

U.S. business activity nears stand-still in September

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U.S. business activity showed little change in September, with the vast services sector essentially idling at the slowest pace since February, and overall new order activity slipping to the lowest level this year. S&P Global said its flash U.S. Composite PMI index, which tracks the manufacturing and service sectors, dipped to a reading of 50.1 in September from a final reading for August of 50.2. The survey's composite new orders index slid to the lowest since December at 47.7 from 49.2 last month, marking the second straight month of declining new business. Input cost pressures ticked higher for a second month as well. The survey's services PMI edged down to an eight-month low of 50.2, fractionally lower than the reading of 50.6 expected by economists in a Reuters poll. S&P's manufacturing PMI ticked higher to 48.9 from 47.9 in August but was still the fifth straight month of contraction. Economists had forecast a manufacturing PMI of 48.0.

Shrinking German business activity points to Q3 contraction

German business activity fell for the third consecutive month in September due to a sustained decline in demand for goods and services, pointing to a "deep" economic contraction in the quarter. The HCOB German Flash Composite Purchasing Managers' Index (PMI), compiled by S&P Global, rose to 46.2 in September from August's 44.6, but came in below the 47.2 forecasts by economists. The indicator was below the 50 level, pointing to a contraction in business activity. Business activity in the services sector contracted for the second month in a row, although the rate of contraction eased noticeably. The sector reading rose to 49.8 from 47.3 in August but remained below 50. The manufacturing PMI rose slightly to 39.8 from 39.1 in August but remained deep in contraction territory, the survey showed.

Japan business mood likely improved slightly in BOJ tankan

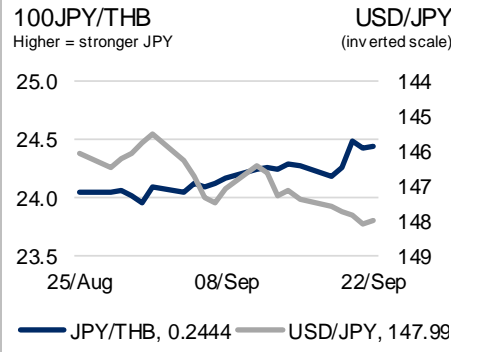
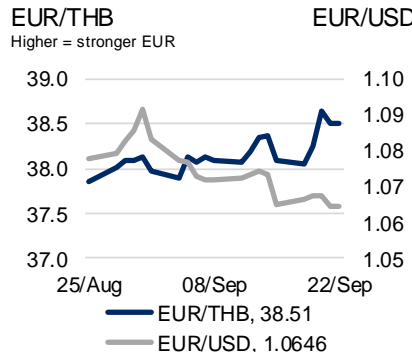
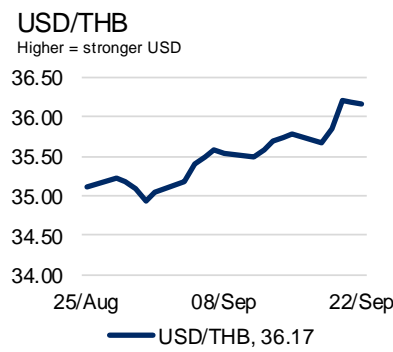
A closely watched central bank survey is likely to show Japan's business confidence improved slightly in the three months to September, according to a Reuters poll, suggesting the economy is weathering headwinds from slowing global growth for now. The survey is also expected to show corporate spending appetite remains firm, according to the poll, which may heighten the case for the Bank of Japan (BOJ) to phase out its massive monetary stimulus. "Big manufacturers' sentiment likely improved, mainly among automakers. The service-sector mood is also expected to have brightened," thanks to the removal of pandemic curbs and the return of foreign tourists, said analysts at SMBC Nikko Securities.

