

**US inflation eases in May as key Fed decision looms**

**U.S. producer prices unexpectedly decrease month-on-month in May**

According to Labor Department data, U.S. producer prices unexpectedly decreased, dragged down in particular by a decline in the costs of gasoline, in the latest sign of cooling inflationary pressures in the world's largest economy. The producer price index (PPI) for final demand dipped by 0.2% last month, reversing an increase of 0.5% in April. Economists had called for an uptick of 0.1%. Prices for final demand goods were mostly driven lower by a 7.1% slump in gasoline prices, while the measures for diesel fuel, chicken eggs, and electric power also fell. Services sector prices, meanwhile, were unchanged after climbing by 0.6% in April. In the 12 months to May, the PPI figure moved up by 2.2%, decelerating from 2.3% in April and slower than projections for an uptick of 2.5%.

**Weekly initial jobless claims rise 242,000, more than expected**

The number of Americans filing for first-time unemployment benefits rose by more than anticipated last week, pointing to a cooling labor market. Initial jobless claims in the U.S. climbed to 242,000 in the week ended on June 8, an increase from a total of 229,000 in the prior week. Economists had forecast a consensus figure of 225,000. The four-week moving average, which attempts to account for variances in the weekly figure, edged higher to 227,000 from 222,250. The U.S. labor market had shown signs of cooling, potentially offering the U.S. Federal Reserve some leeway to start cutting interest rates from record levels, but the May jobs report at the start of the month changed the narrative.

**Thai consumer confidence at 7-month low on slow growth, political uncertainty**

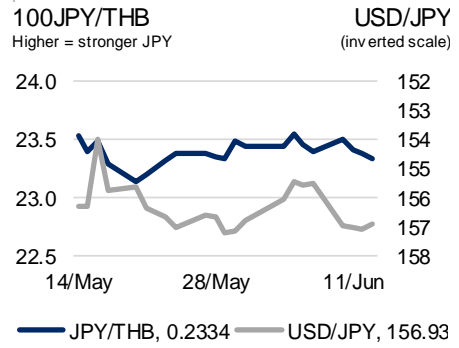
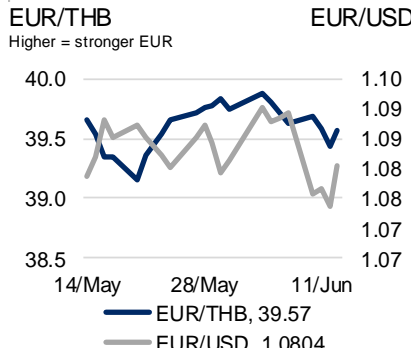
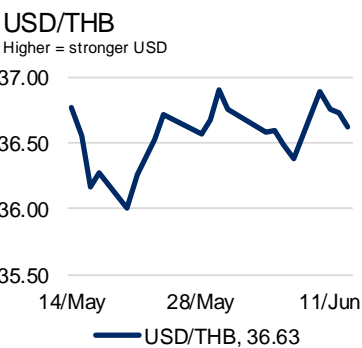
Thai consumer confidence dropped for a third straight month in May, falling to its lowest level since October last year on concerns over a slow economic recovery and political uncertainty. The consumer index of the University of the Thai Chamber of Commerce fell to 60.5 in May from 62.1 in April. According to the statement, consumers were not confident about whether the economy would recover quickly, especially when the current political situation became uncertain, however, consumer confidence was likely to improve if the government sped up budget disbursements and helped stimulate an economic recovery in the second half of this year.

**Dollar gains on hawkish Fed, even as inflation cools**

The 10-year government bond yield (interpolated) on the previous trading day was 2.77, -1.32 bps. The benchmark government bond yield (LB346A) was 2.77, -0.50 bps. Meantime, the latest closed US 10-year bond yields was 4.24, -7.00 bps. USDTHB on the previous trading day closed around 36.63. Moving in a range of 36.75-36.785 this morning. USDTHB could be closed between 36.70-36.90 today. The dollar headed into the US PPI release slightly firmer, but swiftly pared any gains in reaction to the softer-than-expected print, highlighted by the Dollar Index reaching lows of 104.642. As the session progressed, DXY regained its strength, almost removing all of Wednesday's gains peaking at 105.459, shrugging off both the cooler-than-expected PPI and CPI, with its strength perhaps fueled by the hawkish dot plot. The yen was on the defensive on Friday ahead of a policy decision from the Bank of Japan that could see it further reduce its massive monetary stimulus, while elsewhere the euro, mired in political turmoil, was headed for a weekly loss.

