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U.S. bank executives warned on Friday that looming higher capital requirements would raise prices for financial products and push activity into less regulated sectors as regulators weigh new rules to cushion against any potential losses. Federal banking regulators are expected to introduce proposals in the coming weeks requiring banks to keep more cash on hand to ensure the financial system remains stable. Federal Reserve Vice Chair for Supervision Michael Barr said this month that large firms need to hold more in reserve to guard against unknown risks. While detailed plans have not been announced, bank executives are already sounding warnings about the potential drawbacks. The Fed and other banking regulators are preparing to implement new risk-weighted requirements outlined in international standards agreed by the Basel Committee on Banking Supervision after the 2008 financial crisis.

Australia central bank hit pause as policy clearly restrictive, risking growth

Australia's central bank decided to keep interest rates steady this month as policy was clearly restrictive and there was a risk a squeeze on household finances could lead to a sharp downturn and higher unemployment. However, the bank retained a warning that some tightening may still be required to bring inflation to heel, wary that the wider effects on inflation from higher rents, weak productivity and higher electricity prices had not been fully captured. Minutes of the July 4 policy meeting out on Tuesday showed the Reserve Bank of Australia's (RBA) board considered raising the cash rate by 25 basis points to 4.35%, before deciding on a pause, acknowledging that both set of arguments were strong.

China's Q2 GDP growth slows to 0.8% q/q, raises stimulus expectations

China's economy grew at a frail pace in the second quarter, although the annual figure was flattered by base effects, data showed on Monday, with overall momentum faltering rapidly due to weakening demand at home and abroad. Gross domestic product (GDP) grew just 0.8% in April-June from the previous quarter, data released by the National Bureau of Statistics showed, versus analysts' expectations in a Reuters poll for a 0.5% increase and compared with a 2.2% expansion in the first quarter. On a year-on-year basis, GDP expanded 6.3% in the second quarter, accelerating from 4.5% in the first three months of the year, but the rate was below the forecast for growth of 7.3%.

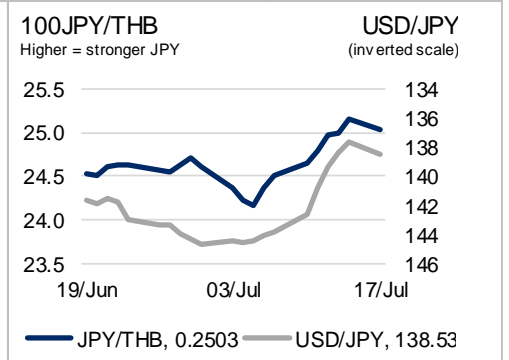
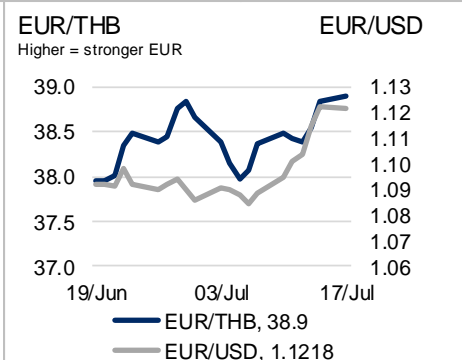
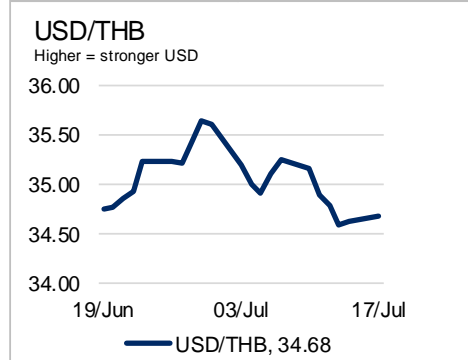
Dollar decline slows as investors wait on Fed

