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Democratic and Republican leaders in the US Congress unveiled a short-term spending bill that would avert a partial government shutdown and keep federal agencies operating into March. The agreement aims to avert short-term chaos and buy more time to craft the complex spending legislation that funds government activity. Government agencies that oversee transportation, housing, and other services are due to run out of funding by midnight on Friday and would have to scale back activity if new funding is not signed into law. The Democratic-led Senate and Republican-controlled House of Representatives have been at odds over spending levels for months. The legislation could run into difficulty in the House, where a faction of conservative Republicans have used disruptive tactics to press for lower spending levels.

German economy dodges recession despite shrinking 0.3% in 2023

The German economy contracted in 2023, due to persistent inflation, high energy prices and weak foreign demand, but it avoided a recession at the end of the year. Gross domestic product (GDP) shrank by 0.3% over the full-year 2023. The full-year decrease in GDP was in line with the forecast by analysts polled by Reuters. The recent fall in inflation should provide some relief for households, but residential and business investment are likely to contract, construction is heading for a steep downturn and the government is tightening fiscal policy sharply, forecasting zero GDP growth in 2024. The German economy did not continue its recovery from the sharp economic slump experienced in the pandemic year of 2020, but GDP was 0.7% higher in 2023 than in 2019, the year before the COVID-19 pandemic hit.

Japan's wholesale inflation flat in December, eases pressure on BOJ

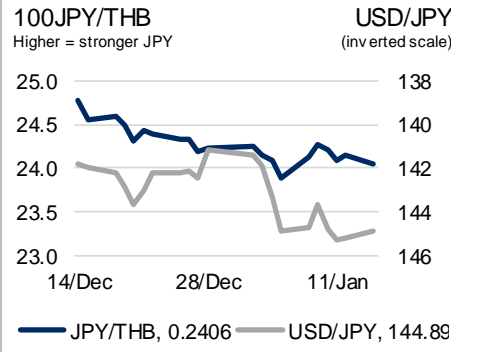
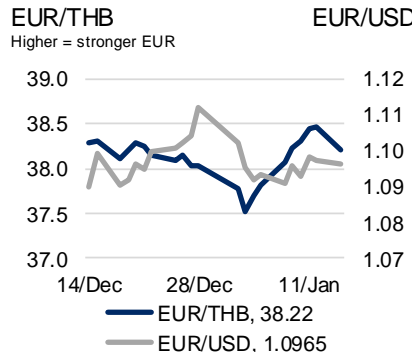
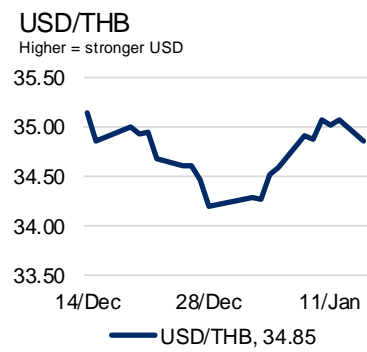
Japan's wholesale inflation was flat in December from a year earlier, slowing for the 12th consecutive month, underscoring the central bank's view that cost-push pressure from rising raw material prices will steadily dissipate. The data indicate that rises in consumer inflation will moderate in coming months, and take pressure off the Bank of Japan (BOJ) to phase out its massive monetary stimulus soon. The reading for the corporate goods price index (CGPI), which measures the prices companies charge each other for their goods and services, compared with a median market forecast for a 0.3% fall and followed a 0.3% increase in November. The result was the lowest since a 0.9% drop in February 2021. The slowdown in wholesale prices was due partly to government subsidies to curb petrol and utility bills, which combined shaved 0.9% point off wholesale inflation, a BOJ official told a briefing.

Dollar little changed on MLK Day, sterling slides in risk-off trading

The 10-year government bond yield (interpolated) on the previous trading day was 2.72, -0.24 bps. The benchmark government bond yield (LB31DA) was 2.71, +0.00 bps. Meantime, the latest closed US 10-year bond yields was 3.96, -2.00 bps. USDTHB on the previous trading day closed around 34.85 Moving in a range of 35.00-35.14 this morning. USDTHB could be closed between 34.90-35.20 today. The dollar was little changed in cautious during a US public holiday, while risk-sensitive sterling slid ahead of a busy week for UK economic data. The dollar index, measuring the US currency against six peers, was up 0.13% at 102.64, on the Martin Luther King (MLK) Day holiday. Bets on Federal Reserve cuts this year, beginning as early as March, have intensified after data on Friday showed US producer prices unexpectedly fell in December. Market pricing now points to a 77% chance that the US central bank will begin easing rates in March, up from 68% a week ago, according to the CME FedWatch tool.

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

SET Index	1,407.0	S&P500	4,783.8	10Y UST	3.96%	Brent	78.3	Gold	2,053.9
15-Jan	▼ -0.46%	12-Jan	▲ 0.08%	12-Jan	▼ -2.0 bps	12-Jan	▲ 1.13%	15-Jan	▲ 0.70%
USD/THB	34.85	EUR/THB	38.22	JPY/THB	0.2406				
Daily	▼ -0.60%	Daily	▼ -0.65%	Daily	▼ -0.42%				
Weekly	▼ -0.06%	Weekly	▼ -0.01%	Weekly	▼ -0.94%				
Monthly	▼ -0.80%	Monthly	▼ -0.18%	Monthly	▼ -2.98%				
Falling Trend		Falling Trend		Falling Trend					



