

**Eurozone investor mood stops nosedive in August**

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Investor morale in the euro zone unexpectedly rose in August, ending three consecutive months of decline as inflation has lost some of its explosive power, but there are no signs of a lasting turnaround in sentiment. Sentix's index for the euro zone rose to -18.9 points in August from -22.5 in July, beating expectations of analysts polled by Reuters of a further drop, to a reading of -24.3. Germany in particular has become "the sick man" of the euro zone and is weighing heavily on the region, said Sentix managing director Patrick Hussy, with investor morale in Europe's largest economy falling to its lowest level since October 2022. The subindex for future expectations in the euro zone rose 7.3 points to -17.3, which Hussy attributed to easing in the expected rate of deterioration rather than positive sentiment. The "more lenient view" of the next six months is because investors see the issue of inflation as losing some of its explosive power.

**Indonesia Q2 GDP growth strongest in three quarters**

Indonesia's economic growth in the second quarter accelerated unexpectedly to its highest rate in three quarters, shored up by strong household and government spending, even as exports weakened with falling commodity prices. Some economists still expect activity to slow in the second half of the year, with exports likely to keep falling due to weaker global demand and businesses potentially delaying investments ahead of general elections due in February 2024. The government plans to boost spending this quarter to reach its 5.3% growth target for the year. Separately, the finance ministry is projecting that GDP growth will be around 5.1% this year, highlighting risks of global economic slowdown impacting exports.

**Thai inflation slower than expected in July, small rises seen**

Thailand's annual headline inflation was weaker than expected in July, helped by lower food and energy prices, and the commerce ministry said it projected smaller consumer price rises for the rest of the year. The headline consumer price index (CPI) increased 0.38% in July from a year earlier, compared with a forecast rise of 0.64% in a Reuters poll, and against June's 0.23% rise. It was the third successive month headline inflation was below the central bank's target range of 1% to 3%. The headline CPI in August could rise slightly as some food prices pick up due to drought, while energy prices are likely to increase. Average headline inflation, however, should remain low at 0.36% in the second half of 2023. In July, the core CPI rose 0.86% from a year earlier, compared with a forecast for a 0.90% rise in the poll, and against June's 1.32% increase.

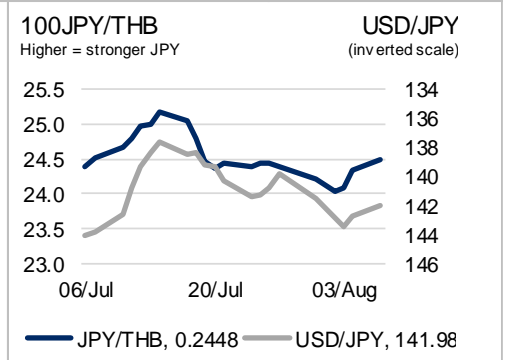
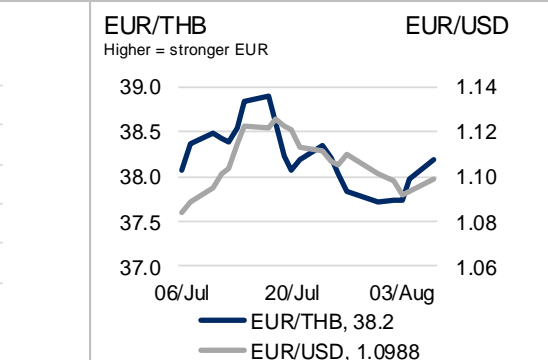
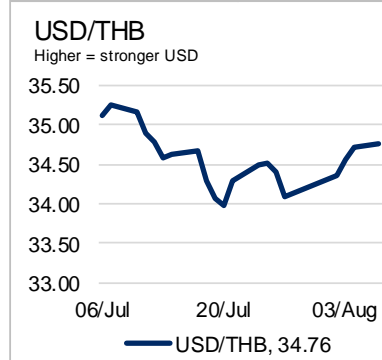
**US dollar gains as Fed comments on more rate hikes lend support**

