

US retail sales beat expectations in boost to third-quarter GDP growth expectations

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US retail sales increased more than expected in September as households stepped up purchases of motor vehicles and spent more at restaurants and bars, cementing expectations that economic growth accelerated in the third quarter. Retail sales rose 0.7% last month. Data for August was revised higher to show sales advancing 0.8% instead of 0.6% as previously reported. Economists polled by Reuters had forecast retail sales rising 0.3% in September. Retail sales are mostly goods and are not adjusted for inflation. They rose 3.8% year-on-year in September. Despite the show of resilience, headwinds are rising for consumers. Higher borrowing costs as the U.S. central bank tackles inflation have pushed credit card delinquencies to an 11-year high.

US manufacturing output rises solidly in September

Production at US factories increased more than expected in September despite strikes in the automobile industry curbing motor vehicle output, further evidence that the economy exited the third quarter with momentum. Manufacturing output rose 0.4% last month. Data for August was revised lower to show production at factories dipping 0.1% instead of nudging up 0.1% as previously reported. Economists polled by Reuters had forecast factory output would tick up 0.1%. Production dropped 0.8% on a year-on-year basis in September. It was unchanged in the third quarter. Durable goods manufacturing output rose at a 2.3% annualized rate, which was offset by a 2.4% pace of decline in nondurable manufacturing.

China's Q3 GDP seen slowing as Beijing races to revive growth

China's economy likely slowed in the third quarter, data is expected to show on Wednesday, weighed by persistently weak demand, although increased stimulus has improved the prospects Beijing might be able to hit its full-year growth target. The world's second-largest economy faltered in the second quarter after a brief post-COVID recovery, dragged by a property downturn and huge debt due to a decades-long infrastructure binge. The government has in recent weeks unveiled a raft of measures, including more public works spending, interest rate cuts, property easing and efforts to shore up the private sector. Gross domestic product (GDP) likely grew 4.4% in July-September from a year earlier, according to economists polled by Reuters, slowing from the 6.3% pace in the second quarter.

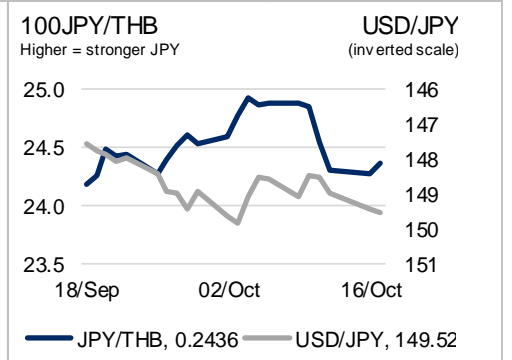
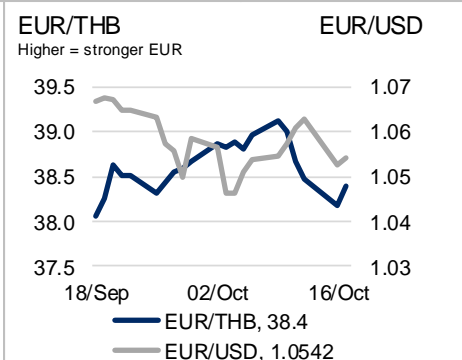
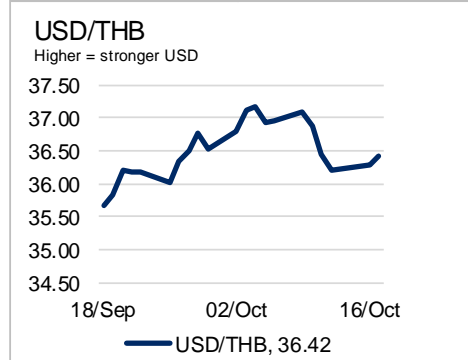
Dollar mixed after earlier bounce on strong US retail sales

