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U.S. private payrolls rose more than expected in July as small businesses boosted hiring, pointing to continued labor market resilience that could shield the economy from a recession. The ADP National Employment also showed a moderation in wage growth, which bodes well for the inflation outlook. It added to recent upbeat data ranging from inflation to consumer spending in raising hopes that the economy will have the "soft landing" envisioned by Federal Reserve officials. Private payrolls increased by 324,000 jobs last month after surging by 455,000 in June, according to ADP. Economists polled by Reuters had forecast private employment would increase by 189,000. Wages for workers remaining in their jobs increased 6.2% in the 12 months through July after advancing 6.4% in June.

UK public inflation expectations fall in July

The British public's expectations for future inflation fell in July, U.S. bank Citi said on Wednesday, offering some relief to the Bank of England which is expected to announce its 14th back-to-back interest rate increase on Thursday. Public expectations for inflation in 12 months' time fell sharply to 4.3% from 5.0% in June, according to the monthly survey conducted by Citi with market research company YouGov. Expectations for inflation in five to 10 years' time also fell back to its pre-2020 average at 3.2% from 3.3% in June. The BoE is closely watching measures of inflation expectations, including the Citi/YouGov survey, as it worries about long-term price pressures in the British economy.

South Korea July consumer inflation slowest in 25 months

South Korea's consumer inflation cooled more than expected in July to its slowest in 25 months, official data showed on Wednesday, supporting market views that the monetary tightening cycle was over contrary to the central bank's hawkish rhetoric. The consumer price index stood 2.3% higher in July than a year earlier, after a 2.7% rise in June and compared with a median 2.4% increase forecast in a Reuters survey of economists. It marked the weakest annual increase since June 2021, according to Statistics Korea, and compared with a near 24-year high of 6.3% in July 2022 and the central bank's medium-term target of 2%. It was also the second consecutive month the consumer price data came in lower than market expectations.

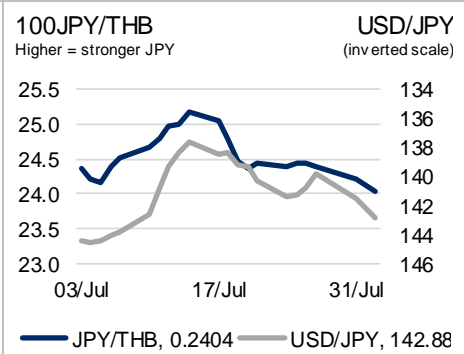
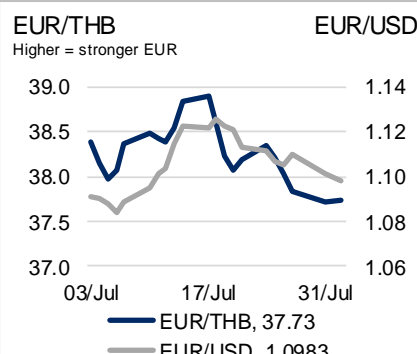
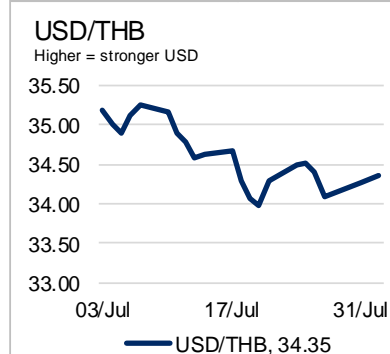
Dollar shrugs off Fitch's U.S. downgrade, advances on strong jobs data

The 10-year government bond yield (interpolated) on the previous trading day was 2.61, +0.31 bps. The benchmark government bond yield (LB31DA) was 2.60, +0.00 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 4.08, +3.00 bps. USDTHB on the previous trading day closed around 34.35. Moving in a range of 34.435-34.50 this morning. USDTHB could be closed between 34.00-34.50 today. The dollar rose on Wednesday as investors shrugged off Fitch's U.S. credit rating downgrade while data showing a larger-than-expected increase in private payrolls in July bolstered the greenback as it points to labor market resilience. Private payrolls rose by 324,000 jobs last month, the ADP National Employment report showed, more than an increase of 189,000 that economists polled by Reuters had forecast. The U.S. labor market is gradually slowing after the Federal Reserve's hiking of interest rates by 525 basis points since March 2022. But the economy remains strong, as indicated by the Atlanta Fed's GDPNow running estimate of real GDP growth for the third quarter at 3.9%.

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

SET Index	1,550.3	S&P500	4,513.4	10Y UST	4.08%	Brent	83.4	Gold	1,949.7
2-Aug	▼ -0.37%	2-Aug	▼ -1.39%	2-Aug	▲ 3.0 bps	2-Aug	▼ -1.84%	2-Aug	▼ -0.36%

USD/THB 34.35	Daily ▲ 0.26%	EUR/THB 37.73	Daily ▲ 0.01%	JPY/THB 0.2404	Daily ▼ -0.73%
Weekly ▼ -0.48%	Weekly ▼ -1.24%	Weekly ▼ -1.60%	Monthly ▼ -2.41%	Monthly ▼ -1.71%	Monthly ▼ -1.34%
Sideways Trend	Sideways Trend	Falling Trend			