The 10-year government bond yield (interpolated) on the previous trading day was 2.62, -1.91 bps. The benchmark government bond yield (LB31DA) was 2.63, -2.00 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 4.09, +4.00 bps. USDTHB on the previous trading day closed around 34.76. Moving in a range of 34.86-34.96 this morning. USDTHB could be closed between 34.60-35.20 today. The dollar rose against major currencies on Monday, broadly supported by Federal Reserve officials saying additional interest rate hikes are likely given that inflation remains persistently high, and the labor market is still tight. Fed Governor Michele Bowman said additional interest rate hikes will likely be needed to lower inflation to the U.S. central bank's 2% target. Bowman, said she backed the latest rate increase last month because inflation remains too elevated, and job growth and other indications of activity show the economy has continued expanding at a "moderate pace." New York Fed President John C. Williams said, the central bank will need to keep the restrictive stance for some time.

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

<b>SET Index</b>	<b>1,532.5</b>	<b>S&amp;P500</b>	<b>4,518.4</b>	<b>10Y UST</b>	<b>4.09%</b>	<b>Brent</b>	<b>86.0</b>	<b>Gold</b>	<b>1,936.9</b>
7-Aug	▲ 0.13%	7-Aug	▲ 0.90%	7-Aug	▲ 4.0 bps	4-Aug	▲ 1.02%	7-Aug	▲ 0.15%

<b>USD/THB 34.76</b>	Daily ▲ 0.13%	<b>EUR/THB 38.20</b>	Daily ▲ 0.60%	<b>JPY/THB 0.2448</b>	Daily ▲ 0.64%
Weekly ▲ 1.45%	<b>EUR/THB 38.20</b>	Weekly ▲ 1.25%	<b>JPY/THB 0.2448</b>	Weekly ▲ 1.09%	Monthly ▲ 0.43%
Monthly ▼ -1.00%	Rising Trend	Monthly ▲ 0.34%	Rising Trend	Monthly ▲ 0.43%	



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		102.57	0.0%	1.7%	-0.5%	99.75	103.38
EUR/USD		1.0936	0.2%	-1.5%	0.5%	1.0843	1.1254
USD/JPY		142.71	-0.5%	2.1%	-1.2%	137.59	144.69
USD/CHF		0.8751	-0.4%	1.9%	-2.4%	0.8575	0.8996
GBP/USD		1.2713	0.2%	-1.9%	0.0%	1.2616	1.3121
USD/CAD		1.3369	0.0%	1.5%	1.1%	1.3114	1.3373
AUD/USD		0.6562	0.6%	-3.4%	-1.8%	0.6525	0.6879
NZD/USD		0.6086	0.3%	-2.6%	-1.8%	0.6068	0.6394

ASEAN Dollar		105.56	0.0%	0.7%	-0.7%	104.16	106.61
USD/THB		34.72	0.4%	1.9%	-0.5%	33.97	35.25
USD/SGD		1.3416	-0.1%	1.4%	-0.6%	1.3198	1.3560
USD/MYR		4.5500	-0.2%	0.6%	-2.0%	4.5237	4.6762
USD/IDR		15,144	-0.1%	1.3%	1.2%	14,902	15,164
USD/PHP		55.79	0.7%	2.2%	0.7%	54.33	55.79
USD/CNY		7.1778	0.0%	0.7%	-0.7%	7.1275	7.2593
USD/HKD		7.8177	0.1%	0.3%	-0.1%	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		220,789	-584
Gold		15,381	-16
SDR		5,497	-12
IMF Reserves		1,257	-3
Foreign Ccy		198,654	-554
Net Fwd Position		31,090	425

Last update: 28/07/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
07/08/2023	-394	-1,800	-2,194
04/08/2023	-2,576	-7,016	-9,592
03/08/2023	-2,931	-8,031	-10,962
02/08/2023	-2,500	-2,215	-4,716
31/07/2023	218	712	930
Last 5 days	-8,184	-18,351	-26,535

