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New orders for key U.S.-manufactured capital goods rebounded more than expected in April and shipments of those goods also increased, suggesting a moderate improvement in business spending on equipment early in the second quarter. Nonetheless, business investment on equipment continues to be hamstrung by higher borrowing costs. That, together with a strong dollar and weak global demand, is keeping manufacturing, which accounts for 10.4% of the economy, on the ropes. Non-defense capital goods orders excluding aircraft, a closely watched proxy for business spending plans, rose 0.3% last month after an upwardly revised 0.1% dip in March, the Commerce Department's Census Bureau said on Friday. Economists polled by Reuters had forecast these so-called capital goods orders would edge up 0.1% after declining by a previously reported 0.2% in March.

German economy grew 0.2% in Q1, stats office confirms

The German economy grew by 0.2% in the first three months of 2024, the statistics office reported on Friday, confirming preliminary data. Despite declining inflation, household consumption did not recover in the first quarter, falling 0.4% on the previous quarter. Government expenditure was also 0.4% lower than in the previous quarter, the data showed. Following a weak second half of 2023, investment in construction rose significantly by 2.7% on the quarter, while investment in machinery and equipment fell by 0.2%. Positive contributions also came from foreign trade. In the first quarter, exports of goods and services were up 1.1% compared with the previous quarter.

Ueda says BOJ will proceed cautiously with inflation targeting frameworks

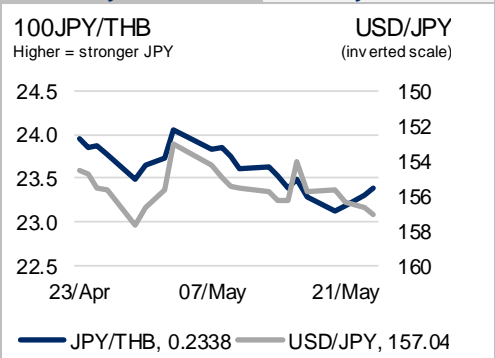
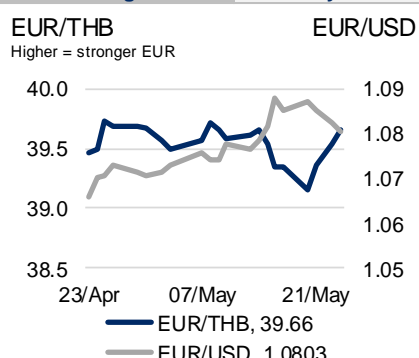
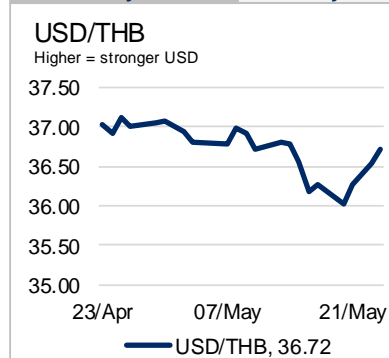
The Bank of Japan (BOJ) will proceed cautiously with inflation-targeting frameworks, Governor Kazuo Ueda said on Monday, noting that some challenges are "uniquely difficult" for Japan after years of ultra-easy monetary policy. In an opening speech to a BOJ-hosted seminar in Tokyo on central banking, Ueda said Japan has "made progress in moving away from zero and lifting inflation expectations." To achieve 2% inflation in a sustainable and stable manner, the BOJ "will proceed cautiously, as do other central banks with inflation-targeting frameworks," he said. "While many of the challenges we face are similar to those encountered by our counterparts, some are uniquely difficult for us," the BOJ chief added. Ueda noted that estimating the neutral interest rate accurately is particularly challenging in Japan, given the prolonged period of near-zero short-term interest rates over the past three decades.

Dollar down on profit taking but upbeat outlook remains

The 10-year government bond yield (interpolated) on the previous trading day was 2.82, -0.10 bps. The benchmark government bond yield (LB31DA) was 2.82, +0.00 bps. Meantime, the latest closed US 10-year bond yields was 4.46, -1.00 bps. USDTHB on the previous trading day closed around 36.72. Moving in a range of 36.62-36.66 this morning. USDTHB could be closed between 36.40-36.70 today. The dollar slipped against most major currencies on Friday as traders booked profits after recent gains, but the U.S. currency remained well-placed for further advances, supported by strong U.S. economic data that has prompted markets to dial back expectations for interest rate cuts. Data on Friday showed new orders for key U.S.-manufactured capital goods rebounded more than expected in April and shipments of these goods also increased, suggesting a pickup in business spending on equipment early in the second quarter. This follows Thursday's data that showed U.S. business activity in May accelerated to the highest level in just over two years and manufacturers reported surging input prices. Minutes from the Federal Reserve's last meeting published this week showed a lively debate among policymakers as to whether current rates were sufficiently restrictive to cool inflation.

