

US Treasury Yields Rise on Robust Economic Data, Ahead of Federal Reserve's Policy Decision

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U.S. Treasury yields rose on Monday, powered by strong economic data from the previous week and anticipation for the Federal Reserve's policy decision due this Wednesday. The recent economic indicators, such as firm inflation readings, solid retail sales, and rising oil prices, have pushed the 10-year Treasury yield towards its highest levels since the financial crisis of 2007-2008. The market is almost completely factoring in that the Federal Reserve will keep interest rates within the 5.25%-5.50% range this Wednesday, according to the CME FedWatch Tool. However, the odds of a rate hike of 25 basis points to a range of 5.50%-5.75% at the subsequent meeting in November are currently pegged at just 28.7%.

German home building permits plunge as industry calls for stimulus

Building permits for apartments in Germany fell 31.5% in July from a year earlier, highlighting a slump in demand plaguing the construction and real estate industry. The nosedive in permits comes amid calls from firms for stimulus from Berlin to support the industry ahead of a meeting next week with Chancellor Olaf Scholz. The statistics office attributed the decline in demand to high building costs and difficulties in getting financing, factors that have deepened stress across the broader sector. Authorities granted permits for the building of 21,000 apartments in July, 9,600 fewer than a year earlier. Permits were down 28% for the first seven months of the year. Germany aims to build 400,000 apartments a year but has struggled to meet the goal.

Singapore's Aug exports fall 20% y/y, more than forecast

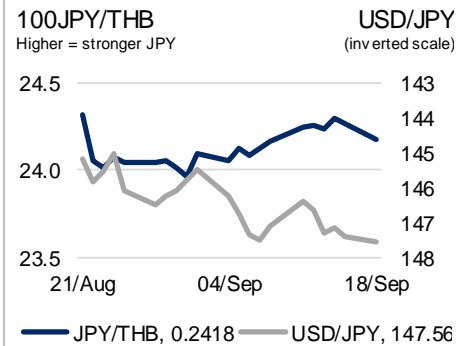
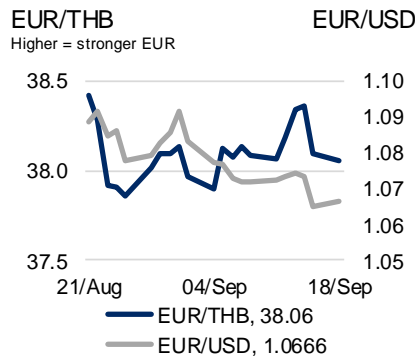
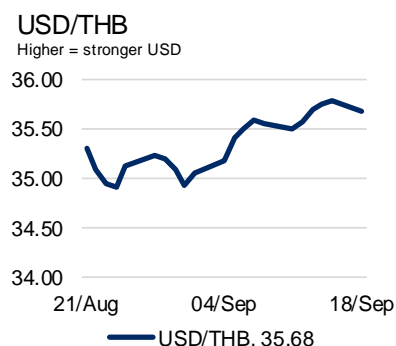
Singapore's non-oil domestic exports (NODX) fell 20.1% year-on-year in August, as both electronics and non-electronics exports to the United States, Europe and China declined. The decline compared with a Reuters poll forecast of a 15.8% contraction and continued the 20.3% contraction seen in July. On a seasonally adjusted month-on-month basis, NODX decreased 3.8%, Enterprise Singapore data showed, versus the prior month's 3.5% decline. Economists had forecast 5.5% growth. Last month, Singapore narrowed its economic growth forecast to 0.5% to 1.5% this year from 0.5% to 2.5%, after it narrowly averted a recession in the second quarter when its economy expanded a seasonally-adjusted 0.1%.

