

German business sentiment stagnates in May

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German business morale stagnated in May, a survey showed on Monday, falling short of a forecast improvement and suggesting the recovery of Germany's economy this year will be slow progress. The Ifo institute said its business climate index remained constant in May at 89.3, compared with a reading of 90.4 forecast by analysts in a Reuters poll. Companies were less satisfied with the current business situation, the Ifo survey showed. Expectations, on the other hand, brightened. Industry, trade and construction are recovering, while service providers are suffering a setback, the Ifo institute said. The German economy grew by 0.2% in the first three months of 2024, the statistics office reported on Friday, confirming preliminary data. Gross domestic product shrank in the final quarter of 2023.

Japan upgrades factory output view in monthly report

Japan's government upgraded its assessment of factory output for the first time in a year, saying in its monthly economic report that it showed signs of picking up and signaling production may have bottomed out. The government also upgraded its assessment of imports and public works while leaving its overall economic assessment unchanged for a third straight month. There was no revision to other components such as private consumption and capital expenditure. It said there were signs of a pick-up in factory output, upgrading its assessment of this metric for the first time since May last year, according to a Cabinet Office official who compiled the monthly report. The change in the assessment on industrial output may suggest that these temporary headwinds to factory activity likely have eased.

Thailand plans stimulus as 2024 growth seen low at 2.5%, Finance Minister says

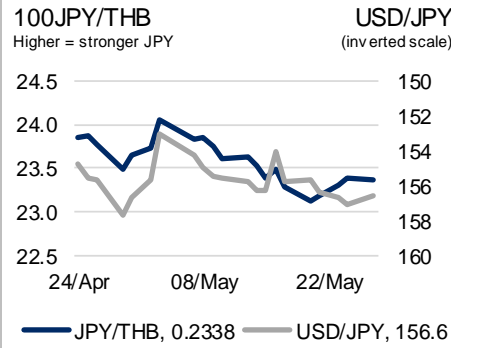
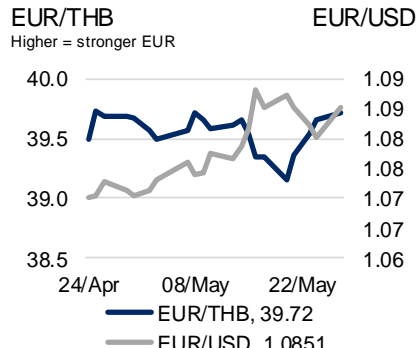
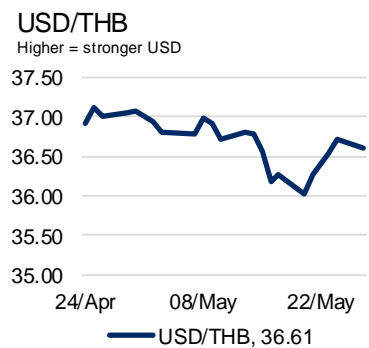
Thailand plans stimulus measures in the short term to jumpstart its economy, which is expected to grow just 2.5% this year when it should be expanding at least 3.5% annually. Southeast Asia's second-largest economy has lagged regional peers, with growth at 1.5% in the first quarter, slowing from 1.7% growth the quarter before. Last year's growth was 1.9%. The economy has good potential to expand at least 3.5% per year. The measures will include providing credit access for smaller businesses, offering tax measures and accelerating government spending, officials said at the briefing. Prime Minister Srettha Thavisin has urged the central bank to cut interest rates to help economic activity, but the central bank has refused to bow to pressure, keeping rates at a more than decade-high of 2.50%. The next interest rate review is on June 12.

Dollar firm ahead of global inflation data

The 10-year government bond yield (interpolated) on the previous trading day was 2.80, -2.22 bps. The benchmark government bond yield (LB31DA) was 2.82, -1.00 bps. Meantime, the latest closed US 10-year bond yields was 4.46, -1.00 bps. USDTHB on the previous trading day closed around 36.61. Moving in a range of 36.57-36.61 this morning. USDTHB could be closed between 36.40-36.70 today. The dollar held steady but was set for its first monthly loss this year, as investors were focused on US, European and Japanese inflation data to guide the global interest rate outlook. Foreign exchange trade has been dominated by the hunt for "carry" in recent months, punishing low-yield currencies and supporting the dollar, while US data has blown hot and cold and dented policymakers' confidence on the rates outlook. Several major pairs have hugged tight ranges. The euro, which gained 0.9% on the dollar last week, was in the middle of a range it has held for more than a year at \$1.0845. The euro offered little reaction to a survey on Monday that showed German business confidence worsened in May, against forecasts for an improvement. Trading on Monday was thinned out by holidays in Britain and the United States.

