

Dollar falls, struggling to recover losses before payroll report

US private payrolls post smallest increase in 3-1/2 years in August

In August, U.S. private employers added the fewest workers in 3.5 years, with the previous month's figures also revised downward, suggesting a possible significant slowdown in the labor market. Private payrolls rose by 99,000 jobs last month, the smallest increase since January 2021, following a revised gain of 111,000 in July. Economists had predicted an increase of 145,000 jobs, up from the previously reported 122,000. After this data release, all attention is on the US payrolls data due Friday, which will seemingly dictate the magnitude of the Federal Reserve rate cut on September 16th, as the Central Bank has shifted its focus to the employment side of the mandate, rather than the inflation side.

U.S. service sector stable in August; employment slow

U.S. services sector activity remained stable in August, though employment growth slowed, reflecting a cooling labor market. The Institute for Supply Management (ISM) reported on Thursday that its nonmanufacturing purchasing managers' index (PMI) was essentially unchanged at 51.5 in August, up slightly from 51.4 in July. Economists had expected a slight drop to 51.1. The report showed minor declines in both the business activity and employment indexes. Nevertheless, the consultancy highlights that the services index is outperforming the manufacturing index, underscoring the ongoing strength of consumer spending, which continues to bolster the broader economy.

Thailand's headline inflation eases in August

In August, Thailand's annual headline inflation slowed down as food prices increased while energy prices decreased. The headline Consumer Price Index (CPI) rose by 0.35% compared to the same month last year, down from a 0.83% increase in July and below the anticipated 0.40% rise. From January to August, the average annual headline inflation was 0.15%, and the commerce ministry maintained its full-year forecast of between 0% and 1%. The core CPI, which excludes food and energy prices, rose by 0.62% in August, slightly above the expected 0.55%. The average annual core inflation for January to August was 0.44%. Thai Inflation is expected to increase in September due to rising diesel prices and flooding.

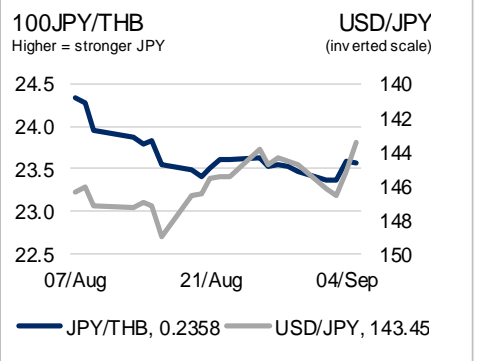
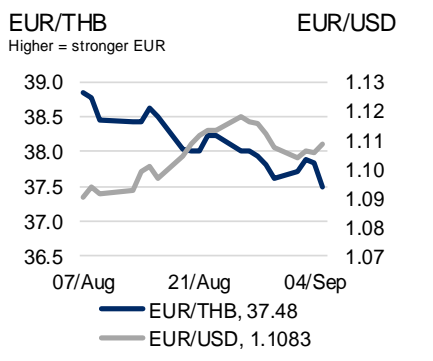
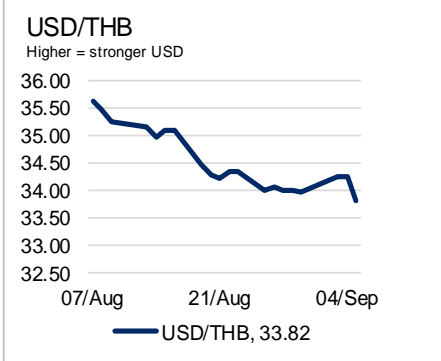
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The 10-year government bond yield (interpolated) on the previous trading day was 2.553, -0.07 bps. The benchmark government bond yield (LB346A) was 2.55, +0.00 bps. Meantime, the latest closed US 10-year bond yields was 3.73, -4.0 bps. USDTHB on the previous trading day closed around 33.82 moving in a range of 33.57 – 33.59 this morning. USDTHB could be closed between 33.40 - 33.70 today. On Thursday, the Dollar experienced weakness during a volatile session. The index initially dropped to 100.96 after the ADP national employment report revealed a lower-than-expected increase of 99,000 jobs. However, the dollar rebounded quickly before the ISM Services data was released, rising to a new high of 101.37. Later in the US afternoon, the dollar weakened due to improved risk sentiment and a lack of significant new developments. G10 currencies generally gained against the dollar, though to varying extents. The euro fluctuated between 1.1076 and 1.1119, currently hovering around 1.11. The Japanese yen reached a high of 144.22 before falling to 142.86. The yen initially strengthened after the US ADP report due to a broader Dollar sell-off but later retraced following the ISM data.

