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In August, headline US consumer prices increased by 0.2% from the previous month, consistent with the July rate. However, the core consumer price index showed a slight acceleration, which might influence the Federal Reserve's decision on interest rate cuts at its next meeting. The monthly headline CPI met economists' expectations, and the annual rate decreased to 2.5% from 2.9% in July. On the other hand, core consumer prices, excluding more volatile categories like food and energy, rose by 0.3% month-over-month, surpassing the anticipated 0.2%. The year-over-year core CPI matched forecasts at 3.2%, maintaining the same rate as in July.

The heated Trump-Harris debate gave Wall Street few policy details

In a heated debate on Tuesday night, Trump and Harris sparred over various issues, including the economy and immigration, each aiming to make a game-changing impact in a closely contested race. Their exchanges did not provide investors with new insights on critical market-moving topics such as tariffs, taxes, and regulation. However, online prediction markets indicated an increased likelihood of a Harris victory in November: her odds in PredictIt's 2024 presidential market rose to 55 cents from 53 cents, while Trump's odds dropped to 47 cents from 52 cents. Despite this, some investors think that even a minor shift in candidate perceptions could be crucial in a tight race likely to be decided by a few thousand votes in key states. According to polling averages from the New York Times, the candidates are effectively tied in the crucial battleground states.

BOJ policymaker signals readiness to raise rates if inflation on track

On Wednesday, Bank of Japan policymaker Junko Nakagawa indicated that the central bank plans to keep raising interest rates if inflation follows their projected path, suggesting that last month's market turmoil has not altered their strategy for gradual rate hikes. However, the central bank will need to consider how such market fluctuations might affect economic and price forecasts when deciding on further rate increases. Nakagawa stated that because real interest rates are currently very low, adjustments to monetary policy will be made to sustainably and steadily reach the 2% inflation target if economic and price projections are met. She also noted that Japan's tight labor market and rising import prices present upward risks to the country's inflation outlook.

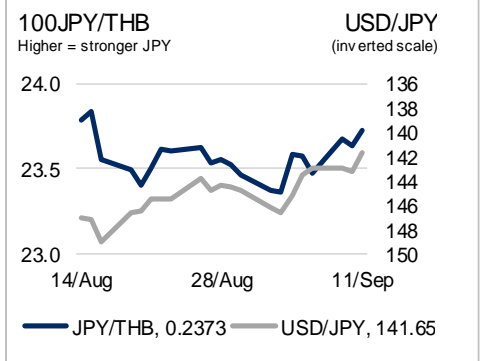
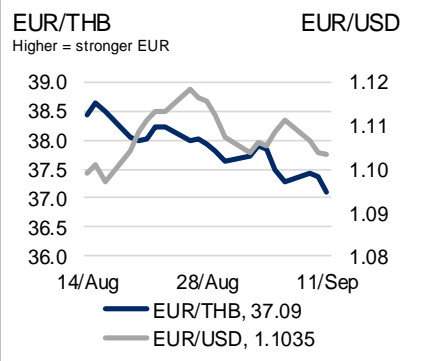
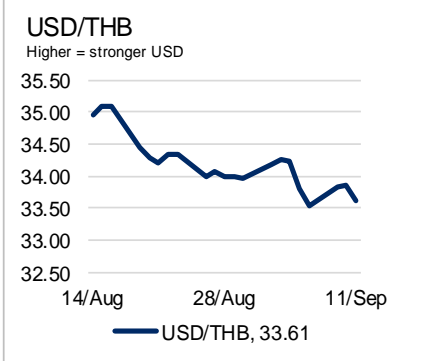
US dollar mixed as inflation report hints at smaller Fed rate cut

