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Germany's DIW economic research institute slightly lowered its 2023 forecast for the German economy on Friday due to a surprisingly weak second quarter. Germany's economy is now expected to contract by 0.4% in 2023, DIW said, versus its previous forecast of 0.2% contraction, with Germany being the only major global economy set to shrink this year. Sluggish consumption by private households and weak exports, due to faltering demand from China, have slowed the recovery of the German economy, the institute said. After the winter recession, the German economy stagnated in the second quarter and will initially grow only tentatively in the current third quarter, according to DIW's forecasts. However, the German economy is expected to grow by 1.2% in both 2024 and 2025, said the institute.

Japan cuts Q2 GDP on weak spending, wages slide

Japan's economy grew less than initially estimated in the second quarter and wages slumped in July, casting doubt over central bank projections that solid domestic demand will keep the country on course for a recovery. Capital expenditure and private consumption both fell in the April-June period, revised gross domestic product (GDP) data showed on Friday, underscoring the fragile state of Japan's economy, which is already facing headwinds from weakening Chinese and U.S. growth. Real wages adjusted for inflation fell in July for a 16th straight month in a sign households continued to feel the pinch from rising prices, separate data showed, boding ill for consumption. Japan's economy grew an annualized 4.8% in April-June, the revised data showed, down from a preliminary estimate of 6.0% growth and below market forecasts for a revised 5.5% expansion.

China car sales return to growth in Aug, Tesla nearly doubles EV share

China's passenger vehicle sales returned to growth in August year-on-year, as deeper discounts and tax breaks for environmentally friendly and electric vehicles boosted consumer sentiment even as economic growth remains weak. Car sales jumped 2.2% in August from the same month a year ago to 1.94 million units, data from the China Passenger Car Association (CPCA) showed, the first year-on-year gain since May. Sales rose 8.5% from July. For the first eight months, sales were up 1.8% at 13.38 million units. Tesla sold 64,694 cars in China in August, the data showed, while deliveries of its China-made Model Y hit 65,316 last month, topping the CPCA passenger vehicle model sales. Lower rates on existing mortgages are likely to help revive the auto market, even as slowing economic growth hits consumers' pockets.

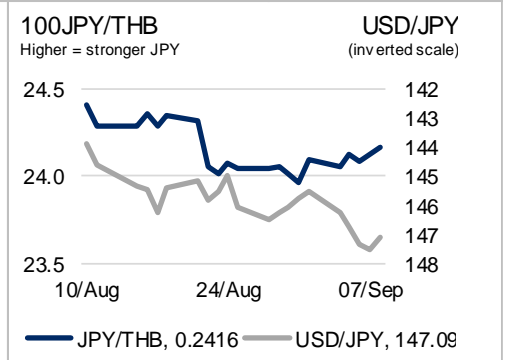
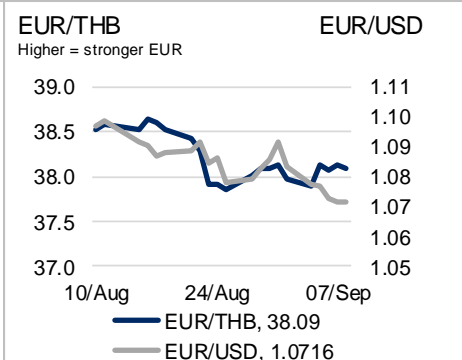
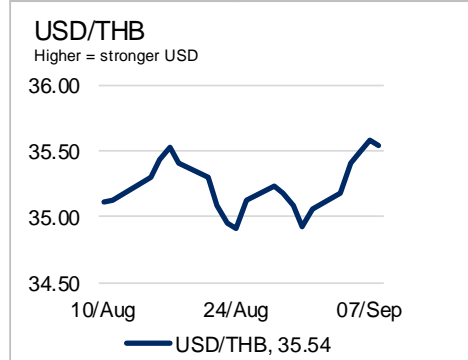
Dollar edges lower, but on course for eighth straight winning week

