

US inflation eases in May as key Fed decision looms

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US consumer prices increased by less than expected on an annualized basis in May, suggesting a possible easing in price pressures that could influence how Federal Reserve policymakers see the future path of interest rates. The Labor Department's consumer price index (CPI) rose by 3.3% last month, decelerating slightly from 3.4% in April. Economists had predicted that the figure would match April's rate. Month-on-month, the reading slowed to 0.0% from 0.3%, cooler than expectations for an uptick of 0.1%, following a decline in gasoline prices. Stripping out more volatile items like food and fuel, the "core" number climbed by 3.4% in the twelve months to May, below projections of 3.5% and April's level of 3.6%. On a monthly basis, underlying price growth also inched down to 0.2%, slower than predictions that it would be in line with April's mark of 0.3%, due in part to a dip in airline fares and costs for apparel and new vehicles.

Japan May wholesale inflation jumps, complicates BOJ rate hike path

Japan's wholesale inflation jumped in May at the fastest annual pace in nine months, data showed on Wednesday, a sign the weak yen was adding upward pressure on prices by pushing up the cost of raw material imports. The data complicates the Bank of Japan's decision on how soon to raise interest rates, as price rises driven by cost pressures could cool consumption and dampen the chances of achieving the kind of demand-driven inflation it wants to see before further phasing out stimulus, analysts say. The corporate goods price index (CGPI), which measures the price companies charge each other for their goods and services, rose 2.4% in May from a year earlier, BOJ data showed, exceeded a median market forecast for a 2.0% gain. It followed a 1.1% gain in April, accelerating for a fourth straight month, with the increase driven by higher prices for utilities, petroleum and chemical goods as well as nonferrous metals.

China CPI inflation disappoints in May, PPI shrinks at slower pace

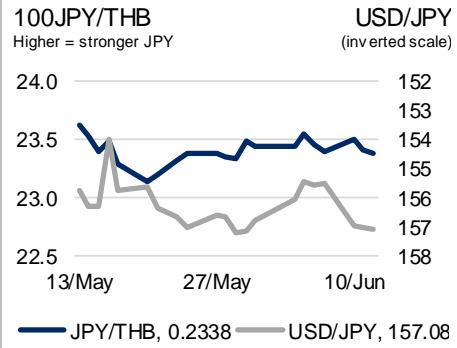
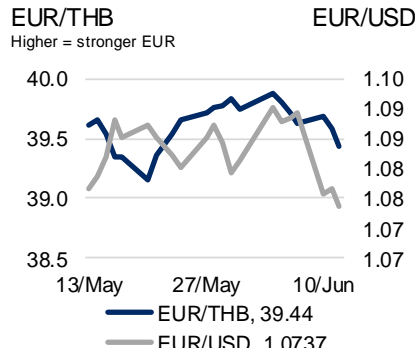
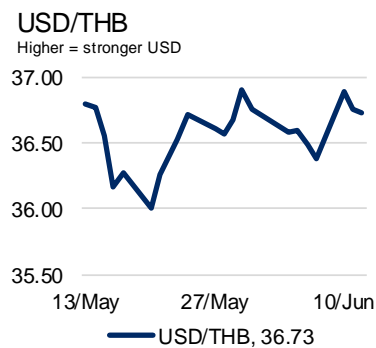
Chinese consumer price index inflation grew less than expected in May as consumption remained largely languid in the face of an uncertain economic recovery. But producer price index inflation shrank at a slower-than-expected pace- marking its smallest contraction since February 2023 amid signs of a sustained recovery in the industrial sector. CPI rose 0.3% year-on-year in May, data from the National Bureau of Statistics showed on Wednesday. The reading was weaker than expectations for a rise of 0.4% and remained unchanged from the prior month. Month-on-month CPI inflation shrank 0.1%, compared to expectations that it would remain unchanged from May.

Dollar slips on cooler US inflation; yen fragile ahead of BOJ

The 10-year government bond yield (interpolated) on the previous trading day was 2.78, -0.32 bps. The benchmark government bond yield (LB346A) was 2.77, +0.00 bps. Meantime, the latest closed US 10-year bond yields was 4.31, -8.00 bps. USDTHB on the previous trading day closed around 36.73. Moving in a range of 36.52-36.63 this morning. USDTHB could be closed between 36.45-36.70 today. Asian currencies were firm on Thursday against a dollar knocked by softer-than-expected US inflation, save for the yen which remained squeezed ahead of a Bank of Japan meeting and as US policymakers signaled rates would be kept high for a while yet. Overnight the euro went up 0.6% and punched above its 200-day moving average, last buying \$1.0811. The Aussie dollar rose 0.9% to \$0.6662 and the New Zealand dollar leapt to a five-month high above \$0.62 before settling at \$0.6183. The yen climbed, but only by about 0.2%. Gains had been larger in the immediate aftermath of the US inflation report, which showed consumer prices flat month-to-month in May against market expectations of a 0.1% rise.

