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U.S. consumer prices accelerated by more than expected on a yearly basis in August, as a sharp uptick in gas prices contributed to lingering inflationary pressures in the world's largest economy that may impact the Federal Reserve's interest rate path for the rest of the year. The Labor Department's closely-watched consumer price index (CPI), a measure of price gains, increased by 3.7% annually during the month, up from 3.2% in July and faster than economists' estimates of 3.6%. Month-on-month, the CPI reading was 0.6%, picking up the pace from 0.2% and in line with projections. Gasoline prices were the largest contributor to the quickening monthly rise, accounting for more than half of the jump. The index for gas costs surged by 10.6% in August after climbing by just 0.2% in the prior month.

German govt sees economy shrinking up to 0.3% this year

The German government will downgrade its economic forecast for this year to a contraction of as much as 0.3%. The government had predicted economic growth of 0.4% for 2023 in its April forecast. The economy was likely to shrink in the third quarter and expand only slightly in the fourth, people familiar with the forecast told Bloomberg. However, those figures could still change before the economy ministry publishes its autumn forecast next month. Earlier this week, the European Commission cut its forecast for the German economy to a 0.4% contraction this year, compared with the 0.2% growth projected previously.

UK economy stumbles in July as strikes and rain weigh

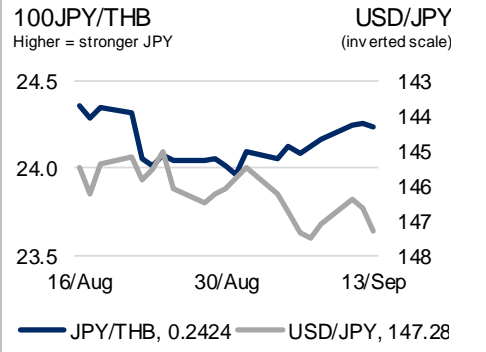
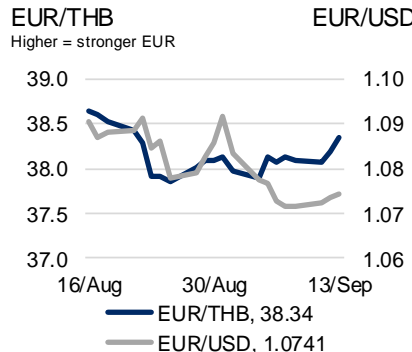
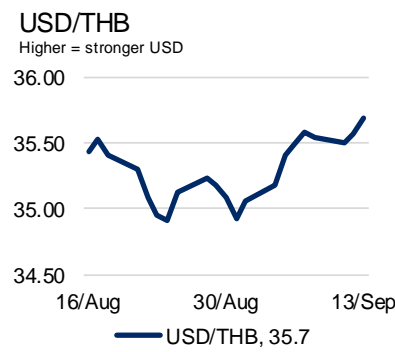
Britain's economy contracted in July at an unexpectedly sharp rate after strikes in hospitals and schools as well as unusually rainy weather weighed on output, according to official figures on Wednesday that will add to worries about the outlook. The Office for National Statistics said gross domestic product shrank 0.5% in July from June, worse than all forecasts in a Reuters poll of economists that had pointed to a contraction in gross domestic product (GDP) of 0.2% from June. Output had risen 0.5% in June, and the economy grew 0.2% over the three months to the end of July. Sterling shed around a third of a cent against the dollar on the data, which showed all major sectors of the economy - services, manufacturing and construction - declined in July.

Dollar steadies ahead of inflation data; Sterling falls on weak GDP

The 10-year government bond yield (interpolated) on the previous trading day was 3.06, +6.24 bps. The benchmark government bond yield (LB31DA) was 2.96, +5.00 bps. Meantime, the latest closed US 10-year bond yields was 4.25, -2.00 bps. USDTHB on the previous trading day closed around 35.70. Moving in a range of 35.65-35.71 this morning. USDTHB could be closed between 35.50-35.75 today. The U.S. dollar stabilized in early European trade Wednesday, as traders cautiously awaited the latest U.S. inflation data, while sterling weakened after the U.K. economy contracted by more than expected in July. The Dollar Index traded just higher at 104.377, after falling to a one-week low on Monday. Fed officials have signaled they could pause when they meet next week, having raised rates at 11 of its past 12 meetings, while they assess their progress so far. But inflation remaining sticky could point to the likelihood of further increases before the year ends.

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

SET Index	1,535.3	S&P500	4,467.4	10Y UST	4.25%	Brent	92.0	Gold	1,912.7
3-Sep	▼ -0.66%	13-Sep	▼ -0.45%	13-Sep	▼ -2.0 bps	12-Sep	▲ 1.43%	13-Sep	▼ -0.35%
USD/THB	35.70	EUR/THB	38.34	JPY/THB	0.2424				
Daily ▲ 0.35%	Weekly ▲ 0.31%	Daily ▲ 0.42%	Weekly ▲ 0.54%	Daily ▼ -0.09%	Weekly ▲ 0.45%				
Monthly ▲ 0.73%	Monthly ▼ -0.77%	Trend: Sideways		Trend: Sideways		Monthly ▼ -0.51%			



