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Federal Reserve Governor Christopher Waller indicated a potential shift in the US central bank's approach to interest rate adjustments during the E2 Summit. Amid tightening financial markets, Waller suggested that the Fed could adopt an observant stance before deciding on further modifications to interest rates. The US economy has shown surprising resilience despite an aggressive rate-hiking campaign that escalated its benchmark interest rate from almost zero to a target range of 5.25%-5.5% within two years. Waller pointed out that the financial markets are essentially doing some of the Fed's work, thereby potentially reducing the need for further tightening. The increase in Treasury yields following September's policy meeting has led other Fed officials, including Vice Chair Philip Jefferson, Dallas Fed President Lorie Logan, and Paul Ryan, to echo Waller's sentiments.

Euro zone consumers see inflation slightly above ECB target for years

Euro zone households see inflation staying slightly above the European Central Bank's 2% target for another three years, an ECB survey showed, as rate-setters struggle to convince the public that their plans for taming price pressures are on track. While consumer expectations for inflation are by nature imprecise, they can influence wage demands, spending and saving. They are also an important input in gauging whether the public has faith in the ECB achieving its inflation goal, amid a global debate about whether such targets should be raised. The ECB's Consumer Expectation Survey, carried out in August, showed the median respondent thought inflation would be 2.5% in three years' time, up from 2.4% in the previous survey around a month earlier.

Chinese vehicle sales rise 5% in September, new-energy cars sector sees 10.7% YoY growth

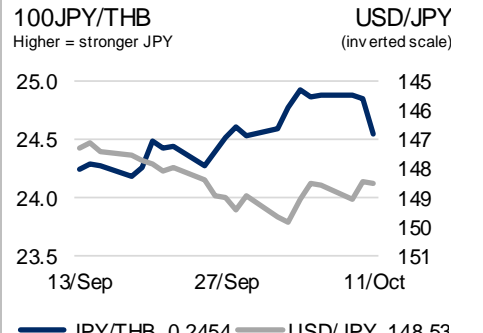
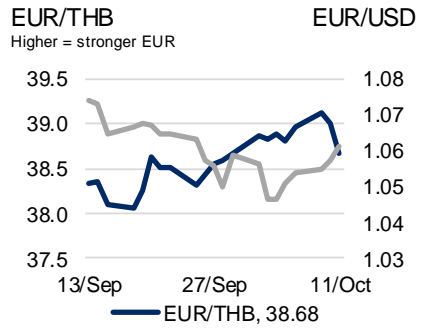
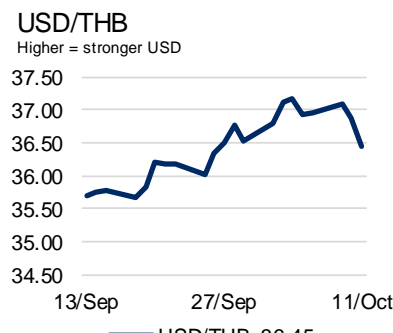
China's vehicle sales experienced a notable uptick in September, with a 5% year-on-year (YoY) and month-on-month (MoM) increase to 2.02 million vehicles sold, as reported by the China Passenger Car Association (CPCA). This surge was primarily attributed to promotional activities and anticipation of holidays such as the Golden Week. A significant push for quarterly sales targets by automakers, especially noticeable in the new-energy cars sector, contributed to this growth. The sector witnessed a 10.7% YoY increase, demonstrating a robust trend toward cleaner energy vehicles in the Chinese market. In addition to domestic sales growth, China's auto industry also recorded a strong export growth of 50% YoY in September.

Dollar steady on underlying moderate PPI data, dovish Fed officials

The 10-year government bond yield (interpolated) on the previous trading day was 3.30, -6.06 bps. The benchmark government bond yield (LB31DA) was 3.34, -6.00 bps. Meantime, the latest closed US 10-year bond yields was 4.58, -8.00 bps. USDTHB on the previous trading day closed around 36.45. Moving in a range of 36.325-36.36 this morning. USDTHB could be closed between 36.15-36.45 today. The dollar was steady after a core reading of U.S. producer prices showed underlying inflation moderated further in September, leading the market to reason the Federal Reserve is done hiking interest rates. The dollar index, which tracks the U.S. currency against six others, traded little changed after touching a two-week low of 105.550, while the euro rose to its highest since Sept. 25 at \$1.0634. After stripping out food, energy and trade services, the producer price index (PPI) gained 0.2% last month, the same margin as in August. In the 12 months through September, core PPI increased 2.8%, or less than a 2.9% advance in August. The dollar's recent weakness has been driven by declining Treasury yields as bond prices rallied on the Fed's softer stance on future rate hikes. Bond yields move opposite to their price.

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

SET Index	1,456.0	S&P500	4,377.0	10Y UST	4.58%	Brent	87.7	Gold	1,870.0
1-Oct	▲ 1.49%	11-Oct	▲ 0.95%	11-Oct	▼ -8.0 bps	10-Oct	▼ -0.57%	11-Oct	▲ 0.55%
USD/THB 36.45	Daily ▼ -1.18%	EUR/THB 38.68	Daily ▼ -0.83%	JPY/THB 0.2454	Daily ▼ -1.22%				
	Weekly ▼ -1.28%		Weekly ▼ -0.33%		Weekly ▼ -1.28%				
Sideways Trend	Monthly ▲ 2.10%	Sideways Trend	Monthly ▲ 0.87%	Sideways Trend	Monthly ▲ 1.26%				