The 10-year government bond yield (interpolated) on the previous trading day was 3.33, +2.23 bps. The benchmark government bond yield (LB31DA) was 3.30, +2.00 bps. Meantime, the latest closed US 10-year bond yields was 4.83, +12.00 bps. USDTHB on the previous trading day closed around 36.42. Moving in a range of 36.34-36.41 this morning. USDTHB could be closed between 36.25-36.50 today. The dollar rose against the Japanese yen but ended lower against the euro after data showed that U.S. retail sales rose more than expected in September, with investors also focused on a busy week of speeches by Federal Reserve officials. Retail sales rose 0.7% last month as households boosted purchases of motor vehicles and spent more at restaurants and bars. Other data on Tuesday showed that production at US factories increased more than expected in September despite strikes in the automobile industry curbing motor vehicle output. The dollar index was last flat on the day at 106.23. It is holding below the 107.34 level reached on Oct. 3, the highest since November 2022. The euro gained 0.08% to \$1.0569. It is up from \$1.0448 on Oct. 3, the lowest since December 2022. Investors are focused on speeches this week by Fed officials, including Fed Chair Jerome Powell on Thursday, for further clues about interest rate policy.

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

DAX Index	1,433.4	S&P500	4,373.2	10Y UST	4.83%	Brent	89.7	Gold	1,923.3
7-Oct	▲ 0.44%	17-Oct	▲ 1.04%	17-Oct	▲ 12.0 bps	16-Oct	▼ -1.37%	17-Oct	▲ 0.46%

USD/THB 36.42	Daily ▲ 0.40%	EUR/THB 38.40	Daily ▲ 0.57%	JPY/THB 0.2436	Daily ▲ 0.34%
Weekly ▼ -1.27%	Weekly ▼ -1.55%	Weekly ▼ -1.97%	Weekly ▼ -1.97%	Weekly ▼ -1.97%	Weekly ▼ -1.97%
Monthly ▲ 2.06%	Monthly ▲ 0.89%	Monthly ▲ 0.75%	Monthly ▲ 0.75%	Monthly ▲ 0.75%	Monthly ▲ 0.75%



Sources: ttbank analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoJ'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		106.43	0.0%	0.0%	1.1%	104.68	107.22
EUR/USD		1.0524	-1.0%	-0.2%	-1.2%	1.0462	1.0741
USD/JPY		149.43	0.3%	0.2%	1.4%	146.64	149.85
USD/CHF		0.9022	0.3%	-0.9%	0.8%	0.8916	0.9213
GBP/USD		1.2162	-1.3%	-0.3%	-2.1%	1.2068	1.2503
USD/CAD		1.3647	0.5%	-0.1%	1.0%	1.3471	1.3736
AUD/USD		0.6320	-1.5%	-0.6%	-2.1%	0.6303	0.6457
NZD/USD		0.5922	-1.5%	-0.8%	0.0%	0.5886	0.6040
ASEAN Dollar		110.14	0.0%	-0.2%	1.0%	108.47	110.75
USD/THB		36.28	0.2%	-2.2%	1.4%	35.57	37.16
USD/SGD		1.3692	0.6%	0.1%	0.5%	1.3601	1.3743
USD/MYR		4.7370	0.4%	0.3%	1.2%	4.6742	4.7370
USD/IDR		15,644	0.0%	0.2%	2.2%	15,287	15,659
USD/PHP		56.82	0.2%	-0.1%	0.1%	56.60	57.06
USD/CNY		7.3074	0.0%	0.2%	0.5%	7.2679	7.3146
USD/HKD		7.8210	0.1%	-0.1%	-0.1%	7.8108	7.8344

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.40	0.70
3-month		1.30	0.90
6-month		2.35	1.10

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		210,469	-1281
Gold		14,387	-124
SDR		5,389	4
IMF Reserves		1,226	1
Foreign Ccy		189,467	-1161
Net Fwd Position		29,780	25

Last update: 06/10/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
17/10/2023	-841	-1,474	-2,315
16/10/2023	-2,900	-2,910	-5,810
12/10/2023	-1,760	1,889	129
11/10/2023	2,916	17,127	20,043
10/10/2023	-1,266	280	-986
Last 5 days	-3,850	14,911	11,061

