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The average U.S. 30-year mortgage rate jumped to a nine-month peak on Wednesday and hit the second-highest rate since 2001, as interest rates reacted sharply to a downgrading of U.S. government debt. The average 30-year mortgage rate shot up to 7.09% for the week ending Aug. 4, a 16-basis point increase from the previous week's 6.93% rate, according to a weekly report released by the Mortgage Bankers Association. Rates have not been that high since November 2022, which were then the highest levels since 2001. Potential borrowers adjusted promptly to the surging cost of borrowing: the mortgage applications index - a measure of total mortgage application volume - fell 3.1% to a six-month low of 194.5. Recent data has suggested that the home price cooling engineered by the Federal Reserve's aggressive interest rate hiking campaign could be slowing down.

Chinese CPI inflation contracts in July, PPI falls more than expected

Chinese consumer inflation shrank in July, indicating that local liquidity and spending remained weak amid slowing business activity, while a decline in factory gate inflation also continued through the month. Consumer price index (CPI) inflation fell 0.3% in the 12 months to July, slightly better than expectations for a drop of 0.4%, data from the National Bureau of Statistics showed on Wednesday. This came after a flat reading for June and marks the first annual contraction in CPI since September 2021. CPI inflation rose 0.2% from the prior month, slightly beating out expectations for growth of 0.1%. PPI inflation shrank 4.4% in July, more than expectations for a drop of 4.1%. While the reading did show some improvement from the 5.4% decline in June, it still remained close to its worst levels since the yuan crisis of 2016.

South Korea unemployment rate climbs to six-month high

South Korea's jobless rate climbed in July for a second month and hit the highest since January, with job growth its slowest in nearly 2-1/2 years. The unemployment rate rose to 2.8% in July on a seasonally adjusted basis, from 2.6% in June, Statistics Korea data showed. Its reading of 2.5% in May was the lowest since the data series began in June 1999. The number of employed people increased by 211,000 in July from the year before, smaller than a rise of 333,000 in June and the smallest since February 2021. By industry, the health and social welfare sector added 145,000 jobs and the accommodation and food services added 125,000, but construction and agricultural sectors lost 43,000 and 42,000 jobs, respectively.

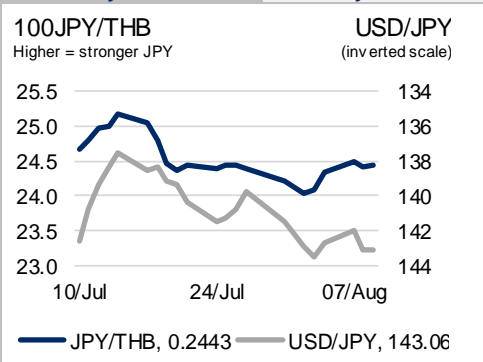
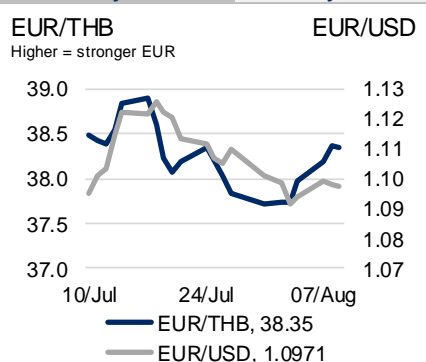
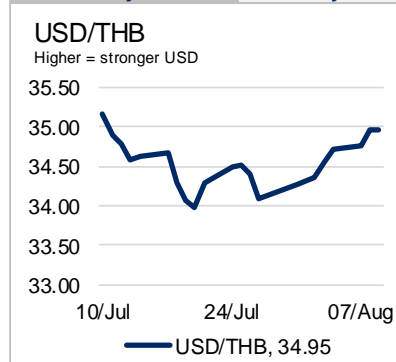
US dollar inches lower ahead of inflation report

The 10-year government bond yield (interpolated) on the previous trading day was 2.62, +1.30 bps. The benchmark government bond yield (LB31DA) was 2.605, +1.5 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 4.00, -2.00 bps. USDTHB on the previous trading day closed around 34.95. Moving in a range of 35.03-35.10 this morning. USDTHB could be closed between 34.80-35.30 today. The U.S. dollar drifted lower in thin rangebound trading, with investors looking ahead to Thursday's U.S. consumer prices report for indications on where the Federal Reserve's monetary policy is headed. The greenback posted steeper losses earlier in the session, particularly after data showing the Chinese economy slipped into deflation last month. That raised the chances of China launching additional stimulus measures and nudged investors into risk assets. Reported dollar selling by state-owned Chinese banks also helped the yuan rally from a one-month low, dealers said. The Chinese central bank's stronger-than-expected exchange-rate fixing at 7.1588 per dollar before the open signaled its discomfort with the yuan's recent declines.