The 10-year government bond yield (interpolated) on the previous trading day was 2.57, -0.30 bps. The benchmark government bond yield (LB31DA) was 2.57, +0.00 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.83, +7.00 bps. USDTHB on the previous trading day closed around 34.68 Moving in a range of 34.36-34.56 this morning. USDTHB could be closed between 34.30-34.80 today. The dollar dipped against a basket of currencies on Monday after last week suffering its largest weekly decline this year as Treasury yields tumbled but held above more than one-year lows reached on Friday with no major catalysts to drive market direction. This week is likely to see the dollar consolidate as investors wait on the Federal Reserve's meeting next week, when the U.S. central bank is expected to hike rates by an additional 25 basis points. The pace of last week's dollar decline "seemed unusually large," said Marc Chandler, chief market strategist at Bannockburn Global Forex in New York, noting that the market should steady and see a firmer dollar this week. This week's main U.S. economic focus will be the retail sales report for June on Tuesday, though the data is unlikely to sway the path of monetary policy.

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

SET Index	1,528.8	S&P500	4,522.8	10Y UST	3.81%	Brent	79.9	Gold	1,955.1
17-Jul ▲	0.71%	17-Jul ▲	0.38%	17-Jul ▼	-2.0 bps	14-Jul ▼	-2.06%	17-Jul ▼	-0.07%

USD/THB 34.68	Daily ▲ 0.19%	EUR/THB 38.90	Daily ▲ 0.15%	JPY/THB 0.2503	Daily ▼ -0.50%
Weekly ▼ -0.62%	Weekly ▲ 1.24%	Weekly ▲ 0.96%	Monthly ▼ -0.21%	Monthly ▲ 2.46%	Monthly ▲ 2.04%
Sideways Trend	Rising Trend	Sideways Trend			



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoI's daily closing rates

Main Contributor

Arisa Chantarabontha arisa.cha@ttbank.com
 Pimchatr Ekkachan pimchatr.ekk@ttbank.com
 Tarathip Tanganjanapas tarathip.tan@ttbank.com

ttb analytics ttbanalytics@ttbank.com
 Naris Sathapholdeja naris.sat@ttbank.com
 Kasem Hanchanpanich kasem.har@ttbank.com

Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		99.92	0.0%	-2.5%	-2.3%	99.92	103.44
EUR/USD		1.1222	0.7%	2.5%	2.6%	1.0778	1.1222
USD/JPY		137.59	-0.6%	-3.5%	-1.9%	137.59	144.69
USD/CHF		0.8583	-0.8%	-3.6%	-3.8%	0.8583	0.9066
GBP/USD		1.3121	0.8%	2.4%	2.7%	1.2538	1.3121
USD/CAD		1.3114	-0.5%	-1.4%	-0.9%	1.3114	1.3371
AUD/USD		0.6879	1.1%	3.2%	0.1%	0.6607	0.6879
NZD/USD		0.6394	1.0%	3.3%	2.5%	0.6080	0.6394
ASEAN Dollar		110.22	0.0%	-1.3%	0.1%	110.38	112.10
USD/THB		34.61	0.1%	-1.6%	-0.1%	34.55	35.65
USD/SGD		1.3199	-0.6%	-2.1%	-1.3%	1.3199	1.3560
USD/MYR		4.5284	-1.7%	-2.9%	-1.9%	4.5284	4.6830
USD/IDR		14,902	-0.2%	-1.5%	-0.1%	14,832	15,136
USD/PHP		54.49	-0.3%	-2.1%	-2.5%	54.49	56.08
USD/CNY		7.1335	0.0%	-1.3%	0.1%	7.1254	7.2593
USD/HKD		7.8164	0.0%	-0.2%	-0.1%	7.8140	7.8387

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		217,881	-347
Gold		15,115	44
SDR		5,481	22
IMF Reserves		1,284	5
Foreign Ccy		196,002	-418
Net Fwd Position		30,780	330

