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U.S. retail sales rose less than expected in June as receipts at service stations and building material stores declined, but consumers boosted or maintained spending elsewhere, which likely kept the economy on a solid growth path in the second quarter. Overall, the mixed report from the Commerce Department on Tuesday painted a picture of consumer resilience, though slowing momentum in spending growth. It did not change expectations that the Federal Reserve would resume raising interest rates this month after keeping them unchanged in June. Retail sales increased 0.2% last month. Data for May was revised higher to show sales gaining 0.5% instead of 0.3% as previously reported. Economists polled by Reuters had forecast retail sales gaining 0.5%. Retail sales are mostly goods and are not adjusted for inflation. They rose 1.5% year-on-year in June.

Developing Asia on track to grow faster in 2023

Developing Asia is on track to grow faster in 2023 from a year earlier as strong consumption and investment offset the impact of weak global demand, the Asian Development Bank (ADB) said on Wednesday. In an update to its regional economic outlook, the ADB kept its 2023 growth forecast for developing Asia at 4.8%, but revised a tad lower its estimate for next year to 4.7% from 4.8% in April, reflecting risks, including from Russia's war on Ukraine. The ADB maintained its growth projections for subregions East Asia and South Asia, with China and India still expected to expand 5.0% and 6.4% this year, respectively, and 4.5% and 6.7% in 2024, but trimmed slightly its outlook for Southeast Asia.

New Zealand CPI higher than expected in Q2, more RBNZ hikes on tap

Consumer inflation in New Zealand grew slightly more than expected in the second quarter, data showed on Wednesday, indicating that price pressures remained stubborn despite measures by the Reserve Bank to curb them. Consumer price index (CPI) inflation grew 6% year-on-year in the three months to June 30, more than expectations for growth of 5.9%, but below the 6.7% growth seen in the first quarter, data from Statistics New Zealand showed. On a quarter-on-quarter basis, CPI grew 1.1%, slightly above expectations for growth of 1%, and remaining steady from the 1.2% seen in the prior quarter. Food, housing and utility prices continued to rise during the quarter, while labor and raw material shortages also kept price pressures heady.

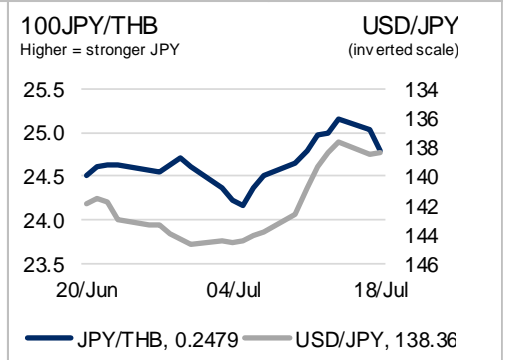
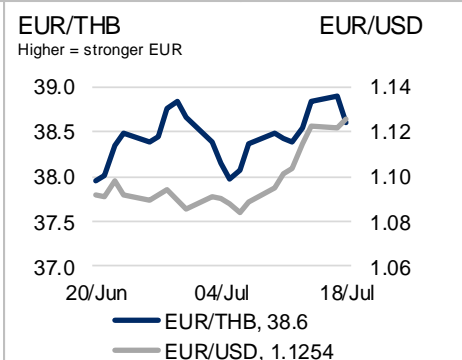
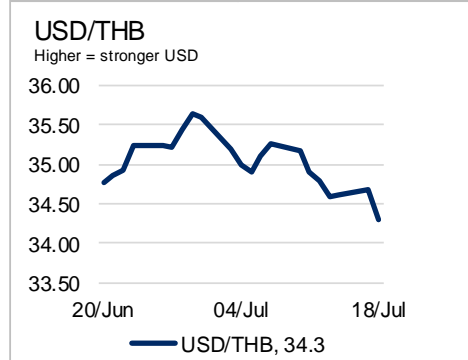
Dollar bounces from 15-month low on strong core U.S. retail sales

The 10-year government bond yield (interpolated) on the previous trading day was 2.55, -1.75 bps. The benchmark government bond yield (LB31DA) was 2.57, -2.00 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.80, -1.00 bps. USDTHB on the previous trading day closed around 34.30. Moving in a range of 33.97-34.10 this morning. USDTHB could be closed between 33.90-34.40 today. The U.S. dollar rose from a 15-month low against a basket of currencies on Tuesday after core retail sales saw strong gains in June, as investors wait on the Federal Reserve's interest rate decision next week. Headline U.S. retail sales rose less than expected in June, with a 0.2% increase during the month. Data for May was also revised higher to show sales gaining 0.5% instead of 0.3% as previously reported. Core sales showed more resilience, however. Excluding automobiles, gasoline, building materials and food services, retail sales increased 0.6% in June. Data for May was revised slightly up to show core retail sales increasing 0.3% instead of the previously reported 0.2%.