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

SET Index	1,364.5	S&P500	5,267.8	10Y UST	4.46%	Brent	82.1	Gold	2,339.8		
24-May	▼ -0.25%	23-May	▼ -0.74%	24-May	▼ -1.0 bps	24-May	▲ 0.93%	24-May	▼ -0.94%		
USD/THB	36.72	Daily ▲	0.51%	EUR/THB	39.66	Daily ▲	0.32%	JPY/THB	0.2338	Daily ▲	0.28%
		Weekly ▲	1.23%			Weekly ▲	0.78%			Weekly ▲	0.41%
Sideways	Trend	Monthly ▼	-0.84%	Rising	Trend	Monthly ▲	0.50%	Sideways	Trend	Monthly ▼	-2.43%



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		104.92	-0.2%	0.7%	-1.2%	104.24	106.27
EUR/USD		1.0822	-0.3%	-0.5%	1.6%	1.0618	1.0880
USD/JPY		156.69	0.2%	1.7%	1.3%	153.03	157.66
USD/CHF		0.9149	0.5%	1.6%	0.4%	0.9002	0.9150
GBP/USD		1.2720	0.1%	0.3%	2.8%	1.2357	1.2720
USD/CAD		1.3696	0.4%	0.6%	-0.3%	1.3609	1.3827
AUD/USD		0.6619	-0.6%	-1.0%	2.9%	0.6388	0.6698
NZD/USD		0.6108	0.1%	-0.2%	3.4%	0.5879	0.6128
ASEAN Dollar		105.64	0.0%	-1.3%	-1.4%	105.62	107.86
USD/THB		36.53	0.7%	1.0%	-1.2%	36.01	37.12
USD/SGD		1.3504	0.2%	0.6%	-0.9%	1.3429	1.3640
USD/MYR		4.7111	0.4%	0.6%	-1.5%	4.6814	4.7935
USD/IDR		15,957	0.1%	0.4%	-1.5%	15,895	16,217
USD/PHP		58.50	0.3%	1.4%	1.3%	57.27	58.50
USD/CNY		7.2459	0.0%	0.5%	0.0%	7.2035	7.2590
USD/HKD		7.8061	0.1%	0.1%	-0.4%	7.7966	7.8363

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		225,964	1864
Gold		18,214	414
SDR		5,478	34
IMF Reserves		1,117	-9
Foreign Ccy		201,155	1424
Net Fwd Position		28,225	225

Last update: 17/05/2024

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
24/05/2024	-835	63	-772
23/05/2024	-1,014	-459	-1,473
21/05/2024	-3,150	596	-2,554
20/05/2024	105	8,324	8,429
17/05/2024	832	-144	687
Last 5 days	-4,063	8,380	4,317

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -4,982	↑ 20,126	↑ 15,144
QTD	Quarter	↓ -1,069	↓ -5,342	↓ -6,411
YTD	Year	↓ -70,395	↓ -33,921	↓ -104,316

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		2.53	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	2.61	2M					2M		0.00	0.00	0.15
3M		2.65	0.00	2.66	3M		1.81	1.09	1.82	3M		0.26	0.11	0.26
6M		2.71	0.00	2.73	6M		1.95	1.31	1.99	6M		0.44	0.15	0.44
12M		2.81	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	15.00	51.00	59.00	3.50	4.86
Gilt 10y		4.0392	0.04	45.89	-27.72	3.58	4.60
Bund 10y		2.3600	-10.00	29.00	-13.00	2.07	2.89
JGB 10y		0.7700	-3.20	13.30	33.00	0.41	0.95
TGB 1y		2.3125	0.17	2.52	2.44	2.28	2.32
TGB 2y		2.4044	0.83	6.70	4.91	2.34	2.41
TGB 5y		2.5292	-2.41	5.43	2.08	2.47	2.58
TGB 7y		2.6703	1.45	6.64	4.59	2.60	2.69
TGB 10y		2.8241	-1.22	9.28	10.39	2.71	2.84
AAA Spread		58.89	-2.58	-5.08	-13.78	58.89	73.90
AA Spread		78.13	-0.51	4.65	-1.23	66.99	82.63
A Spread		114.93	2.98	6.14	-8.68	107.87	127.51
BBB Spread		236.28	0.16	0.71	-1.66	226.03	239.72

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		82.12	0.9%	-2.2%	-7.7%	81.36	89.50
London Gold		2339.8	-0.9%	-1.8%	1.2%	2,288.5	2,444.4

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)		5,187.7	0.0%	2.7%	3.1%	4,954.2	5,243.8
STOXX (EU)		513.8	-0.1%	-1.0%	8.4%	443.0	520.2
FTSE All-Share(UK)		4,088.1	0.8%	2.6%	2.4%	3,954.4	4,172.4
DAX (DE)		18,175.0	1.4%	9.9%	12.8%	14,731.1	18,175.0
CAC All-Tradable(FR)		5,964.3	-0.7%	6.5%	9.2%	5,116.9	6,008.8
TOPIX (JP)		2,706.5	1.3%	15.8%	21.0%	2,071.2	2,706.5
Shanghai (CH)		3,226.2	1.3%	5.4%	-4.0%	2,967.5	3,456.4
Hang Seng (HK)		16,725.1	-1.4%	0.6%	-12.4%	15,391.8	20,049.3
ASX 200 (AU)		7,773.3	0.9%	3.3%	6.6%	6,854.3	7,773.3
SET (TH)		1,370.3	-0.7%	-3.0%	-10.6%	1,370.3	1,576.7
SET50 (TH)		838.3	-0.6%	-4.4%	-9.6%	838.3	966.7
Straits Times (SG)		3,222.7	1.6%	-0.5%	1.0%	3,083.9	3,374.0
FTSE Malay (MY)		1,548.0	0.3%	6.7%	12.3%	1,378.7	1,548.0
JSX Index (ID)		7,338.4	0.4%	3.5%	9.5%	6,633.4	7,359.8
PSE Index (PH)		6,863.8	-1.5%	5.3%	5.4%	5,962.0	6,968.0
Vn Index (VN)		1,287.0	1.8%	15.2%	15.3%	1,066.9	1,287.0

Sources: ttb analytics, CEIC

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

Important Disclosures

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