The 10-year government bond yield (interpolated) on the previous trading day was 2.549, -0.71 bps. The benchmark government bond yield (LB346A) was 2.545, -1.00 bps. Meantime, the latest closed US 10-year bond yields was 3.65, +0.00 bps. USDTHB on the previous trading day closed around 33.61 moving in a range of 33.74 – 33.805 this morning. USDTHB could be closed between 33.60 – 33.90 today. The dollar made modest gains after initially facing pressure from the Japanese yen strength during the Asian session and concerns that US VP Harris's perceived win in the Presidential Debate might lead to a USD-negative outcome, given expectations of a more dovish Fed policy and less aggressive tariffs compared to Trump. However, the dollar rebounded, supported by mixed US CPI data, which reduced the likelihood of a 50bps rate cut at next week's Fed meeting. The euro gave up early gains and stabilized against the dollar, with support around the 1.1000 level. The Japanese yen saw fluctuations, reversing its gains from the Asian session that were fueled by comments from BoJ's Nakagawa. The rebound in USD/JPY was supported by US CPI data and a better risk appetite.

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

SET Index	1,415.4	S&P500	5,554.1	10Y UST	3.65%	Brent	69.2	Gold	2,517.7
11-Sep	▼ -0.89%	11-Sep	▲ 1.1%	11-Sep	▲ 0.0 bps	10-Sep	▼ -3.8%	11-Sep	▲ 0.78%

USD/THB 33.61	Daily ▼ -0.71%	EUR/THB 37.09	Daily ▼ -0.75%	JPY/THB 0.2373	Daily ▲ 0.37%
Falling Trend	Weekly ▼ -0.61%	Falling Trend	Weekly ▼ -1.05%	Sideways Trend	Weekly ▲ 0.64%
	Monthly ▼ -3.93%		Monthly ▼ -3.52%		Monthly ▼ -0.24%



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		101.48	-0.1%	0.23%	-1.2%	100.67	103.30
EUR/USD		1.1035	0.0%	-0.4%	0.4%	1.0904	1.1181
USD/JPY		141.65	-1.1%	-1.3%	-3.6%	142.87	148.96
USD/CHF		0.8445	-0.5%	-0.2%	-2.3%	0.8415	0.8718
GBP/USD		1.3091	0.1%	-0.5%	1.9%	1.2691	1.3239
USD/CAD		1.3605	0.3%	0.7%	-0.8%	1.3459	1.3795
AUD/USD		0.6654	0.0%	-1.1%	0.4%	0.6537	0.6796
NZD/USD		0.6146	0.0%	-0.9%	1.8%	0.5996	0.6280
ASEAN Dollar		102.61	0.5%	-0.7%	-2.2%	102.11	105.96
USD/THB		33.61	-0.7%	-0.6%	-3.9%	33.54	35.45
USD/SGD		1.3024	-0.2%	0.1%	-1.1%	1.2984	1.3279
USD/MYR		4.3328	-0.6%	0.0%	-2.1%	4.3149	4.4899
USD/IDR		15,380	-0.2%	0.0%	-1.9%	15,331	16,064
USD/PHP		56.30	-0.6%	-0.5%	-1.6%	56.24	57.99
USD/CNY		7.1155	0.05%	0.3%	-0.4%	7.0761	7.1778
USD/HKD		7.7949	0.05%	0.1%	0.1%	7.7805	7.8011

FX Swap Market and BoT's Reserves

Foreign Fund Flows (THB.mn)

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

Date	Equity	Bond	Total
11/09/2024	2,680	2,863	5,542
10/09/2024	560	-720	-160
09/09/2024	3,646	-352	3,294
06/09/2024	10,757	-21	10,736
05/09/2024	7,485	5,513	12,998
Last 5 days	25,128	7,283	32,410

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		235,685	-1274
Gold		18,878	-69
SDR		5,567	-27
IMF Reserves		1,141	-5
Foreign Ccy		210,100	-1174
Net Fwd Position		26,485	-90

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 22,382	↑ 11,814	↑ 34,196
QTD	Quarter	↑ 14,666	↑ 66,817	↑ 81,483
YTD	Year	↓ -102,366	↑ 20,831	↓ -81,535