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		104.68	0.0%	0.0%	1.6%	102.47	104.90
EUR/USD		1.0734	0.1%	0.1%	-1.6%	1.0716	1.0986
USD/JPY		146.64	0.2%	-0.5%	0.9%	143.06	147.49
USD/CHF		0.8916	0.1%	0.3%	1.6%	0.8740	0.8916
GBP/USD		1.2503	0.0%	-0.5%	-1.5%	1.2493	1.2781
USD/CAD		1.3594	-0.2%	-0.4%	1.0%	1.3416	1.3672
AUD/USD		0.6418	0.1%	0.7%	-1.0%	0.6376	0.6548
NZD/USD		0.5909	-0.1%	0.5%	-1.1%	0.5872	0.6071
ASEAN Dollar		109.59	0.0%	0.5%	1.3%	108.07	109.78
USD/THB		35.57	0.2%	0.2%	0.8%	34.91	35.70
USD/SGD		1.3611	0.0%	0.0%	0.4%	1.3450	1.3644
USD/MYR		4.6742	0.1%	0.1%	1.0%	4.5747	4.6745
USD/IDR		15,287	0.0%	0.2%	0.1%	15,148	15,287
USD/PHP		56.77	0.2%	-0.4%	-0.1%	56.21	57.03
USD/CNY		7.2984	0.0%	-0.1%	0.3%	7.2064	7.3429
USD/HKD		7.8321	0.0%	-0.1%	0.2%	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
13/09/2023	-1,510	381	-1,129
12/09/2023	-772	-932	-1,703
11/09/2023	-2,601	-1,211	-3,812
08/09/2023	-2,183	-5,364	-7,546
07/09/2023	-850	1,095	245
Last 5 days	-7,915	-6,031	-13,946

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -11,653	↓ -10,305	↓ -21,958
QTD	Quarter	↓ -39,712	↓ -14,301	↓ -54,013
YTD	Year	↓ -146,851	↑ 1,127	↓ -145,724

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	1.82	2.30	1M		1.20	0.87	1.72	1M		0.23	0.09	0.23
2M		2.36	1.89	2.36	2M					2M		0.00	0.00	0.16
3M		2.42	1.95	2.42	3M		1.91	1.09	2.02	3M		0.52	0.14	0.52
6M		2.51	2.07	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: 09/03/2022

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		4.0900	-3.00	-10.00	44.00	3.46	4.26
Gilt 10y		4.3564	-2.68	6.19	43.95	3.73	4.65
Bund 10y		2.4800	-7.00	-22.00	3.00	2.24	2.70
JGB 10y		0.6570	0.70	3.60	24.20	0.38	0.68
TGB 1y		2.3236	3.63	9.31	13.42	2.19	2.32
TGB 2y		2.4950	5.85	13.93	23.22	2.25	2.49
TGB 5y		2.7601	4.35	13.66	34.09	2.41	2.76
TGB 7y		2.9119	4.59	14.32	40.52	2.50	2.91
TGB 10y		3.0358	6.24	15.74	39.26	2.61	3.04
AAA Spread		70.58	0.02	-0.79	0.47	69.60	73.91
AA Spread		80.55	0.07	2.95	0.63	77.60	85.02
A Spread		122.44	-0.03	-0.23	-5.07	121.92	127.74
BBB Spread		235.01	-0.01	-4.98	-2.87	226.04	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		91.95	1.4%	2.1%	6.7%	83.21	91.95
London Gold		1944.3	0.3%	1.6%	-1.9%	1,891.8	2,029.6

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)		4,465.5	-0.3%	-1.3%	-0.4%	4,369.7	4,518.4
STOXX (EU)		457.4	0.9%	1.8%	-2.7%	445.3	470.4
FTSE All-Share(UK)		4,097.9	0.0%	1.2%	0.0%	3,953.4	4,155.7
DAX (DE)		15,840.3	-0.3%	0.5%	0.0%	15,603.3	16,406.0
CAC All-Tradable(FR)		5,448.1	-0.8%	0.5%	0.6%	5,343.9	5,576.1
TOPIX (JP)		2,349.8	1.6%	2.6%	8.0%	2,085.9	2,349.8
Shanghai (CH)		3,285.1	-0.1%	-1.3%	-4.9%	3,231.3	3,479.3
Hang Seng (HK)		18,482.9	1.9%	-3.1%	-5.5%	17,791.0	20,078.9
ASX 200 (AU)		7,278.3	-0.3%	-0.4%	0.3%	7,099.2	7,455.9
SET (TH)		1,561.5	-1.0%	2.7%	2.3%	1,485.3	1,576.7
SET50 (TH)		957.0	-1.0%	1.8%	3.4%	908.3	966.7
Straits Times (SG)		3,233.3	0.3%	-0.4%	1.6%	3,139.5	3,374.0
FTSE Malay (MY)		1,463.4	0.6%	0.4%	2.5%	1,376.1	1,463.4
JSX Index (ID)		6,977.7	0.2%	1.0%	4.0%	6,619.8	6,977.7
PSE Index (PH)		6,181.1	-1.8%	-3.5%	-6.8%	6,160.6	6,661.1
Vn Index (VN)		1,213.2	1.0%	-1.5%	13.3%	1,058.3	1,234.0

Sources: ttb analytics, CEIC

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

Important Disclosures

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