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

SET Index	1,535.3	S&P500	4,555.0	10Y UST	3.80%	Brent	78.5	Gold	1,962.0
18-Jul ▲	0.43%	18-Jul ▲	0.71%	18-Jul ▼	-1.0 bps	17-Jul ▼	-1.73%	18-Jul ▲	0.35%

USD/THB 34.30	Daily ▼ -1.10%	EUR/THB 38.60	Daily ▼ -0.77%	JPY/THB 0.2479	Daily ▼ -0.98%
Weekly ▼ -1.40%	Sideways Trend	Weekly ▲ 0.57%	Sideways Trend	Weekly ▼ -0.72%	Weekly ▲ 1.15%
Monthly ▼ -1.34%		Monthly ▲ 1.70%		Monthly ▲ 1.15%	



Sources : ttb 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		100.15	0.0%	-1.7%	-2.2%	99.92	103.38
EUR/USD		1.1218	0.0%	1.9%	2.7%	1.0787	1.1222
USD/JPY		138.53	0.7%	-1.6%	-2.2%	137.59	144.69
USD/CHF		0.8613	0.4%	-2.5%	-3.7%	0.8583	0.9049
GBP/USD		1.3083	-0.3%	1.6%	2.1%	1.2612	1.3121
USD/CAD		1.3234	0.9%	-0.2%	0.2%	1.3114	1.3371
AUD/USD		0.6816	-0.9%	2.0%	-0.5%	0.6607	0.6879
NZD/USD		0.6349	-0.7%	2.2%	2.1%	0.6080	0.6394

ASEAN Dollar		109.71	0.0%	-2.1%	-0.2%	110.33	112.21
USD/THB		34.68	0.2%	-0.6%	-0.2%	34.58	35.65
USD/SGD		1.3222	0.2%	-1.5%	-1.3%	1.3199	1.3560
USD/MYR		4.5491	0.5%	-2.4%	-1.5%	4.5284	4.6830
USD/IDR		14,931	0.2%	-1.0%	-0.2%	14,857	15,136
USD/PHP		54.48	0.0%	-1.7%	-2.5%	54.48	56.08
USD/CNY		7.1645	0.0%	-0.6%	0.2%	7.1254	7.2593
USD/HKD		7.8155	0.0%	-0.1%	-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
18/07/2023	1,464	2,348	3,812
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
Last 5 days	2,389	4,561	6,950

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -6,258	↑ 13,040	↑ 6,782
QTD	Quarter	↓ -6,258	↑ 13,040	↑ 6,782
YTD	Year	↓ -113,397	↑ 28,469	↓ -84,929

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		2.07	1.59	2.07	1M		1.56	0.87	1.72	1M		0.23	0.09	0.23
2M		2.16	1.70	2.16	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		2.36	1.94	2.36	6M		2.28	1.31	2.28	6M		0.76	0.22	0.83
12M		2.48	2.10	2.48	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	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		4.0100	-4.00	21.00	44.00	3.35	4.05
Gilt 10y		4.3826	5.03	13.75	95.46	3.32	4.38
Bund 10y		2.6600	14.00	29.00	36.00	2.24	2.66
JGB 10y		0.4090	0.90	1.60	7.90	0.28	0.49
TGB 1y		2.0412	-0.05	0.06	0.15	2.04	2.04
TGB 2y		2.1549	0.08	1.04	2.33	2.13	2.15
TGB 5y		2.3379	-0.57	0.85	0.75	2.31	2.35
TGB 7y		2.4298	-1.03	-1.54	-0.80	2.40	2.45
TGB 10y		2.5536	-1.75	-2.79	-6.52	2.54	2.63
AAA Spread		73.77	-0.01	0.46	0.55	69.60	73.93
AA Spread		82.63	0.87	2.36	-2.10	78.84	86.00
A Spread		124.56	-0.04	1.75	-3.75	122.81	128.31
BBB Spread		237.75	-0.04	-0.03	11.45	225.88	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		78.50	-1.7%	1.0%	3.7%	73.20	81.53
London Gold		1925.1	0.3%	0.3%	-1.8%	1,903.6	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)		4,472.2	0.8%	2.2%	3.1%	4,328.8	4,510.0
STOXX (EU)		460.9	-0.1%	2.2%	1.6%	448.6	462.9
FTSE All-Share(UK)		4,066.8	0.7%	2.4%	-2.5%	3,957.1	4,170.0
DAX (DE)		15,673.2	0.9%	-1.0%	2.2%	14,768.2	16,290.1
CAC All-Tradable(FR)		5,335.6	0.9%	-0.2%	-0.6%	5,191.5	5,642.7
TOPIX (JP)		2,254.9	-2.2%	-1.8%	14.7%	1,960.1	2,320.8
Shanghai (CH)		3,358.5	-0.1%	0.2%	-1.9%	3,343.3	3,548.9
Hang Seng (HK)		18,365.7	-3.9%	-4.4%	-8.4%	18,365.7	20,650.5
ASX 200 (AU)		7,004.0	-2.2%	-1.3%	-0.4%	6,965.5	7,362.2
SET (TH)		1,496.9	0.4%	-0.6%	-6.0%	1,466.9	1,605.4
SET50 (TH)		919.8	0.6%	0.2%	-4.2%	896.4	969.6
Straits Times (SG)		3,149.3	0.0%	-2.3%	-3.3%	3,149.3	3,324.6
FTSE Malay (MY)		1,383.1	-0.2%	-0.8%	-1.2%	1,376.7	1,435.1
JSX Index (ID)		6,731.0	-0.4%	1.6%	-0.8%	6,626.1	6,915.7
PSE Index (PH)		6,379.7	-1.5%	-0.4%	-2.4%	6,379.7	6,685.7
Vn Index (VN)		1,149.0	2.0%	1.7%	8.8%	1,041.4	1,149.0

Sources: ttb analytics, CEIC

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

Important Disclosures

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