The 10-year government bond yield (interpolated) on the previous trading day was 2.89, -1.92 bps. The benchmark government bond yield (LB31DA) was 2.89, -1.00 bps. Meantime, the latest closed US 10-year bond yields was 4.26, -1.00 bps. USDTHB on the previous trading day closed around 35.54. Moving in a range of 35.52-35.61 this morning. USDTHB could be closed between 35.45-35.65 today. The U.S. dollar edged lower in early European trade but remains on track for an eighth straight winning week as U.S. economic resilience brings further Federal Reserve rate hikes into question. The Dollar Index, which tracks the greenback against a basket of six other currencies, traded 0.2% lower to 104.807, but remains not far from the previous session's six-month high of 105.15. Data released this week has painted an upbeat picture of the U.S. economy, as the services sector unexpectedly gained steam in August while jobless claims hit their lowest level since February. The Federal Reserve is still widely expected to hold steady on rates when it meets later this month, but this economic resilience is creating uncertainty about what the Fed might do later this year.

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

SET Index	1,547.2	S&P500	4,457.5	10Y UST	4.26%	Brent	89.9	Gold	1,925.0
8-Sep	▼ -0.21%	8-Sep	▼ -0.18%	8-Sep	▼ -1.0 bps	7-Sep	▼ -0.75%	8-Sep	▲ 0.30%

USD/THB 35.54	Daily ▼ -0.12%	EUR/THB 38.09	Daily ▼ -0.13%	JPY/THB 0.2416	Daily ▲ 0.16%
Weekly ▲ 1.04%	Weekly ▲ 0.51%	Weekly ▲ 0.47%	Monthly ▲ 1.22%	Monthly ▼ -1.11%	Monthly ▼ -1.00%
Sideways Trend	Sideways Trend	Sideways Trend	Sideways Trend	Sideways Trend	Sideways Trend



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		104.90	0.0%	1.1%	2.4%	102.22	104.90
EUR/USD		1.0717	-0.1%	-1.1%	-2.3%	1.0717	1.0988
USD/JPY		147.49	0.1%	1.4%	3.1%	141.98	147.49
USD/CHF		0.8911	0.2%	0.8%	2.0%	0.8740	0.8911
GBP/USD		1.2493	-0.6%	-1.3%	-2.1%	1.2493	1.2781
USD/CAD		1.3648	0.0%	0.9%	1.7%	1.3369	1.3648
AUD/USD		0.6376	0.0%	-1.4%	-2.6%	0.6376	0.6574
NZD/USD		0.5872	-0.1%	-1.5%	-3.3%	0.5872	0.6102

ASEAN Dollar		110.97	0.0%	0.7%	1.1%	108.95	110.97
USD/THB		35.58	0.3%	1.5%	1.8%	34.72	35.58
USD/SGD		1.3644	0.2%	1.0%	1.4%	1.3401	1.3644
USD/MYR		4.6737	0.1%	0.7%	2.2%	4.5500	4.6737
USD/IDR		15,271	0.1%	0.5%	0.8%	15,125	15,274
USD/PHP		57.03	0.0%	0.6%	1.2%	55.79	57.03
USD/CNY		7.3239	0.0%	0.9%	1.6%	7.1778	7.3239
USD/HKD		7.8413	0.0%	-0.1%	0.4%	7.8078	7.8507

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		217,059	1863
Gold		15,229	196
SDR		5,441	-1
IMF Reserves		1,241	0
Foreign Ccy		195,148	1668
Net Fwd Position		30,485	-420

Last update: 01/09/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
08/09/2023	-2,183	-5,364	-7,546
07/09/2023	-850	1,095	245
06/09/2023	-740	1,238	498
05/09/2023	-1,528	-2,825	-4,353
04/09/2023	-432	-1,516	-1,948
Last 5 days	-5,733	-7,372	-13,105

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -6,771	↓ -8,543	↓ -15,313
QTD	Quarter	↓ -34,829	↓ -12,539	↓ -47,368
YTD	Year	↓ -141,968	↑ 2,889	↓ -139,079