Yen Drops and Dollar Rises as Central Banks Maintain Stimulus Measures

The 10-year government bond yield (interpolated) on the previous trading day was 3.20, +5.47 bps. The benchmark government bond yield (LB31DA) was 3.16, +5.00 bps. Meantime, the latest closed US 10-year bond yields was 4.44, -5.00 bps. USDTHB on the previous trading day closed around 36.17. Moving in a range of 35.905-35.96 this morning. USDTHB could be closed between 35.80-36.06 today. The yen fell sharply against the dollar, trading at 148.31, following the Bank of Japan's decision to keep interest rates in negative territory. This move indicates that the bank is not in a hurry to wind down its large-scale stimulus program. Concurrently, the dollar rose by 0.2%, marking its 10th successive weekly gain, bolstered by a decline in the euro due to poor economic data from the Eurozone. The Federal Reserve (Fed) has maintained its steady approach to interest rates, although there is speculation about a possible rate increase this year, extending into 2024. According to the CME FedWatch tool, market sentiment indicates a 45% chance of another rate hike this year and a 44% likelihood of rate cuts by early 2024.

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

<b>SET Index</b>	1,522.6	<b>S&amp;P500</b>	4,320.1	<b>10Y UST</b>	4.44%	<b>Brent</b>	93.3	<b>Gold</b>	1,926.7
22-Sep	▲ 0.55%	22-Sep	▼ -1.88%	22-Sep	▼ -5.0 bps	21-Sep	▼ -0.25%	22-Sep	▲ 0.15%
<b>USD/THB</b>	36.17	<b>EUR/THB</b>	38.51	<b>JPY/THB</b>	0.2444				
Daily ▼ -0.01%		Daily ▼ -0.01%		Daily ▲ 0.06%					
Weekly ▲ 1.37%		Weekly ▲ 1.18%		Weekly ▲ 1.08%					
Monthly ▲ 2.94%		Monthly ▲ 1.71%		Monthly ▲ 1.64%					
Sideways Trend		Sideways Trend		Rising Trend					



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

Main Contributor

Tarathip Tangkanjanapas  
tarathip.tan@ttbank.com

Pimchatr Ekkachan  
pimchatr.ekk@ttbank.com

ttbank analytics | ttbankanalytics@ttbank.com  
Naris Sathapholdeja | naris.sat@ttbank.com  
Kasem Hanchanpanich | kasem.har@ttbank.com

Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		105.51	0.0%	0.2%	2.1%	103.09	105.51
EUR/USD		1.0646	-0.2%	0.0%	-2.0%	1.0646	1.0917
USD/JPY		148.10	0.2%	0.5%	2.1%	145.00	148.10
USD/CHF		0.8993	0.1%	0.4%	2.5%	0.8773	0.8993
GBP/USD		1.2331	-0.4%	-0.7%	-3.0%	1.2331	1.2781
USD/CAD		1.3478	0.0%	-0.2%	-0.4%	1.3478	1.3672
AUD/USD		0.6423	-0.4%	-0.5%	-0.7%	0.6376	0.6486
NZD/USD		0.5920	-0.3%	0.0%	-0.7%	0.5872	0.5962

ASEAN Dollar		109.02	0.0%	0.5%	1.2%	107.24	109.02
USD/THB		36.17	-0.1%	1.1%	3.6%	34.91	36.20
USD/SGD		1.3654	0.0%	0.2%	1.0%	1.3493	1.3655
USD/MYR		4.6847	-0.2%	0.0%	0.9%	4.6383	4.6932
USD/IDR		15,317	-0.1%	0.1%	0.5%	15,173	15,337
USD/PHP		56.88	0.0%	0.2%	0.3%	56.24	57.03
USD/CNY		7.2917	0.0%	0.3%	0.2%	7.2580	7.3429
USD/HKD		7.8204	0.0%	-0.1%	-0.2%	7.8190	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		214,739	-255
Gold		15,102	37
SDR		5,411	-3
IMF Reserves		1,234	-1
Foreign Ccy		192,992	-288
Net Fwd Position		30,135	-245