Money Market

Last update: 30/08/2024

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		0.08	0.07	0.08
1W		2.52	0.00	2.53	1W		1.61	0.22	1.61	1W		0.00	0.00	0.00
1M		2.55	0.00	2.55	1M		1.59	0.88	1.72	1M		0.35	0.12	0.35
2M		2.60	0.00	2.60	2M					2M		0.00	0.00	0.00
3M		2.65	0.00	2.65	3M		1.81	1.09	1.82	3M		0.75	0.34	0.75
6M		2.71	0.00	2.71	6M		1.95	1.31	1.99	6M		1.04	0.56	1.04
12M		2.81	0.00	2.82	12M		2.26	1.59	2.26	12M		1.49	1.00	1.49

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

Sources: ttb analytics, CEIC

Fixed Income Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		3.6500	0.00	-8.00	-20.00	3.65	3.99
Gilt 10y		3.8396	-1.74	-11.04	-8.97	3.81	4.02
Bund 10y		2.1100	-6.00	-11.00	-9.00	2.11	2.33
JGB 10y		0.8860	-4.00	-1.80	5.30	0.83	0.95
TGB 1y		2.2802	-0.08	-0.15	-1.45	2.28	2.32
TGB 2y		2.1817	-0.48	-0.74	-3.99	2.19	2.25
TGB 5y		2.2731	-1.14	-1.58	-3.57	2.27	2.34
TGB 7y		2.4193	-1.46	-1.09	-1.97	2.41	2.46
TGB 10y		2.5494	-0.71	-0.35	-2.14	2.54	2.60
AAA Spread		54.29	-2.38	-3.76	-11.28	54.29	71.27
AA Spread		82.46	0.62	4.95	12.77	66.99	82.46
A Spread		98.63	-2.67	-7.71	-17.93	98.63	122.20
BBB Spread		0.00	0.00	-235.92	-234.61	0.00	239.75

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		69.19	-3.7%	-4.8%	-14.6%	69.19	82.30
London Gold		2521.9	0.78%	0.2%	2.5%	2,396.3	2,524.2

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)		5,554.1	1.1%	0.9%	1.8%	5,344.2	5,648.4
STOXX (EU)		494.6	0.2%	-0.9%	1.3%	483.4	512.1
FTSE All-Share(UK)		4,076.1	0.2%	-0.3%	2.9%	3,933.2	4,088.1
DAX (DE)		18,330.3	0.4%	-1.3%	2.5%	17,722.9	18,930.9
CAC All-Tradable(FR)		5,483.7	-0.2%	-0.6%	0.8%	5,378.8	5,665.2
TOPIX (JP)		2,530.7	-1.8%	-3.4%	-2.0%	2,461.7	2,733.3
Shanghai (CH)		2,852.5	-0.8%	-2.4%	-4.5%	2,852.5	3,032.9
Hang Seng (HK)		17,108.7	-0.7%	-2.0%	-0.4%	16,891.8	17,989.1
ASX 200 (AU)		7,987.9	-0.3%	0.1%	1.7%	7,777.7	8,109.9
SET (TH)		1,415.4	-0.9%	0.8%	9.5%	1,289.8	1,431.1
SET50 (TH)		893.4	-0.9%	0.5%	9.1%	817.7	905.3
Straits Times (SG)		3,531.2	0.5%	2.1%	7.5%	3,235.4	3,531.2
FTSE Malay (MY)		1,639.8	-1.2%	-1.5%	1.7%	1,596.1	1,678.8
JSX Index (ID)		7,702.7	-0.2%	1.1%	5.6%	7,195.1	7,721.8
PSE Index (PH)		6,944.9	-0.6%	0.5%	5.0%	6,535.2	6,984.6
Vn Index (VN)		1,253.3	-0.2%	-1.2%	1.9%	1,208.3	1,285.3

Sources: ttb analytics, CEIC

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

Important Disclosures

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