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US prices fell in November for the first in more than 3-1/2 years, pushing the annual increase in inflation further below 3%, and boosting financial market expectations of an interest rate cut from the Federal Reserve next March. Inflation, as measured by the personal consumption expenditures (PCE) price index, fell 0.1% last month, the Commerce Department's Bureau of Economic Analysis said. That was the first monthly decline in the PCE price index since April 2020 and followed an unchanged reading in October. Food prices edged down 0.1% and energy prices dropped 2.7%. In the 12 months through November, the PCE price index increased 2.6% after rising 2.9% in October. October marked the first time since March 2021 that the annual PCE price index was below 3%. Economists polled by Reuters had forecast the PCE price index unchanged on the month and rising 2.8% year-on-year.

US new home sales fall to one-year low in November

Sales of new US single-family homes dropped to a one-year low in November, but the unexpected decline is probably temporary amid a chronic shortage of previously owned homes, which has been supporting demand for new construction. New home sales decreased 12.2% to a seasonally adjusted annual rate of 590,000 units last month, the lowest level since November 2022, the Commerce Department's Census Bureau said on Friday. October's sales pace was revised lower to 672,000 units from the previously reported 679,000 units. Economists polled by Reuters had forecast new home sales, which account for 13.4% of US home sales, rebounding to a rate of 685,000 units. New home sales are counted at the signing of a contract, making them a leading indicator of the housing market.

UK recession might be under way after economy shrinks in Q3

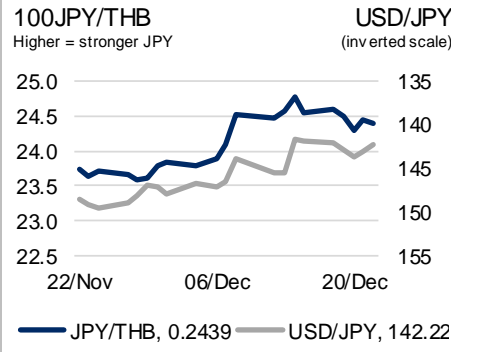
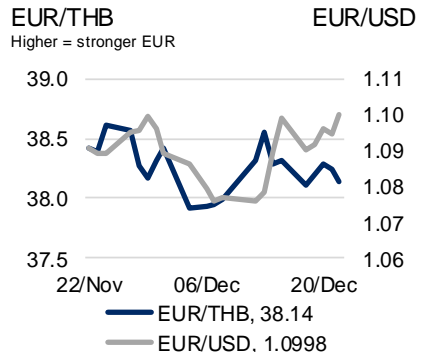
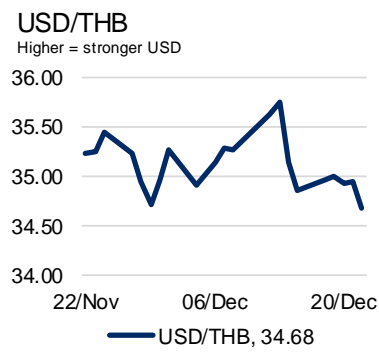
Britain's economy might be in a recession, according to data that showed it shrank between July and September, shortly after finance minister Jeremy Hunt took the rare step of suggesting the Bank of England might cut interest rates to boost growth. Gross domestic product (GDP) contracted by 0.1% in the third quarter, the Office for National Statistics (ONS) said. It had previously estimated that the economy was unchanged from the previous three months and economists polled by Reuters had mostly expected another unchanged reading. Similarly, second-quarter GDP was now estimated to have been flat, a cut from a previous estimate of 0.2% growth. However, there were some more upbeat signs about the economy in separate data also published on Friday which showed retail sales in November jumped by much more than expected, increasing by 1.3% from October, boosted by discount sales.