Sources: ttb 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		101.67	0.0%	0.6%	-1.6%	99.75	103.38
EUR/USD		1.1011	-0.8%	-0.9%	1.4%	1.0843	1.1254
USD/JPY		141.46	1.2%	0.0%	-2.2%	137.59	144.69
USD/CHF		0.8709	1.4%	0.4%	-3.2%	0.8575	0.8996
GBP/USD		1.2852	-0.9%	-0.1%	1.9%	1.2616	1.3121
USD/CAD		1.3253	0.6%	0.1%	-0.1%	1.3114	1.3371
AUD/USD		0.6671	-1.8%	-0.8%	0.8%	0.6607	0.6879
NZD/USD		0.6181	-1.1%	0.2%	1.7%	0.6080	0.6394

ASEAN Dollar		104.16	0.0%	-0.1%	-2.4%	104.22	107.32
USD/THB		34.26	0.5%	-0.7%	-3.8%	33.97	35.65
USD/SGD		1.3312	0.7%	0.1%	-1.8%	1.3198	1.3560
USD/MYR		4.5364	0.3%	-0.8%	-3.0%	4.5237	4.6762
USD/IDR		15,052	0.6%	0.5%	0.5%	14,902	15,136
USD/PHP		54.94	0.7%	0.3%	-0.9%	54.33	55.68
USD/CNY		7.1406	0.0%	-0.6%	-1.6%	7.1275	7.2593
USD/HKD		7.7984	0.1%	-0.2%	-0.5%	7.7926	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		221,374	-572
Gold		15,397	48
SDR		5,509	-36
IMF Reserves		1,259	-39
Foreign Ccy		199,208	-545
Net Fwd Position		30,665	-175

Last update: 21/07/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
02/08/2023	-2,500	-2,215	-4,716
31/07/2023	218	712	930
27/07/2023	1,363	3,878	5,241
26/07/2023	-927	427	-500
25/07/2023	-377	-825	-1,203
Last 5 days	-2,223	1,976	-248

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -2,500	↓ -2,215	↓ -4,716
QTD	Quarter	↓ -15,110	↑ 30,730	↑ 15,620
YTD	Year	↓ -122,249	↑ 46,158	↓ -76,091

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		2.04	1.62	2.04	1W		1.59	0.89	1.65	1W		0.00	0.00	0.08
1M		2.12	1.69	2.12	1M		1.56	0.87	1.72	1M		0.23	0.09	0.23
2M		2.21	1.75	2.21	2M					2M		0.00	0.00	0.16
3M		2.28	1.81	2.28	3M		2.01	1.09	2.02	3M		0.51	0.15	0.52
6M		2.40	1.96	2.40	6M		2.28	1.31	2.28	6M		0.76	0.22	0.83
12M		2.51	2.10	2.51	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		3.9100	7.00		-10.00		46.00		3.37	4.01
Gilt 10y		4.1803	6.45		-36.03		68.22		3.36	4.56
Bund 10y		2.4400	-4.00		-22.00		0.00		2.24	2.66
JGB 10y		0.4610	-0.40		5.20		0.20		0.36	0.49
TGB 1y		2.1653	4.15		12.29		12.56		2.04	2.17
TGB 2y		2.2520	1.65		5.13		10.15		2.13	2.25
TGB 5y		2.4131	0.95		3.33		8.82		2.31	2.41
TGB 7y		2.5027	-0.19		0.79		7.00		2.40	2.50
TGB 10y		2.6125	0.31		1.46		3.17		2.54	2.61
AAA Spread		70.46	-0.16		-3.32		-0.81		69.19	73.91
AA Spread		85.03	-0.24		3.26		1.86		78.65	85.52
A Spread		123.27	-0.06		-1.33		-3.33		122.81	128.05
BBB Spread		237.57	-0.12		-0.22		11.62		225.89	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		84.91	-0.8%		1.5%		13.4%		74.03	85.56
London Gold		1963.1	0.0%		2.0%		-3.2%		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)		4,537.4	1.0%		1.0%		4.2%		4,376.9	4,582.2
STOXX (EU)		461.4	0.1%		0.5%		1.1%		445.0	462.9
FTSE All-Share(UK)		4,180.4	-0.4%		-0.3%		2.0%		3,957.1	4,198.7
DAX (DE)		16,211.6	0.2%		3.4%		2.7%		15,580.9	16,290.1
CAC All-Tradable(FR)		5,538.1	-0.2%		3.8%		-1.0%		5,335.6	5,642.7
TOPIX (JP)		2,285.4	1.0%		1.4%		13.9%		1,961.3	2,320.8
Shanghai (CH)		3,387.7	2.0%		0.9%		-2.5%		3,320.7	3,548.9
Hang Seng (HK)		19,434.4	1.9%		5.8%		-4.3%		18,216.9	20,650.5
ASX 200 (AU)		7,339.7	0.4%		4.8%		-0.3%		7,004.0	7,362.2
SET (TH)		1,521.2	-0.9%		0.8%		-3.2%		1,478.1	1,605.4
SET50 (TH)		938.7	-1.1%		1.3%		-0.8%		902.7	969.6
Straits Times (SG)		3,286.2	0.2%		4.3%		-0.3%		3,149.3	3,324.6
FTSE Malay (MY)		1,436.8	1.6%		4.3%		0.7%		1,377.7	1,436.8
JSX Index (ID)		6,917.7	0.5%		3.0%		1.1%		6,628.1	6,945.5
PSE Index (PH)		6,661.1	0.2%		4.4%		3.0%		6,379.7	6,685.7
Vn Index (VN)		1,195.9	0.8%		4.1%		12.4%		1,041.4	1,195.9

Sources: ttb analytics, CEIC

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

Important Disclosures

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