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

SET Index	1,404.3	S&P500	5,503.4	10Y UST	3.73%	Brent	72.7	Gold	2,516.9
5-Sep	▲ 2.80%	5-Sep	▼ -0.3%	5-Sep	▼ -4.0 bps	4-Sep	▼ -1.4%	5-Sep	▲ 1.70%

USD/THB 33.82	Daily ▼ -1.22%	EUR/THB 37.48	Daily ▼ -0.96%	JPY/THB 0.2358	Daily ▼ -0.03%
Falling Trend	Weekly ▼ -0.47%	Falling Trend	Weekly ▼ -0.37%	Sideways Trend	Weekly ▲ 0.47%
	Monthly ▼ -5.19%		Monthly ▼ -3.56%		Monthly ▼ -3.14%



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		101.25	-0.4%	-0.1%	-2.0%	100.70	104.23
EUR/USD		1.1083	0.3%	0.1%	1.6%	1.0801	1.1181
USD/JPY		143.45	-1.2%	-0.9%	-2.0%	143.82	149.33
USD/CHF		0.8461	-0.3%	-0.2%	-1.3%	0.8415	0.8761
GBP/USD		1.3155	0.3%	-0.1%	3.7%	1.2691	1.3239
USD/CAD		1.3507	-0.2%	0.1%	-2.1%	1.3459	1.3880
AUD/USD		0.6725	0.3%	-1.0%	2.9%	0.6470	0.6796
NZD/USD		0.6201	0.3%	-1.0%	3.4%	0.5934	0.6280
ASEAN Dollar		101.72	0.3%	0.5%	-2.6%	100.99	105.28
USD/THB		33.82	-1.2%	-0.5%	-5.1%	33.98	35.62
USD/SGD		1.3015	-0.4%	-0.1%	-2.0%	1.3014	1.3349
USD/MYR		4.3310	-0.4%	0.4%	-3.5%	4.3149	4.5569
USD/IDR		15,388	-0.3%	0.0%	-4.2%	15,345	16,167
USD/PHP		56.56	-0.5%	0.0%	-2.5%	56.50	58.55
USD/CNY		7.0927	-0.16%	0.2%	-1.2%	7.0814	7.2210
USD/HKD		7.7882	-0.05%	-0.1%	-0.2%	7.7718	7.8061

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
05/09/2024	7,485	5,513	12,998
04/09/2024	-568	3,204	2,636
03/09/2024	-700	-956	-1,656
02/09/2024	-1,478	2,283	805
30/08/2024	-3,184	-3,181	-6,365
Last 5 days	1,555	6,864	8,418

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		236,959	2458
Gold		18,947	33
SDR		5,593	58
IMF Reserves		1,146	9
Foreign Ccy		211,273	2357
Net Fwd Position		26,575	60

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 4,739	↑ 10,044	↑ 14,783
QTD	Quarter	↓ -2,977	↑ 65,048	↑ 62,070
YTD	Year	↓ -120,009	↑ 19,062	↓ -100,947

Money Market

Last update: 23/08/2024

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		3.7300	-4.00	-14.00	-23.00	3.73	3.99
Gilt 10y		3.9500	-6.97	-1.93	10.49	3.81	4.02
Bund 10y		2.2200	-3.00	-4.00	-1.00	2.13	2.33
JGB 10y		0.9040	-1.30	-1.80	0.50	0.78	0.97
TGB 1y		2.2817	0.05	-0.10	-4.50	2.28	2.36
TGB 2y		2.1891	-0.19	-0.08	-5.74	2.19	2.28
TGB 5y		2.2889	0.08	0.68	-4.63	2.26	2.34
TGB 7y		2.4302	-0.14	0.68	-1.44	2.37	2.46
TGB 10y		2.5529	-0.07	-0.44	-5.41	2.52	2.61
AAA Spread		53.77	-6.59	-4.38	-12.78	53.77	71.37
AA Spread		81.15	-1.39	5.38	12.71	67.10	82.54
A Spread		99.89	-1.30	-5.86	-19.50	99.89	122.73
BBB Spread		0.00	0.00	-235.88	-234.29	0.00	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		72.70	-1.4%	-9.1%	-7.2%	72.70	82.30
London Gold		2516.9	1.71%	-0.3%	5.2%	2,392.9	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)		5,503.4	-0.3%	-2.6%	3.5%	5,186.3	5,648.4
STOXX (EU)		499.2	-0.4%	-2.4%	3.5%	472.8	512.1
FTSE All-Share(UK)		4,076.1	0.2%	-0.3%	2.9%	3,933.2	4,088.1
DAX (DE)		18,576.5	-0.1%	-1.7%	5.1%	17,339.0	18,930.9
CAC All-Tradable(FR)		5,518.2	-0.8%	-2.5%	2.7%	5,291.7	5,665.2
TOPIX (JP)		2,620.8	-0.5%	-3.4%	5.3%	2,227.2	2,733.3
Shanghai (CH)		2,922.2	0.1%	-1.9%	-2.9%	2,918.0	3,032.9
Hang Seng (HK)		17,444.3	-0.1%	-3.0%	3.3%	16,647.3	17,989.1
ASX 200 (AU)		7,982.4	0.4%	-1.4%	3.9%	7,649.6	8,109.9
SET (TH)		1,404.3	2.8%	3.3%	8.8%	1,274.0	1,404.3
SET50 (TH)		888.8	3.3%	3.7%	8.7%	806.0	888.8
Straits Times (SG)		3,458.7	0.5%	0.5%	6.4%	3,198.4	3,480.3
FTSE Malay (MY)		1,664.8	-0.3%	-0.8%	4.7%	1,536.5	1,678.8
JSX Index (ID)		7,681.0	0.1%	0.1%	6.8%	7,059.7	7,694.5
PSE Index (PH)		6,908.0	0.4%	0.2%	7.4%	6,433.2	6,973.4
Vn Index (VN)		1,268.2	-0.6%	-1.0%	4.8%	1,188.1	1,285.3

Sources: ttb analytics, CEIC

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

Important Disclosures

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