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		106.05	0.0%	-1.0%	1.3%	104.67	107.22
EUR/USD		1.0572	0.2%	1.0%	-1.5%	1.0462	1.0741
USD/JPY		148.48	-0.4%	-0.4%	1.3%	146.41	149.85
USD/CHF		0.9051	-0.6%	-1.8%	1.5%	0.8906	0.9213
GBP/USD		1.2245	0.4%	1.5%	-2.1%	1.2068	1.2507
USD/CAD		1.3582	-0.6%	-1.0%	-0.1%	1.3471	1.3736
AUD/USD		0.6416	1.0%	1.8%	0.0%	0.6303	0.6457
NZD/USD		0.6028	0.9%	2.4%	2.0%	0.5872	0.6028
ASEAN Dollar		110.84	0.0%	0.5%	1.7%	108.76	111.03
USD/THB		36.89	-0.5%	-0.7%	3.7%	35.50	37.16
USD/SGD		1.3641	-0.3%	-0.7%	0.2%	1.3601	1.3743
USD/MYR		4.7300	0.1%	0.0%	1.2%	4.6705	4.7311
USD/IDR		15,636	0.2%	0.3%	2.3%	15,268	15,636
USD/PHP		56.92	0.0%	0.2%	0.3%	56.60	57.06
USD/CNY		7.2768	0.0%	-0.5%	-0.3%	7.2679	7.3429
USD/HKD		7.8232	-0.1%	-0.1%	-0.1%	7.8186	7.8413

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		211,750	-1837
Gold		14,511	-602
SDR		5,385	-17
IMF Reserves		1,225	-4
Foreign Ccy		190,629	-1214
Net Fwd Position		29,755	-150

Last update: 29/09/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
11/10/2023	2,916	17,127	20,043
10/10/2023	-1,266	280	-986
09/10/2023	2,963	-1,984	980
06/10/2023	-1,638	1,676	38
05/10/2023	-2,140	-1,483	-3,624
Last 5 days	835	15,615	16,451

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -4,241	↑ 12,453	↑ 8,212
QTD	Quarter	↓ -4,241	↑ 12,453	↑ 8,212
YTD	Year	↓ -161,411	↑ 1,771	↓ -159,640

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		2.50	2.00	2.50	ON		0.00	0.43	2.02	ON		0.08	0.07	0.08
1W		2.52	2.03	2.52	1W		1.47	0.89	1.65	1W		0.00	0.00	0.08
1M		2.55	2.05	2.55	1M		1.20	0.87	1.72	1M		0.23	0.09	0.23
2M		2.59	2.10	2.59	2M					2M		0.00	0.00	0.16
3M		2.62	2.15	2.62	3M		1.91	1.09	2.02	3M		0.52	0.14	0.52
6M		2.71	2.24	2.71	6M		2.27	1.31	2.27	6M		0.83	0.22	0.83
12M		2.81	2.37	2.81	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	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		4.5900	3.00	30.00	87.00	3.69	4.59
Gilt 10y		4.3219	3.13	-3.90	-0.79	4.14	4.65
Bund 10y		2.8600	8.00	23.00	45.00	2.32	2.86
JGB 10y		0.7470	0.90	8.00	30.00	0.38	0.76
TGB 1y		2.4490	0.02	-1.66	16.17	2.26	2.48
TGB 2y		2.5706	-0.38	1.50	13.41	2.39	2.57
TGB 5y		2.8570	-1.19	-0.26	14.04	2.65	2.88
TGB 7y		3.0682	-2.52	-0.15	20.22	2.81	3.10
TGB 10y		3.3035	-6.06	-6.36	33.02	2.89	3.38
AAA Spread		64.94	-0.43	-2.72	-7.93	64.94	73.91
AA Spread		69.38	-0.42	-10.90	-10.76	68.49	85.03
A Spread		116.49	-2.88	-4.70	-6.68	116.49	124.60
BBB Spread		234.44	0.11	-0.18	-3.22	234.33	239.73

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		87.65	-0.6%	-3.6%	-3.3%	84.07	96.55
London Gold		1871.6	-1.3%	-2.5%	-4.2%	1,871.6	1,981.5

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)		4,263.8	-0.1%	-1.0%	-4.6%	4,229.5	4,505.1
STOXX (EU)		437.0	-0.9%	-2.7%	-3.6%	437.0	457.4
FTSE All-Share(UK)		4,124.7	1.9%	2.0%	1.0%	4,010.9	4,197.8
DAX (DE)		15,386.6	1.1%	-2.1%	-4.0%	15,217.5	16,406.0
CAC All-Tradable(FR)		5,311.1	0.9%	-1.8%	-2.0%	5,262.3	5,576.1
TOPIX (JP)		2,345.5	-1.1%	-0.6%	2.2%	2,219.8	2,406.0
Shanghai (CH)		3,234.2	-1.3%	-2.9%	-4.5%	3,231.3	3,450.0
Hang Seng (HK)		17,373.0	-0.5%	-4.0%	-10.5%	17,373.0	19,916.6
ASX 200 (AU)		7,048.6	0.3%	-2.2%	-3.6%	7,030.3	7,455.9
SET (TH)		1,471.4	-1.7%	-4.8%	-5.6%	1,466.9	1,576.7
SET50 (TH)		899.3	-2.2%	-4.9%	-5.2%	896.4	966.7
Straits Times (SG)		3,217.4	0.5%	0.1%	-1.3%	3,149.3	3,374.0
FTSE Malay (MY)		1,424.2	-1.5%	-2.1%	3.1%	1,376.1	1,463.5
JSX Index (ID)		6,939.9	0.2%	-0.3%	3.3%	6,619.8	7,016.8
PSE Index (PH)		6,321.2	-0.8%	1.5%	-2.9%	6,094.7	6,661.1
Vn Index (VN)		1,154.2	0.0%	-7.3%	4.4%	1,105.4	1,245.4

Sources: ttb analytics, CEIC

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

Important Disclosures

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