Dollar slips to 5-month low as US inflation cools

The 10-year government bond yield (interpolated) on the previous trading day was 2.75, +0.14 bps. The benchmark government bond yield (LB31DA) was 2.82, -8.00 bps. Meantime, the latest closed US 10-year bond yields was 3.90, +1.00 bps. USDTHB on the previous trading day closed around 34.68. Moving in a range of 34.58-34.64 this morning. USDTHB could be closed between 34.45-34.70 today. The dollar index edged down, hitting a near five-month low as data showed annual US inflation slowed further below 3% in November, cementing market expectations for a US interest rate cut next March. In the 12 months through November, inflation, as measured by the personal consumption expenditures (PCE) price index, stood at 2.6%, easing from 2.9% in October. Excluding the volatile food and energy components, the so-called core PCE price index advanced 3.2% year-on-year in November, the smallest rise since April 2021. The Federal Reserve tracks the PCE price measures for its 2% inflation target.

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

SET Index	1,405.1	S&P500	4,754.6	10Y UST	3.90%	Brent	79.4	Gold	2,055.6
22-Dec	▲ 0.02%	22-Dec	▲ 0.17%	22-Dec	▲ 1.0 bps	21-Dec	▼ -0.41%	22-Dec	▲ 1.04%
USD/THB	34.68	EUR/THB	38.14	JPY/THB	0.2439				
Daily	▼ -0.75%	Daily	▼ -0.28%	Daily	▼ -0.20%				
Weekly	▼ -0.78%	Weekly	▲ 0.08%	Weekly	▼ -0.81%				
Monthly	▼ -1.56%	Monthly	▼ -0.72%	Monthly	▲ 2.74%				
Falling Trend		Sideways Trend		Sideways Trend					



Sources: ttbank analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoI'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		102.38	0.0%	0.4%	-1.0%	101.96	104.56
EUR/USD		1.0946	-0.1%	-0.4%	0.0%	1.0758	1.0994
USD/JPY		143.00	-0.5%	0.7%	-3.2%	141.77	151.11
USD/CHF		0.8623	0.1%	-0.4%	-2.4%	0.8614	0.8881
GBP/USD		1.2641	-0.6%	-1.0%	1.0%	1.2401	1.2765
USD/CAD		1.3356	0.0%	-0.3%	-2.7%	1.3353	1.3739
AUD/USD		0.6743	-0.2%	0.5%	2.7%	0.6466	0.6757
NZD/USD		0.6252	-0.3%	0.7%	3.2%	0.5957	0.6268
ASEAN Dollar		104.53	0.0%	-0.6%	-0.8%	104.54	106.66
USD/THB		34.94	0.1%	0.3%	-0.5%	34.71	35.75
USD/SGD		1.3299	0.1%	0.2%	-0.5%	1.3273	1.3503
USD/MYR		4.6507	-0.2%	-0.3%	0.0%	4.6476	4.7017
USD/IDR		15,481	0.3%	0.4%	0.6%	15,350	15,582
USD/PHP		55.85	-0.3%	0.1%	0.7%	55.35	56.08
USD/CNY		7.1430	0.0%	0.5%	0.1%	7.1108	7.2504
USD/HKD		7.8052	0.0%	0.0%	0.1%	7.7803	7.8206

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.20	-0.15
3-month		0.88	-0.23
6-month		2.00	0.00

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		221,170	2565
Gold		15,844	116
SDR		5,499	36
IMF Reserves		1,163	8
Foreign Ccy		198,665	2405
Net Fwd Position		30,560	410

Last update: 15/12/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
22/12/2023	-2,078	-1,018	-3,096
21/12/2023	479	-980	-500
20/12/2023	80	-3,488	-3,408
19/12/2023	-1,528	-28	-1,556
18/12/2023	-666	-530	-1,197
Last 5 days	-3,713	-6,044	-9,757

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -3,379	↓ -16,160	↓ -19,539
QTD	Quarter	↓ -38,495	↑ 16,959	↓ -21,535
YTD	Year	↓ -195,665	↑ 6,278	↓ -189,387

