.S. inflation bolstered expectations the Federal Reserve would hike interest rates just one more time this year, eroding the greenback's yield advantage over its peers. Against a basket of six currencies, the dollar index fell 0.8% to 99.738, after dropping earlier to 99.767, a new 15-month trough. The dollar index was headed for its biggest weekly slide in 2023. The euro rose 0.9% to \$1.1220, after hitting a new 16-month high earlier in the session. The euro headed for a sixth daily gain, its longest stretch of rises against the dollar this year. Sources : ttbank analytics , Bloomberg, CNBC, Trading Economics, Investing, CEIC

SET Index	1,494.0	S&P500	4,510.0	10Y UST	3.76%	Brent	80.1	Gold	1,959.6
13-Jul	▲ 0.19%	13-Jul	▲ 0.84%	13-Jul	▼ -10.0 bps	12-Jul	▲ 0.89%	13-Jul	▲ 1.22%

USD/THB 34.58	Daily ▼ -0.58%	EUR/THB 38.55	Daily ▲ 0.42%	JPY/THB 0.2500	Daily ▲ 0.12%
Weekly ▼ -1.90%	Weekly ▲ 0.49%	Weekly ▲ 1.94%	Monthly ▼ -0.70%	Monthly ▲ 2.34%	Monthly ▲ 1.09%
Falling Trend	Rising Trend	Rising Trend	Rising Trend	Rising Trend	Rising Trend



Sources: ttbank 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		101.40	0.0%	-1.8%	-1.9%	101.40	103.67
EUR/USD		1.1035	0.2%	1.8%	2.3%	1.0737	1.1035
USD/JPY		139.31	-1.0%	-3.3%	-0.4%	139.24	144.69
USD/CHF		0.8769	-0.8%	-2.4%	-3.1%	0.8769	0.9066
GBP/USD		1.2973	0.7%	2.1%	2.9%	1.2538	1.2973
USD/CAD		1.3201	-0.5%	-0.7%	-0.8%	1.3131	1.3371
AUD/USD		0.6720	0.5%	0.9%	-0.8%	0.6607	0.6875
NZD/USD		0.6228	0.3%	0.7%	1.2%	0.6080	0.6235
ASEAN Dollar		111.30	0.0%	0.0%	1.4%	110.19	112.02
USD/THB		34.78	-0.3%	-0.9%	0.4%	34.55	35.65
USD/SGD		1.3361	-0.4%	-1.2%	-0.4%	1.3361	1.3560
USD/MYR		4.6419	-0.4%	-0.4%	0.5%	4.6119	4.6830
USD/IDR		15,033	-0.4%	0.4%	1.2%	14,832	15,136
USD/PHP		55.06	-0.7%	-1.1%	-1.5%	55.06	56.19
USD/CNY		7.1773	0.0%	-1.0%	0.2%	7.1234	7.2593
USD/HKD		7.8205	0.0%	0.0%	-0.1%	7.8168	7.8399

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		218,228	-142
Gold		15,071	-13
SDR		5,459	-5
IMF Reserves		1,279	-1
Foreign Ccy		196,419	-122
Net Fwd Position		30,450	495

Last update: 30/06/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
13/07/2023	-12	1,473	1,461
12/07/2023	-1,517	1,244	-273
11/07/2023	-444	-3,542	-3,985
10/07/2023	-193	-3,416	-3,609
07/07/2023	-1,504	-428	-1,931
Last 5 days	-3,669	-4,669	-8,337

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -10,176	↑ 11,196	↑ 1,020
QTD	Quarter	↓ -10,176	↑ 11,196	↑ 1,020
YTD	Year	↓ -117,315	↑ 26,624	↓ -90,691

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		0.08	0.07	0.08
1W		2.03	1.53	2.03	1W		1.59	0.89	1.65	1W		0.00	0.00	0.08
1M		2.06	1.58	2.06	1M		1.56	0.87	1.72	1M		0.23	0.09	0.23
2M		2.15	1.69	2.15	2M					2M		0.00	0.00	0.16
3M		2.22	1.76	2.22	3M		2.01	1.09	2.02	3M		0.51	0.15	0.52
6M		2.34	1.93	2.34	6M		2.28	1.31	2.28	6M		0.76	0.22	0.83
12M		2.47	2.10	2.47	12M		2.69	1.59	2.71	12M		1.18	0.35	1.34

Last Updated: 29/06/2023

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		3.9500	14.00		18.00		57.00		3.35	3.95
Gilt 10y		4.3323	6.71		0.25		104.73		3.24	4.33
Bund 10y		2.4100	2.00		-8.00		38.00		2.02	2.52
JGB 10y		0.4000	-2.60		-1.30		6.10		0.33	0.48
TGB 1y		2.0407	0.00		-0.20		0.43		2.02	2.04
TGB 2y		2.1514	0.25		1.65		3.56		2.10	2.15
TGB 5y		2.3506	1.14		3.10		5.23		2.28	2.35
TGB 7y		2.4453	-0.28		2.65		4.73		2.38	2.45
TGB 10y		2.5845	0.17		2.50		0.24		2.54	2.63
AAA Spread		73.80	-0.11		0.52		1.90		69.19	73.91
AA Spread		81.77	0.17		1.55		-2.43		78.88	86.00
A Spread		124.61	-0.02		1.41		-3.65		122.81	128.26
BBB Spread		237.79	0.00		0.02		11.58		225.72	238.05

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		80.11	0.9%		4.5%		7.8%		71.84	80.11
London Gold		1928.3	0.8%		-1.3%		-0.7%		1,835.0	2,035.7

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)		4,399.0	0.0%		-1.0%		2.6%		4,267.5	4,455.6
STOXX (EU)		456.7	0.3%		1.0%		2.6%		445.2	462.9
FTSE All-Share(UK)		4,061.3	0.3%		2.4%		-2.2%		3,957.1	4,170.0
DAX (DE)		15,937.6	-0.9%		-1.1%		6.6%		14,933.4	16,310.8
CAC All-Tradable(FR)		5,452.9	-1.0%		0.2%		3.9%		5,246.1	5,642.7
TOPIX (JP)		2,306.0	-0.6%		1.0%		17.9%		1,955.3	2,320.8
Shanghai (CH)		3,378.6	-0.6%		-1.5%		-1.0%		3,335.9	3,559.0
Hang Seng (HK)		19,110.4	-1.0%		-4.0%		-0.8%		18,234.3	20,438.8
ASX 200 (AU)		7,253.2	0.1%		-1.4%		4.1%		6,968.6	7,381.5
SET (TH)		1,508.9	0.1%		-1.9%		-4.3%		1,478.1	1,614.2
SET50 (TH)		926.3	0.4%		-0.9%		-2.4%		902.7	969.6
Straits Times (SG)		3,185.4	-0.7%		-1.7%		-1.0%		3,132.4	3,324.1
FTSE Malay (MY)		1,389.9	-0.4%		0.2%		-1.2%		1,376.1	1,449.5
JSX Index (ID)		6,719.0	0.3%		0.1%		-0.8%		6,619.8	6,863.3
PSE Index (PH)		6,512.4	0.1%		1.0%		1.0%		6,393.3	6,711.5
Vn Index (VN)		1,134.6	0.8%		2.1%		8.4%		1,023.1	1,134.6

Sources: ttb analytics, CEIC

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

Important Disclosures

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