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Bipartisan negotiators in the US Congress have reached agreement on the spending levels in the 12 bills that legislators would need to pass to avert a government shutdown beginning in early March. The agreement is the necessary next step after Republican House Speaker Mike Johnson and Democratic Senate Majority Leader Chuck Schumer agreed earlier in the year on a \$1.59 trillion discretionary spending level for the fiscal year that began on Oct. 1. Congress will eventually have to pass the 12 bills to fund the government and avert a partial shutdown of federal agencies that would otherwise begin on March 1. The United States' \$34.4 trillion national debt is rapidly escalating and has prompted worries in part because of the heavy interest payments now being borne by the Treasury Department.

UK shop prices rise at slowest pace since May 2022

Prices in British shops rose at the slowest annual pace since May 2022 this month, the British Retail Consortium (BRC) said, adding to signs of easing inflation pressures ahead of this week's Bank of England (BoE) policy decision. The BRC said shop price inflation dropped to 2.9% in January from 4.3% in December, driven by heavier discounting of goods in January sales this year than in 2023. Non-food prices were up 1.3%, the least since February 2022, while food prices rose 6.1% on the year - the smallest increase since June 2022 - as lower prices for tea and milk were partly offset by higher alcohol duties. Britain's headline rate of consumer price inflation, which covers a wider range of goods and services than the BRC data, rose to 4.0% in December from 3.9% in November, its lowest since September 2021.

China's January factory activity likely contracted but less sharply

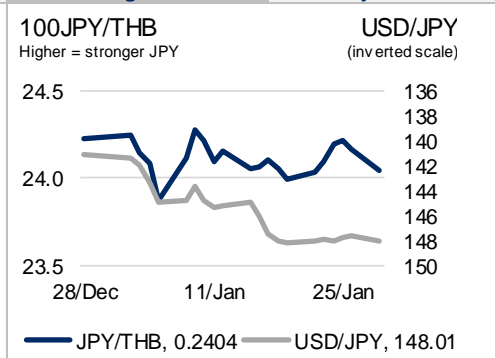
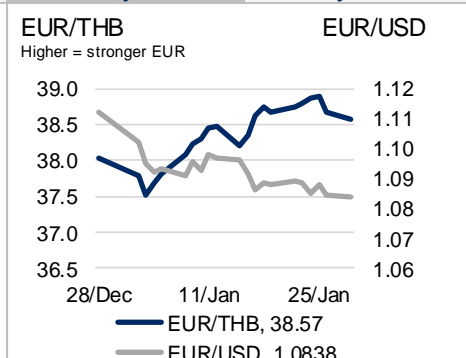
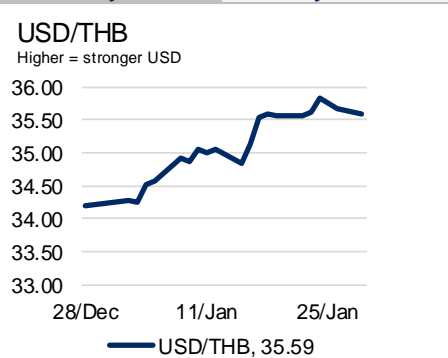
China's manufacturing activity in January likely shrank for the fourth straight month though at a slower pace than in December, a Reuters poll showed, indicating the country's sprawling sector was still struggling to regain momentum at the start of 2024. The official purchasing managers' index (PMI) likely nudged up to 49.2 in January from December's 49.0, according to the median forecast of 35 economists in a poll. The 50-point mark separates growth from contraction. The National Bureau of Statistics will release the PMI data on Wednesday, providing the first official snapshot of how the world's No.2 economy has started off the new year after a shakier-than-expected post-COVID recovery.

Dollar gains on euro before Fed meeting

The 10-year government bond yield (interpolated) on the previous trading day was 2.65, -2.27 bps. The benchmark government bond yield (LB31DA) was 2.67, -3.00 bps. Meantime, the latest closed US 10-year bond yields was 4.08, -7.00 bps. USDTHB on the previous trading day closed around 35.59 Moving in a range of 35.35-35.39 this morning. USDTHB could be closed between 35.25-35.50 today. The dollar gained against the euro as investors prepared for the prospect that the Federal Reserve could push back against expectations of an imminent rate cut when it concludes its two-day meeting on Wednesday. Traders have cut odds that the US central bank will reduce rates in March to 48%, from 89% a month ago, according to the CME Group's FedWatch Tool, as data reinforces a view that the US economy remains solid. That also contrasts to a weaker economic outlook for European countries, which is making the single currency relatively less attractive.

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

SET Index	1,376.3	S&P500	4,927.9	10Y UST	4.08%	Brent	83.6	Gold	2,027.4
29-Jan ▲	0.59%	29-Jan ▲	0.75%	29-Jan ▼	-7.0 bps	26-Jan ▲	1.35%	29-Jan ▲	0.31%
USD/THB	35.59	EUR/THB	38.57	JPY/THB	0.2404				
Daily ▼	-0.23%	Daily ▼	-0.27%	Daily ▼	-0.52%				
Weekly ▼	-0.13%	Weekly ▼	-0.60%	Weekly ▼	-0.21%				
Monthly ▲	3.97%	Monthly ▲	1.39%	Monthly ▼	-0.78%				
Sideways Trend		Sideways Trend		Falling Trend					