Last update: 07/07/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
17/07/2023	803	-1,173	-370
14/07/2023	1,651	669	2,320
13/07/2023	-12	1,473	1,461
12/07/2023	-1,517	1,244	-273
11/07/2023	-444	-3,542	-3,985
Last 5 days	482	-1,330	-848

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -7,722	↑ 10,692	↑ 2,970
QTD	Quarter	↓ -7,722	↑ 10,692	↑ 2,970
YTD	Year	↓ -114,861	↑ 26,120	↓ -88,741

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	1.59	2.06	1M		1.56	0.87	1.72	1M		0.23	0.09	0.23
2M		2.15	1.70	2.15	2M					2M		0.00	0.00	0.16
3M		2.24	1.77	2.24	3M		2.01	1.09	2.02	3M		0.51	0.15	0.52
6M		2.35	1.94	2.35	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		4.0600	11.00		34.00		51.00		3.30	4.06
Gilt 10y		4.3826	5.03		13.75		95.46		3.32	4.38
Bund 10y		2.6400	23.00		19.00		32.00		2.13	2.64
JGB 10y		0.4090	0.90		1.60		7.90		0.28	0.49
TGB 1y		2.0417	0.19		-0.02		0.25		2.04	2.04
TGB 2y		2.1542	0.25		1.21		1.97		2.12	2.15
TGB 5y		2.3436	0.92		0.95		1.54		2.30	2.35
TGB 7y		2.4401	0.24		-0.26		0.06		2.40	2.45
TGB 10y		2.5712	-0.30		-1.15		-5.55		2.54	2.63
AAA Spread		73.76	-0.03		0.43		0.61		67.91	73.91
AA Spread		81.59	-0.18		1.32		-3.09		78.65	86.26
A Spread		124.56	-0.05		0.85		-3.62		123.12	128.18
BBB Spread		237.76	-0.03		0.09		11.44		225.85	244.50

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		79.87	-2.0%		1.8%		9.1%		71.84	81.53
London Gold		1915.7	-0.7%		-0.6%		-4.0%		1,901.5	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)		4,439.3	0.7%		0.6%		2.4%		4,298.9	4,472.2
STOXX (EU)		461.4	0.0%		2.7%		1.1%		445.2	462.9
FTSE All-Share(UK)		4,038.2	-0.4%		1.8%		-3.0%		3,957.1	4,170.0
DAX (DE)		15,603.4	-2.1%		-2.4%		3.0%		14,967.1	16,357.6
CAC All-Tradable(FR)		5,313.2	-2.6%		-1.2%		0.3%		5,265.2	5,618.0
TOPIX (JP)		2,277.1	-1.3%		-0.8%		16.1%		1,929.3	2,306.4
Shanghai (CH)		3,351.0	-0.8%		-1.3%		-2.7%		3,335.9	3,532.8
Hang Seng (HK)		18,533.1	-4.5%		-5.5%		-5.4%		18,216.9	20,782.5
ASX 200 (AU)		7,042.3	-2.9%		-2.1%		1.2%		6,955.4	7,365.5
SET (TH)		1,490.5	-1.2%		-1.2%		-6.5%		1,478.1	1,610.5
SET50 (TH)		914.4	-1.3%		-0.5%		-4.9%		902.7	971.5
Straits Times (SG)		3,139.5	-1.4%		-2.6%		-3.1%		3,139.5	3,321.8
FTSE Malay (MY)		1,377.7	-0.9%		-1.1%		-2.4%		1,377.7	1,434.2
JSX Index (ID)		6,716.5	0.0%		0.5%		-0.7%		6,565.7	6,945.5
PSE Index (PH)		6,379.0	-2.0%		-0.7%		-2.6%		6,379.0	6,684.4
Vn Index (VN)		1,138.1	0.3%		1.1%		7.9%		1,039.6	1,138.1

Sources: ttb analytics, CEIC

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

Important Disclosures

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