Dollar eases as traders eye upcoming central bank decisions

The 10-year government bond yield (interpolated) on the previous trading day was 3.02, +2.67 bps. The benchmark government bond yield (LB31DA) was 2.99, +3.00 bps. Meantime, the latest closed US 10-year bond yields was 4.32, -1.00 bps. USDTHB on the previous trading day closed around 35.68. Moving in a range of 35.67-35.70 this morning. USDTHB could be closed between 35.50-35.75 today. The U.S. dollar eased against a basket of currencies on Monday but remained near a six-month high in muted trading as traders awaited interest rate decisions this week by the Federal Reserve, Bank of England and Bank of Japan. The U.S. dollar index was down 0.1% at 105.15, not far from the six-month high of 105.43 touched on Thursday. The index rose for its ninth straight week last week, its longest winning streak in nearly a decade. U.S. Treasury Secretary Janet Yellen said on Monday she saw no signs the U.S. economy is entering a downturn. Resilient U.S. growth has fueled a rebound in the dollar in recent weeks though the rally will likely be tested by a gauntlet of data and Wednesday's Fed interest rate decision.

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

SET Index	1,527.6	S&P500	4,453.5	10Y UST	4.32%	Brent	93.9	Gold	1,926.4
8-Sep	▼ -0.94%	18-Sep	▼ -1.15%	18-Sep	▼ -1.0 bps	15-Sep	▲ 0.25%	18-Sep	▲ 0.40%
USD/THB	35.68	EUR/THB	38.06	JPY/THB	0.2418				
Daily	▼ -0.27%	Daily	▼ -0.09%	Daily	▼ -0.37%				
Weekly	▲ 0.30%	Weekly	▼ -0.33%	Weekly	▼ -0.33%				
Monthly	▲ 1.07%	Monthly	▼ -0.94%	Monthly	▼ -0.57%				
Sideways Trend		Falling Trend		Falling Trend					



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoI's daily closing rates

Main Contributor

Tarathip Tanganjanapas
tarathip.tan@ttbbank.com

Pimchatr Ekkachan
pimchatr.ekk@ttbbank.com

ttb analytics | ttbanalytics@ttbbank.com
Naris Sathapholdeja | naris.sat@ttbbank.com
Kasem Hanchanpanich | kasem.har@ttbbank.com

Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		105.30	0.0%	0.6%	2.0%	103.06	105.30
EUR/USD		1.0647	-0.8%	-0.7%	-2.1%	1.0647	1.0917
USD/JPY		147.41	0.2%	0.7%	1.4%	145.00	147.49
USD/CHF		0.8954	0.3%	0.5%	2.0%	0.8773	0.8954
GBP/USD		1.2422	-0.5%	-0.7%	-2.6%	1.2422	1.2781
USD/CAD		1.3508	-0.3%	-0.8%	-0.3%	1.3461	1.3672
AUD/USD		0.6455	0.4%	0.7%	0.7%	0.6376	0.6486
NZD/USD		0.5923	-0.1%	0.2%	-0.2%	0.5872	0.5977
ASEAN Dollar		110.30	0.0%	0.1%	0.3%	108.93	110.30
USD/THB		35.77	0.1%	0.8%	1.1%	34.91	35.77
USD/SGD		1.3624	0.2%	0.1%	0.4%	1.3493	1.3644
USD/MYR		4.6824	0.0%	0.3%	0.9%	4.6281	4.6824
USD/IDR		15,307	0.0%	0.2%	0.3%	15,173	15,314
USD/PHP		56.77	-0.1%	0.2%	0.1%	56.24	57.03
USD/CNY		7.2679	0.0%	-0.6%	-0.3%	7.2580	7.3429
USD/HKD		7.8260	0.0%	-0.1%	0.0%	7.8173	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		214,993	-2065
Gold		15,064	-165
SDR		5,414	-26
IMF Reserves		1,235	-6
Foreign Ccy		193,280	-1868
Net Fwd Position		30,380	-105