Sources: ttb 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		103.49	0.0%	0.2%	2.0%	100.74	103.57
EUR/USD		1.0843	-0.3%	-0.5%	-1.8%	1.0843	1.1121
USD/JPY		147.58	-0.1%	-0.3%	3.6%	141.15	148.19
USD/CHF		0.8666	0.2%	-0.2%	1.5%	0.8402	0.8699
GBP/USD		1.2711	0.0%	0.0%	-0.2%	1.2622	1.2820
USD/CAD		1.3469	-0.4%	0.2%	2.1%	1.3189	1.3523
AUD/USD		0.6586	0.2%	-0.1%	-3.5%	0.6552	0.6860
NZD/USD		0.6107	0.0%	-0.1%	-3.5%	0.6090	0.6362
ASEAN Dollar		108.24	0.0%	0.2%	1.8%	105.50	108.24
USD/THB		35.67	-0.3%	0.3%	3.5%	34.20	35.83
USD/SGD		1.3397	0.0%	-0.1%	1.3%	1.3167	1.3441
USD/MYR		4.7270	-0.1%	0.1%	2.1%	4.6016	4.7358
USD/IDR		15,769	0.4%	1.2%	2.5%	15,359	15,769
USD/PHP		56.53	0.2%	0.3%	1.5%	55.45	56.53
USD/CNY		7.1760	0.0%	-0.4%	0.6%	7.1145	7.2072
USD/HKD		7.8121	-0.1%	-0.1%	0.1%	7.8038	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		221,238	-2270
Gold		15,929	-155
SDR		5,478	-20
IMF Reserves		1,168	-12
Foreign Ccy		198,662	-2083
Net Fwd Position		30,150	275

Last update: 1/19/2024

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
1/29/2024	160	190	351
1/26/2024	-2,766	1,756	-1,010
1/25/2024	-2,042	1,946	-97
1/24/2024	-571	-1,529	-2,100
1/23/2024	-2,033	-2,895	-4,927
Last 5 days	-7,252	-531	-7,783

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -28,516	↓ -123	↓ -28,640
QTD	Quarter	↓ -28,516	↓ -123	↓ -28,640
YTD	Year	↓ -28,516	↓ -123	↓ -28,640

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	0.00	2.50	ON		1.72	1.14	1.72	ON		0.07	0.07	0.08
1W		2.52	0.00	2.53	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: 6/29/2023

Last Updated: 3/9/2023

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		4.1400	-28.00	-13.00	22.00	3.30	4.88
Gilt 10y		4.0276	-8.18	-41.75	34.78	3.24	4.64
Bund 10y		2.1700	-43.00	-46.00	-59.00	2.02	2.92
JGB 10y		0.6870	-11.10	2.60	16.10	0.28	0.86
TGB 1y		2.3441	-0.72	-1.08	-2.68	2.34	2.38
TGB 2y		2.3020	-3.25	-4.27	-3.90	2.30	2.35
TGB 5y		2.3832	-3.74	-4.67	-7.45	2.38	2.49
TGB 7y		2.5107	-3.71	-6.56	-8.69	2.51	2.62
TGB 10y		2.6757	-2.92	-8.53	-4.67	2.68	2.79
AAA Spread		67.29	-0.10	-3.29	-6.49	65.46	75.13
AA Spread		73.48	-1.39	-7.07	-19.03	67.14	94.01
A Spread		108.93	-1.27	-13.51	-14.72	108.93	128.05
BBB Spread		235.42	0.15	0.42	9.68	225.57	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		83.55	1.4%	6.4%	3.1%	75.89	83.55
London Gold		2033.3	2.3%	5.9%	12.4%	1,809.1	2,033.3

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)		4,780.2	0.4%	0.7%	13.4%	4,117.4	4,783.4
STOXX (EU)		0.0	#DIV/0!	1.7%	5.5%	421.2	475.7
FTSE All-Share(UK)		4,088.1	0.8%	2.6%	3.4%	3,953.4	4,172.4
DAX (DE)		16,629.0	4.6%	5.8%	8.5%	14,810.3	16,629.0
CAC All-Tradable(FR)		5,505.2	2.6%	2.5%	0.7%	5,106.1	5,607.1
TOPIX (JP)		2,387.2	-0.2%	2.4%	19.8%	1,962.9	2,391.1
Shanghai (CH)		3,136.3	-2.3%	-4.5%	-9.5%	3,136.3	3,519.8
Hang Seng (HK)		16,345.9	-7.8%	-13.3%	-21.7%	16,345.9	21,298.7
ASX 200 (AU)		7,061.6	0.2%	-3.5%	-2.3%	6,826.9	7,430.9
SET (TH)		1,381.0	-2.3%	-10.8%	-16.7%	1,380.0	1,680.5
SET50 (TH)		852.7	-2.5%	-10.1%	-14.0%	852.7	998.3
Straits Times (SG)		3,110.7	-0.1%	-3.6%	-4.7%	3,067.7	3,328.4
FTSE Malay (MY)		1,442.9	-1.4%	-0.8%	-2.1%	1,374.6	1,475.2
JSX Index (ID)		7,134.6	2.5%	2.0%	3.4%	6,612.5	7,134.6
PSE Index (PH)		6,305.9	1.5%	2.1%	-7.1%	6,039.7	7,035.8
Vn Index (VN)		1,125.5	3.4%	-8.0%	8.5%	1,023.1	1,223.6

Sources: ttb analytics, CEIC

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

Important Disclosures

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