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

<b>SET Index</b>	1,311.8	<b>S&amp;P500</b>	5,433.7	<b>10Y UST</b>	4.24%	<b>Brent</b>	82.5	<b>Gold</b>	2,316.4
13-Jun	▼ -0.37%	13-Jun	▲ 1.08%	13-Jun	▼ -7.0 bps	12-Jun	▲ 0.74%	13-Jun	▲ 0.06%
<b>USD/THB</b>	36.63	<b>EUR/THB</b>	39.57	<b>JPY/THB</b>	0.2334				
Daily	▼ -0.28%	Daily	▲ 0.35%	Daily	▼ -0.18%				
Weekly	▲ 0.67%	Weekly	▼ -0.14%	Weekly	▼ -0.25%				
Monthly	▼ -0.39%	Monthly	▼ -0.22%	Monthly	▼ -0.80%				
Sideways Trend		Sideways Trend		Falling Trend					



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoJ'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		105.28	0.5%	1.1%	-0.1%	104.08	105.53
EUR/USD		1.0737	-0.3%	-1.4%	-0.3%	1.0737	1.0902
USD/JPY		157.08	0.0%	0.9%	0.8%	154.01	157.20
USD/CHF		0.8976	0.1%	0.7%	-1.0%	0.8897	0.9154
GBP/USD		1.2742	0.1%	-0.5%	1.8%	1.2491	1.2803
USD/CAD		1.3757	0.0%	0.6%	0.5%	1.3609	1.3777
AUD/USD		0.6607	0.1%	-0.9%	0.2%	0.6572	0.6698
NZD/USD		0.6141	0.3%	-1.0%	2.2%	0.5991	0.6205
ASEAN Dollar		106.17	0.0%	0.4%	0.6%	104.69	106.31
USD/THB		36.73	-0.1%	0.7%	-0.2%	36.01	36.92
USD/SGD		1.3525	0.0%	0.5%	-0.2%	1.3429	1.3556
USD/MYR		4.7179	0.0%	0.5%	-0.5%	4.6814	4.7432
USD/IDR		16,233	0.1%	0.1%	1.4%	15,895	16,233
USD/PHP		58.93	0.1%	0.1%	1.7%	57.47	59.15
USD/CNY		7.2570	0.0%	0.1%	0.3%	7.2097	7.2607
USD/HKD		7.8075	0.0%	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
13/06/2024	-2,025	419	-1,606
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
Last 5 days	-9,158	-3,290	-12,448

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -14,707	↓ -100	↓ -14,808
QTD	Quarter	↓ -27,541	↓ -6,936	↓ -34,477
YTD	Year	↓ -96,867	↓ -35,514	↓ -132,381

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		2.70	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		4.2400	-7.00	-4.00	-21.00	4.24	4.61
Gilt 10y		4.2327	-5.43	8.85	10.66	4.02	4.35
Bund 10y		2.5500	-4.00	2.00	7.00	2.42	2.70
JGB 10y		1.0000	-3.50	-1.40	3.10	0.92	1.08
TGB 1y		2.3427	0.49	1.29	5.43	2.29	2.34
TGB 2y		2.3759	0.01	0.25	1.95	2.34	2.41
TGB 5y		2.5193	0.20	0.31	-0.62	2.47	2.55
TGB 7y		2.6371	0.00	-2.05	-1.82	2.60	2.67
TGB 10y		2.7820	-0.32	-0.87	1.27	2.73	2.84
AAA Spread		58.89	-0.26	-3.58	-14.38	58.89	73.91
AA Spread		75.85	-2.34	-0.04	-4.37	67.14	82.90
A Spread		111.96	-3.94	3.19	-11.24	108.18	127.52
BBB Spread		235.76	-0.52	0.04	-2.00	234.22	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		82.53	0.7%	5.3%	-0.3%	77.52	84.22
London Gold		2316.4	0.1%	-1.9%	-1.3%	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)		5,421.0	0.0%	1.3%	2.1%	5,221.4	5,433.7
STOXX (EU)		518.1	-100.0%	-100.0%	-100.0%	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)		5,715.0	-2.1%	-4.3%	-6.5%	5,715.0	6,110.3
TOPIX (JP)		2,731.8	-0.9%	-0.9%	0.0%	2,724.1	2,798.1
Shanghai (CH)		3,175.3	-0.3%	-1.2%	-3.7%	3,174.4	3,324.2
Hang Seng (HK)		18,112.6	1.0%	-1.7%	-5.2%	17,937.8	19,636.2
ASX 200 (AU)		7,749.7	0.4%	-0.2%	0.3%	7,628.2	7,881.3
SET (TH)		1,311.8	-0.4%	-1.3%	-4.4%	1,311.8	1,382.7
SET50 (TH)		810.6	-0.3%	-0.8%	-4.0%	809.9	853.9
Straits Times (SG)		3,324.5	0.5%	-0.2%	0.3%	3,289.4	3,348.9
FTSE Malay (MY)		1,610.2	0.1%	-0.3%	0.5%	1,596.7	1,629.2
JSX Index (ID)		6,831.6	-0.3%	-2.1%	-3.8%	6,831.6	7,317.2
PSE Index (PH)		6,390.8	-0.3%	-0.8%	-3.3%	6,371.8	6,682.8
Vn Index (VN)		1,301.5	0.1%	1.4%	3.8%	1,240.2	1,301.5

Sources: ttb analytics, CEIC

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

Important Disclosures

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