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		1.26	0.92	1.83	ON		0.08	0.07	0.08
1W		2.52	2.03	2.53	1W		1.56	0.22	1.61	1W		0.00	0.00	0.08
1M		2.55	2.06	2.55	1M		1.62	0.85	1.72	1M		0.12	0.08	0.12
2M		2.60	2.15	2.60	2M					2M		0.00	0.00	0.16
3M		2.65	2.22	2.65	3M		1.84	1.09	1.84	3M		0.38	0.12	0.38
6M		2.72	2.34	2.72	6M		2.11	1.31	2.11	6M		0.63	0.16	0.63
12M		2.84	2.46	2.84	12M		2.33	1.59	2.33	12M		1.09	0.23	1.09

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		4.4200	-15.00	-14.00	69.00	3.64	4.91
Gilt 10y		4.1005	-28.25	-19.64	-15.46	4.09	4.61
Bund 10y		2.5800	-12.00	-34.00	10.00	2.33	2.94
JGB 10y		0.7120	-24.70	-4.20	27.20	0.40	0.96
TGB 1y		2.3646	0.57	0.31	-1.48	2.36	2.39
TGB 2y		2.3418	-0.21	-0.83	-12.39	2.34	2.50
TGB 5y		2.4686	0.10	-0.61	-14.38	2.45	2.68
TGB 7y		2.6159	-1.02	-4.37	-19.17	2.62	2.89
TGB 10y		2.7512	0.14	-5.43	-24.67	2.75	3.12
AAA Spread		67.37	-1.92	0.78	-5.27	65.21	73.91
AA Spread		74.87	6.87	5.58	-4.01	66.99	82.90
A Spread		110.20	0.51	-9.81	-13.42	109.69	124.60
BBB Spread		235.32	1.04	0.89	-2.66	234.28	239.68

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		79.37	-0.4%	3.6%	-3.2%	73.24	83.10
London Gold		1992.6	0.3%	6.3%	2.1%	1,852.3	1,992.6

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)		4,604.4	0.4%	0.2%	6.6%	4,193.8	4,622.4
STOXX (EU)		457.7	0.4%	1.6%	5.4%	421.2	459.6
FTSE All-Share(UK)		4,071.1	-0.4%	1.4%	0.5%	3,954.4	4,137.3
DAX (DE)		15,994.7	5.7%	4.4%	-1.8%	14,892.2	16,290.1
CAC All-Tradable(FR)		5,402.0	3.7%	2.0%	-0.9%	5,116.9	5,514.0
TOPIX (JP)		2,275.5	-2.0%	-4.6%	3.1%	2,159.2	2,430.3
Shanghai (CH)		3,257.8	1.6%	0.0%	-3.9%	3,118.3	3,434.2
Hang Seng (HK)		17,195.8	-4.3%	-1.6%	-10.7%	17,085.3	20,011.1
ASX 200 (AU)		6,925.5	-0.8%	-1.5%	-3.3%	6,856.9	7,339.7
SET (TH)		1,447.3	1.9%	-4.0%	-5.6%	1,391.0	1,557.7
SET50 (TH)		860.7	-2.1%	-6.8%	-7.2%	858.0	966.2
Straits Times (SG)		3,155.1	-0.8%	-1.6%	-1.3%	3,078.8	3,304.1
FTSE Malay (MY)		1,415.6	-2.4%	-2.1%	3.0%	1,374.6	1,457.0
JSX Index (ID)		6,874.8	-0.1%	-0.9%	3.9%	6,619.8	6,996.0
PSE Index (PH)		6,304.5	5.5%	3.4%	-3.2%	5,973.8	6,677.9
Vn Index (VN)		1,113.9	2.2%	-3.3%	-0.8%	1,087.9	1,243.1

Sources: ttb analytics, CEIC

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

Important Disclosures

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