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S&P Global on Monday cut credit ratings and revised its outlook for multiple U.S. banks, following a similar move by Moody's, warning that funding risks and weaker profitability will likely test the sector's credit strength. S&P downgraded the ratings of Associated Banc-Corp and Valley National Bancorp on funding risks and a higher reliance on brokered deposits. It also downgraded UMB Financial Corp, Comerica Bank and Keycorp, citing large deposit outflows and prevailing higher interest rates. A sharp rise in interest rates is weighing on many U.S. banks' funding and liquidity, S&P said in a summarized note, adding that deposits held by Federal Deposit Insurance Corp (FDIC)-insured banks will continue to decline as long as the Federal Reserve is "quantitatively tightening."

German producer prices post first fall since late 2020

German producer prices decreased more than expected on the year in July, their first fall in over two-and-a-half years, as easing energy price pressures added to hopes that inflation in Europe's largest economy could abate further. July producer prices were down 6.0% compared with the same month last year, when producer prices soared as a consequence of the war in Ukraine. Analysts had expected a drop of 5.1% in a poll by Reuters. It was the first year-on-year decline in producer prices since November 2020 and the sharpest decline since October 2009 during the financial crisis. Energy prices sank 19.3% in July on the year, as electricity prices slumped: Across all customer groups, electricity prices fell by 30.0%.

Thai Q2 GDP growth slows sharply amid weak global demand, govt cuts outlook

Thailand's economy grew at a much slower-than-expected pace in the second quarter, data showed on Monday, as weak exports and slower investment undercut strength in tourism and prompted the government to downgrade its 2023 growth forecast. Southeast Asia's second-largest economy has been hobbled by slackening global growth, led by its main trading partner China and falling investor confidence due to a protracted period without a government following elections in May. Thailand's gross domestic product grew 1.8% in the April-June period from a year earlier, the National Economic and Social Development Council (NESDC) said, well below the 3.1% expansion expected by economists in a Reuters poll. GDP had risen 2.6% year-on-year in the first quarter, revised down from 2.7% stated earlier.

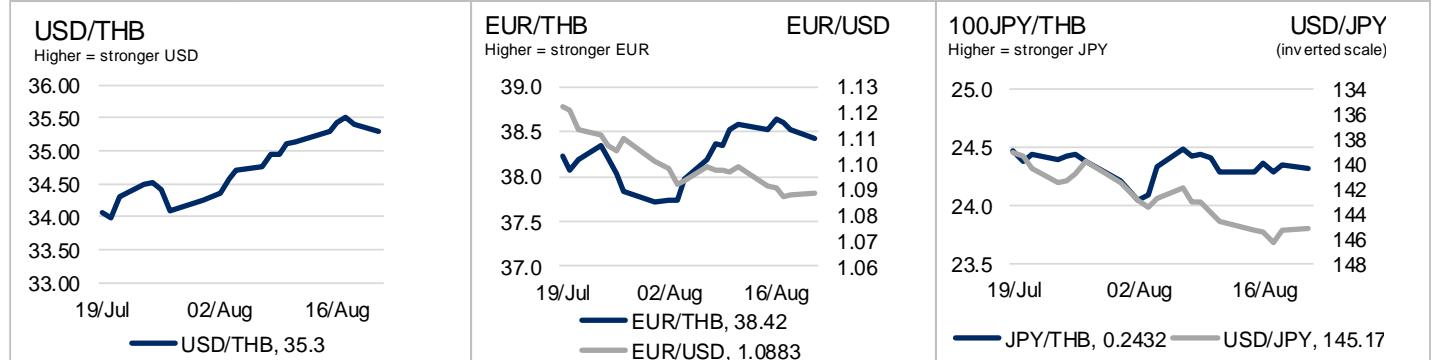
US dollar slips as traders cautious before Fed's Jackson Hole symposium