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -8,401	↓ -19,063	↓ -27,465
QTD	Quarter	↓ -21,011	↑ 13,882	↓ -7,129
YTD	Year	↓ -128,150	↑ 29,310	↓ -98,840

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	1.75	2.00	ON		2.02	0.43	2.02	ON		0.08	0.07	0.08
1W		2.05	1.77	2.05	1W		1.59	0.89	1.65	1W		0.00	0.00	0.08
1M		2.16	1.79	2.16	1M		1.56	0.87	1.72	1M		0.23	0.09	0.23
2M		2.23	1.83	2.23	2M					2M		0.00	0.00	0.16
3M		2.30	1.88	2.30	3M		2.01	1.09	2.02	3M		0.51	0.15	0.52
6M		2.42	2.00	2.42	6M		2.28	1.31	2.28	6M		0.76	0.22	0.83
12M		2.52	2.13	2.52	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=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		3.9600	10.00	20.00	38.00	3.30	4.06
Gilt 10y		4.1896	0.93	-35.51	66.89	3.40	4.54
Bund 10y		2.5000	6.00	1.00	2.00	2.13	2.64
JGB 10y		0.5510	10.00	7.10	6.20	0.39	0.55
TGB 1y		2.1881	-0.03	14.69	14.71	2.04	2.19
TGB 2y		2.2614	-0.64	4.85	12.58	2.13	2.27
TGB 5y		2.4304	-0.50	4.43	12.22	2.31	2.44
TGB 7y		2.5143	-0.96	2.11	11.29	2.40	2.52
TGB 10y		2.6157	-1.91	3.25	6.94	2.54	2.63
AAA Spread		70.48	0.02	-3.29	-0.41	69.35	73.91
AA Spread		82.60	-2.42	-0.16	-0.35	78.84	86.00
A Spread		122.92	-0.19	-1.64	-3.53	122.92	127.78
BBB Spread		237.56	-0.02	-0.21	11.63	225.89	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		86.01	1.0%	1.2%	12.4%	76.25	86.01
London Gold		1950.2	-1.1%	-0.5%	-2.5%	1,909.9	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)		4,576.7	-1.4%	-1.2%	1.3%	4,399.0	4,589.0
STOXX (EU)		463.5	-0.1%	0.9%	3.3%	445.0	464.1
FTSE All-Share(UK)		4,129.3	0.5%	-1.7%	0.8%	3,957.1	4,198.7
DAX (DE)		16,469.8	2.1%	2.0%	4.3%	15,597.9	16,469.8
CAC All-Tradable(FR)		5,582.2	2.0%	1.4%	-0.6%	5,313.2	5,618.0
TOPIX (JP)		2,290.6	0.3%	3.1%	13.0%	1,983.8	2,306.4
Shanghai (CH)		3,434.2	1.6%	1.2%	-1.9%	3,302.7	3,529.5
Hang Seng (HK)		19,916.6	2.8%	5.6%	-4.2%	18,234.3	20,782.5
ASX 200 (AU)		7,403.6	0.0%	2.2%	0.5%	7,042.3	7,403.6
SET (TH)		1,524.6	0.1%	1.8%	-4.3%	1,485.3	1,605.4
SET50 (TH)		945.6	0.2%	2.6%	-1.7%	908.3	969.6
Straits Times (SG)		3,371.2	2.0%	4.1%	1.9%	3,139.5	3,371.2
FTSE Malay (MY)		1,450.4	0.1%	3.7%	1.1%	1,383.2	1,450.4
JSX Index (ID)		6,900.2	-0.7%	1.4%	1.1%	6,612.5	6,948.3
PSE Index (PH)		6,625.3	-0.8%	0.7%	1.8%	6,379.0	6,684.4
Vn Index (VN)		1,207.7	0.6%	3.6%	14.5%	1,039.6	1,207.7

Sources: ttb analytics, CEIC

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

### Important Disclosures

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