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -9,742	↑ 9,957	↑ 216
QTD	Quarter	↓ -9,742	↑ 9,957	↑ 216
YTD	Year	↓ -166,912	↓ -724	↓ -167,636

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	1.75	2.50	ON		1.90	0.43	2.00	ON		0.08	0.07	0.08
1W		2.52	1.80	2.52	1W		1.64	0.22	1.65	1W		0.00	0.00	0.08
1M		2.55	1.91	2.55	1M		1.55	0.69	1.72	1M		0.19	0.09	0.19
2M		2.59	1.98	2.59	2M					2M		0.00	0.00	0.16
3M		2.63	2.04	2.63	3M		2.02	1.07	2.02	3M		0.50	0.13	0.50
6M		2.71	2.14	2.71	6M		2.27	1.31	2.27	6M		0.83	0.17	0.83
12M		2.82	2.29	2.82	12M		2.71	1.59	2.71	12M		1.34	0.29	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		4.6900	13.00		51.00		99.00		3.64	4.69
Gilt 10y		4.3923	10.17		4.80		22.52		4.07	4.65
Bund 10y		2.8700	7.00		31.00		45.00		2.32	2.87
JGB 10y		0.7740	3.60		11.70		32.40		0.38	0.77
TGB 1y		2.4578	0.66		0.28		12.04		2.32	2.48
TGB 2y		2.5782	0.26		0.41		8.11		2.49	2.58
TGB 5y		2.8888	2.19		1.17		16.64		2.72	2.89
TGB 7y		3.0832	2.78		-1.75		20.42		2.87	3.10
TGB 10y		3.3328	2.23		-4.93		33.85		2.97	3.38
AAA Spread		65.56	-0.98		-5.01		-7.08		65.56	73.91
AA Spread		69.69	1.25		-10.86		-9.19		68.44	84.99
A Spread		116.56	-2.82		-5.88		-7.06		116.56	126.88
BBB Spread		234.61	0.32		-0.39		-3.36		234.29	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		89.65	-1.4%		1.7%		-4.3%		84.07	96.55
London Gold		1828.3	-3.5%		-5.4%		-6.9%		1,828.3	1,972.0

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)		4,308.5	1.2%		1.6%		-2.1%		4,229.5	4,505.1
STOXX (EU)		440.9	1.0%		-2.6%		-3.6%		436.3	457.4
FTSE All-Share(UK)		4,137.3	0.6%		0.3%		-0.4%		4,010.9	4,197.8
DAX (DE)		15,085.2	-0.9%		-4.4%		-6.3%		15,085.2	16,406.0
CAC All-Tradable(FR)		5,200.9	-1.2%		-4.0%		-4.1%		5,200.9	5,576.1
TOPIX (JP)		2,314.4	-2.4%		-1.5%		3.5%		2,130.6	2,405.6
Shanghai (CH)		3,266.6	-0.3%		0.6%		-2.8%		3,248.6	3,450.0
Hang Seng (HK)		17,331.2	-0.8%		-5.7%		-9.3%		17,331.2	19,916.6
ASX 200 (AU)		6,943.4	-1.2%		-5.1%		-2.5%		6,943.4	7,455.9
SET (TH)		1,447.3	-3.3%		-6.5%		-5.6%		1,447.3	1,576.7
SET50 (TH)		885.7	-3.7%		-6.5%		-4.5%		885.7	966.7
Straits Times (SG)		3,192.4	-0.2%		-1.1%		0.4%		3,149.3	3,374.0
FTSE Malay (MY)		1,420.0	-1.8%		-2.9%		2.7%		1,376.1	1,463.5
JSX Index (ID)		6,940.9	0.2%		-0.8%		4.6%		6,619.8	6,996.8
PSE Index (PH)		6,306.0	-1.1%		1.3%		-2.7%		6,124.6	6,661.1
Vn Index (VN)		1,118.1	-3.1%		-9.5%		1.5%		1,075.0	1,243.3

Sources: ttb analytics, CEIC

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

Important Disclosures

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