The 10-year government bond yield (interpolated) on the previous trading day was 2.75, +1.01 bps. The benchmark government bond yield (LB31DA) was 2.73, +1.00 bps. Meantime, the latest closed US 10-year bond yields was 4.34,+8.00 bps. USDTHB on the previous trading day closed around 35.30. Moving in a range of 35.07-35.185 this morning. USDTHB could be closed between 34.95-35.25 today. The dollar inched lower against a basket of its peers on Monday, snapping a five-week winning streak, as investors bided time ahead of the U.S. Federal Reserve's Jackson Hole, Wyoming, symposium starting on Friday, with expectations that central banks could keep rates higher for longer. The dollar index, which measures the currency against six other majors, fell 0.077% and was last seen at 103.290, moving away from Friday's two-month high of 103.68. The euro was up 0.21% at \$1.0896 while sterling was last trading at \$1.2762, up 0.21%. The Japanese yen, which is on intervention watch, weakened 0.55% versus the greenback at 146.21 per dollar, with analysts now seeing the threshold for intervention at around 150 per dollar. Meanwhile, the offshore yuan, also on watch for intervention, rose 0.3% versus the greenback at 7.2853 per dollar.

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

SET Index	1,525.9	S&P500	4,399.8	10Y UST	4.34%	Brent	84.6	Gold	1,890.1
21-Aug ▲	0.44%	21-Aug ▲	0.69%	21-Aug ▲	8.0 bps	21-Aug ▼	-0.30%	21-Aug ▼	-0.09%

USD/THB 35.30	Daily ▼ -0.29%	EUR/THB 38.42	Daily ▼ -0.26%	JPY/THB 0.2432	Daily ▼ -0.15%
Weekly ▼ 0.01%	Weekly ▼ -0.26%	Weekly ▼ 0.12%	Monthly ▲ 0.52%	Monthly ▲ -0.65%	
Monthly ▲ 3.58%					



Sources: ttbank 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		103.28	0.0%	0.7%	3.4%	99.86	103.46
EUR/USD		1.0880	0.1%	-1.0%	-3.3%	1.0868	1.1254
USD/JPY		145.38	-0.6%	0.5%	5.1%	137.59	146.24
USD/CHF		0.8781	-0.2%	0.2%	2.3%	0.8575	0.8801
GBP/USD		1.2750	0.2%	0.5%	-2.7%	1.2689	1.3121
USD/CAD		1.3544	0.1%	0.8%	2.8%	1.3114	1.3544
AUD/USD		0.6412	0.3%	-1.7%	-6.1%	0.6393	0.6879
NZD/USD		0.5934	0.2%	-1.3%	-6.3%	0.5919	0.6394
ASEAN Dollar		110.03	0.0%	1.2%	2.5%	106.81	110.03
USD/THB		35.40	-0.3%	0.8%	3.2%	33.97	35.52
USD/SGD		1.3563	-0.3%	0.6%	2.8%	1.3198	1.3602
USD/MYR		4.6412	0.0%	1.3%	2.5%	4.5237	4.6418
USD/IDR		15,260	0.1%	0.7%	2.2%	14,902	15,274
USD/PHP		56.70	-0.1%	0.9%	4.4%	54.33	56.89
USD/CNY		7.2871	0.0%	0.8%	1.7%	7.1275	7.3196
USD/HKD		7.8266	0.0%	0.1%	0.2%	7.7926	7.8266

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.40	0.00
3-month		1.13	-0.18
6-month		2.13	-0.23

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		218,501	-2288
Gold		15,251	-130
SDR		5,489	-8
IMF Reserves		1,255	-2
Foreign Ccy		196,506	-2148
Net Fwd Position		31,260	170

Last update: 4/8/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
21/8/2023	345	-2,301	-1,956
18/8/2023	-388	-1,586	-1,974
17/8/2023	782	-3,011	-2,229
16/8/2023	-884	-1,377	-2,261
15/8/2023	-3,816	-3,409	-7,225
Last 5 days	-3,960	-11,684	-15,644

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -12,083	↓ -39,611	↓ -51,694
QTD	Quarter	↓ -24,692	↓ -6,666	↓ -31,358
YTD	Year	↓ -131,831	↑ 8,762	↓ -123,069