Last update: 08/09/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
18/09/2023	-2,568	-2,032	-4,599
15/09/2023	-1,935	-404	-2,340
14/09/2023	1,246	193	1,440
13/09/2023	-1,510	381	-1,129
12/09/2023	-772	-932	-1,703
Last 5 days	-5,539	-2,793	-8,332

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -14,910	↓ -12,547	↓ -27,458
QTD	Quarter	↓ -42,969	↓ -16,544	↓ -59,512
YTD	Year	↓ -150,108	↓ -1,115	↓ -151,223

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	1.85	2.30	1M		1.20	0.87	1.72	1M		0.23	0.09	0.23
2M		2.36	1.92	2.36	2M					2M		0.00	0.00	0.16
3M		2.42	1.98	2.42	3M		1.91	1.09	2.02	3M		0.52	0.14	0.52
6M		2.51	2.09	2.51	6M		2.27	1.31	2.27	6M		0.83	0.22	0.83
12M		2.61	2.23	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=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		4.3000	12.00	0.00	60.00	3.39	4.30
Gilt 10y		4.4020	11.00	-12.26	28.64	3.67	4.65
Bund 10y		2.6100	5.00	0.00	13.00	2.28	2.66
JGB 10y		0.6520	-0.50	2.10	24.20	0.38	0.67
TGB 1y		2.3490	1.16	7.17	15.93	2.19	2.35
TGB 2y		2.5066	0.95	9.47	21.92	2.28	2.51
TGB 5y		2.7405	1.81	5.77	26.08	2.44	2.76
TGB 7y		2.8909	1.19	6.18	29.51	2.53	2.91
TGB 10y		3.0210	2.67	7.86	28.36	2.66	3.04
AAA Spread		69.09	-1.44	-2.18	-0.94	67.91	73.91
AA Spread		80.03	-0.47	2.43	0.57	77.60	85.03
A Spread		120.65	-1.07	-1.55	-6.24	120.65	127.50
BBB Spread		234.71	-0.27	-5.03	-9.78	225.85	244.50

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		93.93	0.2%	3.6%	11.7%	83.21	93.93
London Gold		1923.5	-1.0%	1.6%	-2.0%	1,894.0	2,015.3

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)		4,487.5	-0.6%	-0.8%	-0.6%	4,369.7	4,515.8
STOXX (EU)		454.1	-0.3%	1.4%	-0.3%	445.3	465.0
FTSE All-Share(UK)		4,152.9	-0.9%	1.7%	4.0%	3,953.4	4,190.4
DAX (DE)		15,741.4	-0.5%	1.1%	-1.3%	15,574.3	16,240.4
CAC All-Tradable(FR)		5,373.6	-1.1%	0.6%	-1.4%	5,335.6	5,527.7
TOPIX (JP)		2,377.9	1.2%	5.5%	10.5%	2,096.4	2,377.9
Shanghai (CH)		3,311.1	-0.6%	0.8%	-1.3%	3,231.3	3,470.5
Hang Seng (HK)		18,456.9	0.4%	0.7%	-6.2%	17,791.0	19,978.3
ASX 200 (AU)		7,257.1	-0.8%	1.5%	1.4%	7,004.0	7,450.7
SET (TH)		1,548.8	0.0%	2.0%	0.9%	1,479.6	1,568.8
SET50 (TH)		948.8	0.0%	1.3%	2.1%	902.7	963.5
Straits Times (SG)		3,222.9	-0.5%	0.8%	0.1%	3,150.4	3,371.2
FTSE Malay (MY)		1,460.6	-0.1%	0.9%	3.5%	1,374.6	1,462.7
JSX Index (ID)		6,996.0	0.0%	2.0%	5.0%	6,618.9	6,996.8
PSE Index (PH)		6,241.7	0.4%	-2.6%	-5.5%	6,175.3	6,675.5
Vn Index (VN)		1,245.5	1.8%	0.2%	17.0%	1,064.6	1,245.5

Sources: ttb analytics, CEIC

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

Important Disclosures

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