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

SET Index	1,366.4	S&P500	5,304.7	10Y UST	4.46%	Brent	82.8	Gold	2,339.8
27-May	▲ 0.14%	24-May	▲ 0.70%	24-May	▼ -1.0 bps	27-May	▲ 0.85%	24-May	▼ -0.94%
USD/THB 36.61	Daily ▼ -0.29%	EUR/THB 39.72	Daily ▲ 0.15%	JPY/THB 0.2338	Daily ▼ -0.01%				
	Weekly ▲ 1.64%		Weekly ▲ 1.45%		Weekly ▲ 1.05%				
	Monthly ▼ -0.83%		Monthly ▲ 0.56%		Monthly ▼ -2.04%				
Sideways Trend		Rising Trend		Sideways Trend					



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoT'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		105.14	0.4%	0.4%	-0.9%	104.24	106.22
EUR/USD		1.0803	-0.2%	-0.4%	1.3%	1.0628	1.0880
USD/JPY		157.04	0.2%	0.8%	1.6%	153.03	157.66
USD/CHF		0.9154	0.1%	0.9%	0.4%	0.9002	0.9154
GBP/USD		1.2688	-0.3%	0.3%	2.7%	1.2357	1.2720
USD/CAD		1.3745	0.4%	0.8%	0.4%	1.3609	1.3775
AUD/USD		0.6593	-0.4%	-1.0%	2.1%	0.6388	0.6698
NZD/USD		0.6090	-0.3%	-0.3%	2.8%	0.5879	0.6128
ASEAN Dollar		105.86	0.0%	-1.1%	-2.4%	105.46	108.16
USD/THB		36.72	0.5%	1.2%	-0.8%	36.01	37.12
USD/SGD		1.3523	0.1%	0.4%	-0.6%	1.3429	1.3638
USD/MYR		4.7175	0.1%	0.7%	-1.2%	4.6814	4.7856
USD/IDR		15,936	-0.1%	0.2%	-1.5%	15,895	16,217
USD/PHP		58.44	-0.1%	0.9%	1.3%	57.27	58.50
USD/CNY		7.2498	0.0%	0.4%	0.1%	7.2035	7.2590
USD/HKD		7.8104	0.1%	0.1%	-0.3%	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
27/05/2024	-1,071	-576	-1,647
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
Last 5 days	-5,966	7,949	1,983

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -6,053	↑ 19,551	↑ 13,497
QTD	Quarter	↓ -2,140	↓ -5,918	↓ -8,058
YTD	Year	↓ -71,466	↓ -34,496	↓ -105,962

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		2.4500	1.00	38.00	4.00	2.06	2.84
JGB 10y		0.7800	0.60	12.30	34.60	0.41	0.96
TGB 1y		2.3152	0.27	2.72	2.80	2.28	2.32
TGB 2y		2.4051	0.07	6.97	5.01	2.34	2.41
TGB 5y		2.5297	0.05	5.69	2.75	2.47	2.58
TGB 7y		2.6702	-0.02	6.87	5.32	2.60	2.69
TGB 10y		2.8232	-0.10	9.21	11.33	2.71	2.84
AAA Spread		59.15	-2.34	-4.83	-13.50	59.15	73.91
AA Spread		78.19	-1.59	4.72	-0.67	67.08	85.27
A Spread		115.90	3.57	7.05	-7.70	108.18	127.52
BBB Spread		236.28	0.11	0.71	-1.68	225.95	248.70

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		82.82	0.9%	-1.0%	-7.5%	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)		5,214.1	0.0%	3.8%	4.2%	4,953.2	5,248.5
STOXX (EU)		512.4	0.0%	-1.3%	8.4%	450.2	519.4
FTSE All-Share(UK)		4,088.1	0.8%	2.6%	2.4%	3,954.4	4,172.4
DAX (DE)		18,319.0	1.8%	10.2%	14.3%	14,687.4	18,319.0
CAC All-Tradable(FR)		6,008.5	-0.6%	9.0%	10.4%	5,098.8	6,044.3
TOPIX (JP)		2,732.0	0.4%	16.8%	23.8%	2,097.6	2,732.0
Shanghai (CH)		3,223.7	0.7%	5.5%	-4.0%	2,923.4	3,483.6
Hang Seng (HK)		16,723.9	0.0%	-1.9%	-13.1%	15,308.7	20,297.0
ASX 200 (AU)		7,789.1	1.2%	3.9%	5.9%	6,812.3	7,789.1
SET (TH)		1,377.9	-0.5%	-2.3%	-11.6%	1,377.9	1,565.9
SET50 (TH)		844.4	-0.3%	-3.4%	-10.7%	840.8	957.2
Straits Times (SG)		3,235.0	2.0%	0.2%	0.5%	3,078.8	3,373.8
FTSE Malay (MY)		1,537.0	-1.0%	5.7%	11.8%	1,374.6	1,552.8
JSX Index (ID)		7,350.2	1.0%	3.2%	9.2%	6,618.9	7,350.6
PSE Index (PH)		6,827.1	0.1%	5.8%	4.7%	5,973.8	6,913.2
Vn Index (VN)		1,271.5	2.2%	13.3%	13.3%	1,065.7	1,271.5

Sources: ttb analytics, CEIC

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

Important Disclosures

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