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		2.25	1.75	2.25	ON		0.00	0.43	2.02	ON		0.08	0.07	0.08
1W		2.28	1.77	2.28	1W		1.47	0.89	1.65	1W		0.00	0.00	0.08
1M		2.30	1.80	2.30	1M		1.20	0.87	1.72	1M		0.23	0.09	0.23
2M		2.35	1.84	2.35	2M					2M		0.00	0.00	0.16
3M		2.39	1.90	2.39	3M		1.91	1.09	2.02	3M		0.52	0.14	0.52
6M		2.49	2.01	2.49	6M		2.27	1.31	2.27	6M		0.83	0.22	0.83
12M		2.58	2.16	2.58	12M		2.68	1.59	2.71	12M		1.33	0.35	1.34

Last Updated: 29/6/2023

Last Updated: 9/3/2022

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		4.0000	-9.00	16.00	57.00	3.39	4.20
Gilt 10y		4.3814	-0.85	26.56	66.63	3.52	4.54
Bund 10y		2.4600	-12.00	-2.00	10.00	2.25	2.66
JGB 10y		0.6100	-3.30	14.50	13.40	0.38	0.64
TGB 1y		2.1896	-0.01	0.09	14.84	2.04	2.19
TGB 2y		2.2835	-0.39	2.78	12.86	2.15	2.29
TGB 5y		2.4827	0.29	7.13	14.48	2.33	2.48
TGB 7y		2.5997	0.39	10.17	16.99	2.43	2.60
TGB 10y		2.7474	1.01	13.23	19.38	2.55	2.75
AAA Spread		70.29	-0.18	-0.33	-0.07	68.09	73.91
AA Spread		79.70	-0.18	-2.25	-1.67	78.65	85.02
A Spread		123.11	-0.07	-0.45	-3.93	122.81	127.78
BBB Spread		237.66	0.17	-0.03	11.74	225.86	237.97

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		84.55	-0.3%	-1.9%	6.4%	78.50	87.55
London Gold		1928.4	-0.4%	-1.8%	-3.5%	1,909.9	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)		4,489.7	-1.2%	-1.4%	-1.9%	4,437.9	4,589.0
STOXX (EU)		457.7	0.5%	-2.7%	2.9%	445.0	470.4
FTSE All-Share(UK)		3,953.4	-0.2%	-3.5%	-5.5%	3,953.4	4,198.7
DAX (DE)		15,852.6	-0.6%	-2.0%	-0.4%	15,664.0	16,406.0
CAC All-Tradable(FR)		5,464.2	0.0%	-1.5%	-2.2%	5,300.8	5,640.4
TOPIX (JP)		2,291.7	0.8%	1.4%	12.5%	2,006.9	2,322.6
Shanghai (CH)		3,401.3	-0.7%	2.4%	-0.9%	3,320.7	3,557.1
Hang Seng (HK)		19,246.0	-1.5%	0.9%	-1.9%	18,365.7	20,367.8
ASX 200 (AU)		7,338.0	0.4%	0.3%	0.4%	7,004.0	7,455.9
SET (TH)		1,518.4	-0.8%	-1.1%	-3.0%	1,479.6	1,592.7
SET50 (TH)		942.1	-0.7%	-0.7%	-0.1%	902.7	963.0
Straits Times (SG)		3,313.8	0.6%	1.2%	0.5%	3,139.5	3,374.0
FTSE Malay (MY)		1,462.0	1.1%	3.4%	2.8%	1,374.6	1,462.0
JSX Index (ID)		6,868.8	0.2%	0.1%	0.8%	6,633.4	6,948.3
PSE Index (PH)		6,473.0	0.3%	-2.1%	-1.8%	6,379.0	6,679.1
Vn Index (VN)		1,234.0	-0.6%	4.1%	18.6%	1,040.3	1,241.4

Sources: ttb analytics, CEIC

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

Important Disclosures

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