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

SET Index	1,316.7	S&P500	5,421.0	10Y UST	4.31%	Brent	81.9	Gold	2,314.9
12-Jun	▲ 0.04%	12-Jun	▲ 1.12%	12-Jun	▼ -8.0 bps	11-Jun	▲ 0.35%	12-Jun	▲ 0.54%
USD/THB 36.73	Daily ▼ -0.08%	EUR/THB 39.44	Daily ▼ -0.35%	JPY/THB 0.2338	Daily ▼ -0.12%				
	Weekly ▲ 0.66%		Weekly ▼ -0.70%		Weekly ▼ -0.29%				
Sideways Trend	Monthly ▼ -0.18%	Falling Trend	Monthly ▼ -0.46%	Falling Trend	Monthly ▼ -1.02%				



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		105.12	-0.2%	0.9%	-0.1%	104.08	105.53
EUR/USD		1.0766	0.1%	-1.0%	-0.1%	1.0741	1.0902
USD/JPY		157.02	0.0%	1.0%	0.9%	154.01	157.20
USD/CHF		0.8963	-0.1%	0.6%	-1.1%	0.8897	0.9154
GBP/USD		1.2734	0.1%	-0.3%	1.7%	1.2491	1.2803
USD/CAD		1.3762	-0.1%	0.6%	0.6%	1.3609	1.3777
AUD/USD		0.6598	0.2%	-0.8%	-0.2%	0.6572	0.6698
NZD/USD		0.6126	0.4%	-1.0%	1.7%	0.5991	0.6205
ASEAN Dollar		105.93	0.0%	0.3%	-0.6%	104.71	106.13
USD/THB		36.76	-0.4%	0.5%	0.1%	36.01	36.98
USD/SGD		1.3524	-0.1%	0.5%	0.0%	1.3429	1.3556
USD/MYR		4.7194	0.0%	0.5%	-0.4%	4.6814	4.7432
USD/IDR		16,209	0.0%	0.2%	1.3%	15,895	16,209
USD/PHP		58.89	-0.4%	-0.2%	2.5%	57.47	59.15
USD/CNY		7.2534	0.0%	0.2%	0.5%	7.2097	7.2607
USD/HKD		7.8063	-0.1%	0.0%	-0.1%	7.7966	7.8194

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.15	0.15
3-month		0.70	-0.05
6-month		1.50	-0.20

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		224,334	-793
Gold		17,550	-51
SDR		5,470	-1
IMF Reserves		1,115	0
Foreign Ccy		200,199	-741
Net Fwd Position		28,350	430

Last update: 31/05/2024

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
12/06/2024	-1,816	-1,346	-3,161
11/06/2024	-3,209	-950	-4,159
10/06/2024	-1,613	-1,252	-2,865
07/06/2024	-496	-162	-657
06/06/2024	-3,185	-331	-3,515
Last 5 days	-10,318	-4,040	-14,358

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -12,683	↓ -519	↓ -13,202
QTD	Quarter	↓ -25,516	↓ -7,355	↓ -32,871
YTD	Year	↓ -94,842	↓ -35,933	↓ -130,776

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	2.61	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		4.3100	-8.00	2.00	-17.00	4.28	4.61
Gilt 10y		4.2870	6.54	9.20	18.17	4.02	4.35
Bund 10y		2.5900	-7.00	5.00	8.00	2.42	2.70
JGB 10y		1.0000	-3.50	-1.40	3.10	0.92	1.08
TGB 1y		2.3378	-0.01	0.99	5.08	2.29	2.34
TGB 2y		2.3758	-0.75	0.04	2.29	2.34	2.41
TGB 5y		2.5173	-1.03	-0.50	-1.25	2.47	2.55
TGB 7y		2.6371	-1.33	-2.87	-1.74	2.60	2.67
TGB 10y		2.7852	-0.73	-1.67	1.36	2.73	2.84
AAA Spread		59.30	0.41	-3.50	-13.97	58.89	73.93
AA Spread		75.88	-2.25	-0.04	-4.34	67.07	82.62
A Spread		112.37	-2.56	3.58	-10.82	107.87	127.51
BBB Spread		235.81	-0.47	0.10	-1.99	234.20	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		81.92	0.4%	5.7%	-1.7%	77.52	84.22
London Gold		2314.9	0.5%	-0.7%	-1.1%	2,297.7	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)		5,375.3	0.0%	1.6%	2.5%	5,221.4	5,421.0
STOXX (EU)		511.8	1.2%	-0.4%	-1.3%	511.8	527.8
FTSE All-Share(UK)		4,076.1	0.2%	0.9%	2.1%	3,933.2	4,088.1
DAX (DE)		18,630.9	1.4%	0.3%	-0.5%	18,369.9	18,869.4
CAC All-Tradable(FR)		5,835.9	1.0%	-1.9%	-4.3%	5,780.4	6,110.3
TOPIX (JP)		2,756.4	-0.7%	0.3%	0.9%	2,724.1	2,798.1
Shanghai (CH)		3,184.2	0.3%	-1.7%	-3.5%	3,174.4	3,324.2
Hang Seng (HK)		17,937.8	-1.3%	-2.7%	-5.4%	17,937.8	19,636.2
ASX 200 (AU)		7,715.5	-0.5%	-0.3%	-0.4%	7,628.2	7,881.3
SET (TH)		1,316.7	0.0%	-1.6%	-4.0%	1,316.1	1,382.7
SET50 (TH)		812.7	0.3%	-1.2%	-3.7%	809.9	853.9
Straits Times (SG)		3,307.4	-0.1%	-0.7%	0.1%	3,266.0	3,348.9
FTSE Malay (MY)		1,609.0	-0.2%	0.0%	0.5%	1,596.7	1,629.2
JSX Index (ID)		6,850.1	-0.1%	-1.4%	-3.4%	6,850.1	7,317.2
PSE Index (PH)		6,410.1	-0.8%	0.4%	-2.9%	6,371.8	6,682.8
Vn Index (VN)		1,300.2	1.2%	1.2%	4.6%	1,240.2	1,300.2

Sources: ttb analytics, CEIC

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

Important Disclosures

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