Last update: 15/09/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
22/09/2023	-1,305	-2,981	-4,286
21/09/2023	637	121	758
20/09/2023	-2,253	1,903	-351
19/09/2023	-1,117	-1,740	-2,857
18/09/2023	-2,568	-2,032	-4,599
Last 5 days	-6,606	-4,729	-11,335

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -18,948	↓ -15,245	↓ -34,193
QTD	Quarter	↓ -47,007	↓ -19,241	↓ -66,248
YTD	Year	↓ -154,146	↓ -3,813	↓ -157,959

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	1.79	2.28	1W		1.47	0.89	1.65	1W		0.00	0.00	0.08
1M		2.31	1.87	2.31	1M		1.20	0.87	1.72	1M		0.23	0.09	0.23
2M		2.38	1.95	2.38	2M					2M		0.00	0.00	0.16
3M		2.44	2.00	2.44	3M		1.91	1.09	2.02	3M		0.52	0.14	0.52
6M		2.53	2.11	2.53	6M		2.27	1.31	2.27	6M		0.83	0.22	0.83
12M		2.63	2.26	2.63	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		4.2700	1.00	8.00	58.00	3.57	4.34
Gilt 10y		4.3609	-11.42	-29.28	17.26	3.78	4.65
Bund 10y		2.6300	3.00	15.00	35.00	2.28	2.70
JGB 10y		0.6580	-0.40	-1.50	20.50	0.38	0.67
TGB 1y		2.4229	0.69	8.54	23.30	2.19	2.42
TGB 2y		2.5514	0.53	5.42	25.33	2.29	2.55
TGB 5y		2.7898	1.05	6.74	28.11	2.49	2.80
TGB 7y		2.9740	2.30	9.50	32.94	2.62	2.97
TGB 10y		3.1971	5.47	20.27	41.04	2.77	3.20
AAA Spread		67.56	-0.37	-3.77	-0.35	67.56	73.91
AA Spread		80.69	0.47	-0.76	1.99	77.60	85.03
A Spread		120.95	-0.24	-1.05	-2.72	120.65	127.50
BBB Spread		234.46	-0.18	-5.26	-3.43	234.46	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		93.30	-0.2%	1.5%	11.0%	83.21	94.43
London Gold		1918.9	-0.3%	0.8%	-2.0%	1,890.1	1,978.2

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)		4,450.3	0.1%	-0.8%	1.9%	4,369.7	4,515.8
STOXX (EU)		447.2	-0.4%	-1.8%	-1.9%	445.3	461.7
FTSE All-Share(UK)		4,172.4	0.0%	-0.1%	5.3%	3,953.4	4,197.8
DAX (DE)		15,715.5	-0.2%	0.6%	-2.1%	15,621.5	16,310.8
CAC All-Tradable(FR)		5,409.1	0.1%	0.6%	-0.4%	5,335.6	5,527.7
TOPIX (JP)		2,360.5	-1.0%	3.7%	9.3%	2,152.4	2,383.4
Shanghai (CH)		3,289.1	0.7%	1.8%	-2.1%	3,231.3	3,449.9
Hang Seng (HK)		18,025.9	-1.0%	1.3%	-2.8%	17,791.0	19,978.3
ASX 200 (AU)		7,206.9	0.7%	0.3%	1.4%	7,004.0	7,450.7
SET (TH)		1,545.5	-0.1%	-0.8%	0.3%	1,479.6	1,576.7
SET50 (TH)		945.6	0.0%	-1.5%	1.5%	902.7	966.7
Straits Times (SG)		3,214.5	0.2%	1.3%	0.6%	3,150.4	3,371.2
FTSE Malay (MY)		1,453.4	-0.1%	0.9%	3.4%	1,376.1	1,462.7
JSX Index (ID)		6,934.0	0.1%	0.5%	2.8%	6,619.8	6,996.8
PSE Index (PH)		6,230.2	0.1%	0.8%	-5.5%	6,179.6	6,635.1
Vn Index (VN)		1,245.4	0.3%	5.5%	15.8%	1,064.6	1,245.5

Sources: ttb analytics, CEIC

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

### Important Disclosures

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