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		102.31	0.0%	-0.4%	-1.5%	100.74	104.16
EUR/USD		1.0971	-0.1%	0.6%	1.7%	1.0758	1.1121
USD/JPY		145.15	-0.1%	0.3%	-0.2%	141.15	146.50
USD/CHF		0.8521	0.3%	-0.1%	-2.7%	0.8402	0.8783
GBP/USD		1.2771	0.0%	0.7%	1.8%	1.2549	1.2820
USD/CAD		1.3385	0.2%	-0.1%	-1.6%	1.3189	1.3622
AUD/USD		0.6696	-0.3%	0.1%	2.2%	0.6539	0.6860
NZD/USD		0.6240	-0.1%	0.2%	2.1%	0.6111	0.6362
ASEAN Dollar		103.64	0.0%	0.5%	-0.2%	#REF!	#REF!
USD/THB		35.06	0.1%	0.4%	-1.9%	34.20	35.75
USD/SGD		1.3302	0.1%	-0.2%	-0.9%	1.3167	1.3430
USD/MYR		4.6437	0.1%	-0.3%	-1.2%	4.6016	4.6986
USD/IDR		15,494	-0.2%	0.1%	-0.5%	15,359	15,582
USD/PHP		56.19	-0.2%	0.6%	0.4%	55.45	56.42
USD/CNY		7.1645	0.0%	-0.1%	-0.3%	7.1108	7.1871
USD/HKD		7.8182	0.1%	-0.1%	0.1%	7.7962	7.8266

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.35	-0.20
3-month		1.10	-0.30
6-month		2.00	-0.40

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		222,473	-2011
Gold		16,059	-133
SDR		5,499	-28
IMF Reserves		1,202	-6
Foreign Ccy		199,713	-1843
Net Fwd Position		30,010	-95

Last update: 05/01/2024

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
15/01/2024	-471	-3,541	-4,012
12/01/2024	-67	-5,792	-5,859
11/01/2024	-1,066	-8,781	-9,847
10/01/2024	-1,828	14,361	12,533
09/01/2024	-1,006	1,785	779
Last 5 days	-4,438	-1,967	-6,406

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -6,797	↑ 6,096	↓ -701
QTD	Quarter	↓ -6,797	↑ 6,096	↓ -701
YTD	Year	↓ -6,797	↑ 6,096	↓ -701

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	0.00	2.50	ON		1.72	1.04	1.72	ON		0.07	0.07	0.08
1W		2.52	0.00	2.52	1W		1.61	0.22	1.61	1W		0.00	0.00	0.09
1M		2.55	0.00	2.55	1M		1.59	0.88	1.72	1M		0.11	0.08	0.11
2M		2.60	0.00	2.60	2M					2M		0.00	0.00	0.15
3M		2.65	0.00	2.65	3M		1.81	1.09	1.82	3M		0.26	0.11	0.26
6M		2.72	0.00	2.72	6M		1.95	1.31	1.99	6M		0.44	0.15	0.44
12M		2.84	0.00	2.84	12M		2.26	1.59	2.26	12M		0.80	0.22	0.80

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	-25.00	8.00	107.00	3.35	4.71
Gilt 10y		4.1005	-19.25	-55.32	62.24	3.29	4.65
Bund 10y		2.5800	-12.00	10.00	34.00	2.18	2.87
JGB 10y		0.7560	-20.30	12.50	41.90	0.31	0.96
TGB 1y		2.3679	0.08	-1.43	-0.61	2.36	2.38
TGB 2y		2.3013	-0.20	-4.88	-9.04	2.30	2.40
TGB 5y		2.3988	0.25	-5.96	-11.65	2.40	2.52
TGB 7y		2.5425	0.13	-6.87	-16.60	2.53	2.73
TGB 10y		2.7261	0.72	-5.69	-12.01	2.70	2.87
AAA Spread		67.37	-1.42	-3.90	-5.86	65.36	73.91
AA Spread		74.87	6.82	-2.74	-9.86	67.14	85.24
A Spread		110.19	0.18	-12.01	-18.12	110.01	128.31
BBB Spread		235.24	0.75	-4.50	8.94	225.88	239.75

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		78.29	1.1%	0.9%	3.0%	73.24	81.07
London Gold		1992.6	1.3%	4.6%	0.5%	1,831.9	2,035.7

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)		4,781.6	0.7%	4.3%	14.2%	4,117.4	4,781.6
STOXX (EU)		473.7	0.4%	4.9%	5.6%	421.2	475.7
FTSE All-Share(UK)		4,088.1	0.8%	2.6%	0.8%	3,954.4	4,175.9
DAX (DE)		15,994.7	5.6%	2.4%	2.2%	15,127.7	16,275.4
CAC All-Tradable(FR)		5,402.0	4.2%	0.4%	-2.1%	5,185.0	5,640.4
TOPIX (JP)		2,367.8	2.0%	5.1%	18.7%	1,955.3	2,383.4
Shanghai (CH)		3,178.5	-0.7%	-3.2%	-6.4%	3,151.1	3,559.0
Hang Seng (HK)		17,910.8	1.4%	-0.2%	-9.5%	17,373.0	20,344.5
ASX 200 (AU)		7,073.4	1.1%	-1.0%	-2.3%	6,968.6	7,381.5
SET (TH)		1,397.4	-1.0%	-9.8%	-13.2%	1,397.4	1,610.5
SET50 (TH)		862.8	-1.1%	-9.6%	-11.2%	862.8	971.5
Straits Times (SG)		3,094.8	-2.5%	-2.5%	-6.5%	3,094.8	3,311.1
FTSE Malay (MY)		1,453.9	-0.6%	0.2%	2.1%	1,378.7	1,463.4
JSX Index (ID)		7,004.3	2.3%	1.2%	4.9%	6,633.4	7,004.3
PSE Index (PH)		6,208.8	3.7%	-2.0%	-5.0%	5,989.3	6,664.6
Vn Index (VN)		1,088.1	-2.3%	-8.5%	1.7%	1,049.1	1,242.2

Sources: ttb analytics, CEIC

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

Important Disclosures

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