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

SET Index	1,528.3	S&P500	4,467.7	10Y UST	4.00%	Brent	87.5	Gold	1,928.4
9-Aug	▲ 0.65%	9-Aug	▼ -0.71%	9-Aug	▼ -2.0 bps	9-Aug	▲ 1.47%	9-Aug	▼ -0.33%

USD/THB	34.95	Daily	▼ -0.01%	EUR/THB	38.35	Daily	▼ -0.07%	JPY/THB	0.2443	Daily	▲ 0.03%
		Weekly	▲ 1.12%			Weekly	▲ 1.62%			Weekly	▲ 1.40%
Sideways	Trend	Monthly	▼ -0.60%	Sideways	Trend	Monthly	▼ -0.38%	Sideways	Trend	Monthly	▼ -0.92%



Sources: ttbank 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		102.44	0.0%	0.3%	-0.7%	99.75	103.28
EUR/USD		1.0978	-0.1%	-0.1%	0.9%	1.0843	1.1254
USD/JPY		143.11	0.8%	0.2%	-0.5%	137.59	144.52
USD/CHF		0.8744	-0.1%	0.0%	-2.4%	0.8575	0.8983
GBP/USD		1.2754	0.1%	-0.2%	0.2%	1.2693	1.3121
USD/CAD		1.3408	0.2%	0.8%	0.3%	1.3114	1.3408
AUD/USD		0.6540	-0.5%	-0.8%	-1.3%	0.6525	0.6879
NZD/USD		0.6078	-0.4%	-0.6%	-1.4%	0.6068	0.6394

ASEAN Dollar		106.68	0.0%	1.4%	-0.7%	105.21	107.72
USD/THB		34.95	0.6%	1.8%	-0.8%	33.97	35.25
USD/SGD		1.3440	0.3%	0.6%	-0.6%	1.3198	1.3527
USD/MYR		4.5725	0.4%	0.8%	-2.0%	4.5237	4.6670
USD/IDR		15,156	0.2%	0.2%	0.6%	14,902	15,164
USD/PHP		56.36	0.9%	2.4%	1.3%	54.33	56.36
USD/CNY		7.2130	0.0%	0.4%	-0.4%	7.1275	7.2479
USD/HKD		7.8104	0.0%	0.2%	-0.2%	7.7926	7.8318

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
09/08/2023	2,805	-1,997	807
08/08/2023	-3,348	-2,344	-5,692
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
Last 5 days	-6,444	-21,189	-27,634

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -8,945	↓ -23,405	↓ -32,349
QTD	Quarter	↓ -21,554	↑ 9,540	↓ -12,014
YTD	Year	↓ -128,693	↑ 24,968	↓ -103,725

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		2.10	1.77	2.10	1W		1.59	0.89	1.65	1W		0.00	0.00	0.08
1M		2.20	1.80	2.20	1M		1.56	0.87	1.72	1M		0.23	0.09	0.23
2M		2.26	1.84	2.26	2M					2M		0.00	0.00	0.16
3M		2.32	1.89	2.32	3M		2.01	1.09	2.02	3M		0.51	0.15	0.52
6M		2.43	2.01	2.43	6M		2.28	1.31	2.28	6M		0.76	0.22	0.83
12M		2.53	2.15	2.53	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		4.0500	9.00	24.00	51.00	3.39	4.06
Gilt 10y		4.2372	4.01	-12.29	54.13	3.40	4.55
Bund 10y		2.5000	0.00	2.00	4.00	2.25	2.64
JGB 10y		0.5960	4.50	11.60	11.60	0.39	0.60
TGB 1y		2.1892	0.11	2.39	14.59	2.04	2.19
TGB 2y		2.2554	-0.31	0.35	11.72	2.13	2.27
TGB 5y		2.4193	-0.03	0.62	9.19	2.31	2.44
TGB 7y		2.4989	-0.13	-0.38	6.56	2.40	2.52
TGB 10y		2.6212	1.30	0.86	4.89	2.55	2.63
AAA Spread		70.51	0.03	-1.21	0.17	69.20	73.91
AA Spread		82.62	0.02	0.00	1.26	78.86	85.24
A Spread		123.23	0.31	-1.13	-3.52	122.81	127.78
BBB Spread		237.53	-0.03	-0.13	11.64	225.85	242.26

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		87.45	1.5%	3.0%	11.4%	76.52	87.45
London Gold		1956.8	0.3%	0.1%	-1.9%	1,903.6	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)		4,501.9	-0.5%	-2.3%	1.5%	4,399.0	4,589.0
STOXX (EU)		461.3	-0.7%	0.0%	2.2%	445.0	464.5
FTSE All-Share(UK)		4,139.4	0.7%	0.4%	4.2%	3,957.1	4,198.7
DAX (DE)		16,240.4	-1.4%	1.1%	2.4%	15,603.4	16,469.8
CAC All-Tradable(FR)		5,527.7	-1.0%	1.5%	-2.0%	5,300.8	5,640.4
TOPIX (JP)		2,337.4	2.0%	4.4%	14.6%	1,965.4	2,337.4
Shanghai (CH)		3,449.9	0.5%	2.5%	-3.0%	3,317.0	3,559.0
Hang Seng (HK)		20,011.1	0.5%	3.1%	-1.8%	18,479.7	20,367.8
ASX 200 (AU)		7,450.7	0.6%	2.1%	1.6%	7,042.3	7,450.7
SET (TH)		1,556.1	2.1%	4.2%	-2.8%	1,466.9	1,600.4
SET50 (TH)		966.2	2.2%	4.8%	0.0%	896.4	966.2
Straits Times (SG)		3,374.0	1.1%	3.9%	1.5%	3,149.3	3,374.0
FTSE Malay (MY)		1,451.2	0.1%	2.8%	1.1%	1,374.6	1,451.2
JSX Index (ID)		6,886.5	-0.2%	0.2%	1.0%	6,618.9	6,948.3
PSE Index (PH)		6,593.8	-0.5%	0.7%	2.3%	6,379.0	6,679.1
Vn Index (VN)		1,217.6	0.8%	3.8%	16.0%	1,040.6	1,217.6

Sources: ttb analytics, CEIC

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

Important Disclosures

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