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	1.78	2.28	1W		1.47	0.89	1.65	1W		0.00	0.00	0.08
1M		2.30	1.81	2.30	1M		1.20	0.87	1.72	1M		0.23	0.09	0.23
2M		2.36	1.87	2.36	2M					2M		0.00	0.00	0.16
3M		2.41	1.94	2.41	3M		1.91	1.09	2.02	3M		0.52	0.14	0.52
6M		2.51	2.06	2.51	6M		2.27	1.31	2.27	6M		0.83	0.22	0.83
12M		2.61	2.20	2.61	12M		2.68	1.59	2.71	12M		1.33	0.35	1.34

Last Updated: 29/06/2023

Last Updated: 09/03/2023

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	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		<b>4.2000</b>	-3.00	20.00	70.00	3.38	4.34
Gilt 10y		<b>4.3590</b>	-23.66	-2.24	58.11	3.63	4.61
Bund 10y		<b>2.5700</b>	3.00	4.00	12.00	2.27	2.66
JGB 10y		<b>0.6500</b>	-1.30	7.80	27.50	0.38	0.68
TGB 1y		<b>2.2598</b>	0.63	6.90	7.05	2.19	2.26
TGB 2y		<b>2.3929</b>	0.26	8.95	13.75	2.25	2.39
TGB 5y		<b>2.6524</b>	-0.18	12.90	23.31	2.41	2.65
TGB 7y		<b>2.8091</b>	-0.40	15.27	31.02	2.50	2.81
TGB 10y		<b>2.8887</b>	-1.92	10.32	26.76	2.61	2.91
AAA Spread		<b>70.50</b>	0.00	-1.33	0.47	69.19	73.93
AA Spread		<b>80.49</b>	-0.02	0.75	0.45	78.84	85.27
A Spread		<b>122.29</b>	0.26	-0.54	-5.22	121.92	127.78
BBB Spread		<b>235.00</b>	-4.74	-2.69	-3.05	225.95	239.83

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		<b>89.92</b>	-0.8%	3.5%	2.7%	83.21	90.60
London Gold		<b>1923.5</b>	0.1%	-0.3%	-3.1%	1,891.8	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)		<b>4,515.8</b>	-100.0%	-100.0%	-100.0%	4,369.7	4,518.4
STOXX (EU)		<b>447.5</b>	-0.6%	0.1%	-3.0%	445.3	470.4
FTSE All-Share(UK)		<b>4,072.7</b>	0.5%	0.1%	-1.6%	3,953.4	4,155.7
DAX (DE)		<b>15,930.9</b>	1.9%	-0.4%	-2.1%	15,528.5	16,469.8
CAC All-Tradable(FR)		<b>5,496.9</b>	2.0%	-0.8%	-1.6%	5,287.7	5,586.7
TOPIX (JP)		<b>2,303.4</b>	1.6%	0.9%	8.0%	2,075.5	2,322.6
Shanghai (CH)		<b>3,287.6</b>	2.3%	-3.6%	-4.5%	3,212.3	3,495.5
Hang Seng (HK)		<b>17,956.4</b>	0.6%	-6.4%	-8.5%	17,623.3	20,297.0
ASX 200 (AU)		<b>7,210.5</b>	1.3%	-2.0%	-0.4%	7,078.7	7,450.7
SET (TH)		<b>1,568.8</b>	0.6%	2.7%	1.8%	1,478.1	1,568.8
SET50 (TH)		<b>963.5</b>	0.3%	1.6%	2.9%	902.7	963.5
Straits Times (SG)		<b>3,213.7</b>	1.0%	-3.0%	0.0%	3,149.3	3,371.2
FTSE Malay (MY)		<b>1,444.1</b>	0.0%	-1.2%	1.9%	1,381.7	1,462.0
JSX Index (ID)		<b>6,957.8</b>	0.9%	1.2%	2.6%	6,633.3	6,957.8
PSE Index (PH)		<b>6,225.0</b>	0.0%	-3.8%	-4.6%	6,212.4	6,679.1
Vn Index (VN)		<b>1,183.4</b>	0.9%	-4.7%	11.6%	1,040.3	1,242.2

Sources: ttb analytics, CEIC

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

**Important Disclosures**

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