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In July, orders for business equipment at US factories fell, and the previous month's gain was revised downward, indicating that companies are being more cautious about investing. Core capital goods orders, which exclude aircraft and military equipment, decreased by 0.1% last month following a revised 0.5% increase in June. Overall durable goods orders, which are meant to last at least three years, rose by 9.9%, but orders excluding transportation equipment dropped by 0.2%. While many businesses remain committed to long-term investments, uncertainty over the presidential election and future demand has led some to scale back expansion plans. This suggests that factory production might face challenges in maintaining momentum in the near future.

Fed's Daly reiterated that it's time to adjust policy

Daly mostly echoed Fed Chair Powell's message from Jackson Hole, emphasizing that it's time to adjust policy. However, she mentioned it's too early to determine the scale of potential rate cuts or to discuss specific rate strategies for the year. She acknowledged that while it's hard to foresee anything that might prevent a September rate cut, the Fed would need to take a more aggressive stance if economic weakness exceeds expectations. Daly also refrained from stating that the Fed is moving towards a neutral stance. She observed no immediate signs of a sharp decline in the labor market or indications that companies are preparing for layoffs. She anticipates a gradual reduction in inflation and a steady pace of labor market growth.

German business sentiment drops in August, delaying recovery

German business confidence dropped for the third month in a row in August, dampening hopes for a recovery in Europe's largest economy. The Ifo Institute reported that its business climate index decreased to 86.6 in August from 87.0 in July, though it was slightly above the analysts' forecast of 86.0. The index showed a notable decline in industrial sentiment, with service providers also experiencing a downturn. The current conditions index fell to 86.5 from 87.1, while expectations dropped only slightly, to 86.8 from a revised 87.0. This survey aligns with recent purchasing managers' index (PMI) data, which indicated a continued contraction in business activity for August, exceeding expectations.

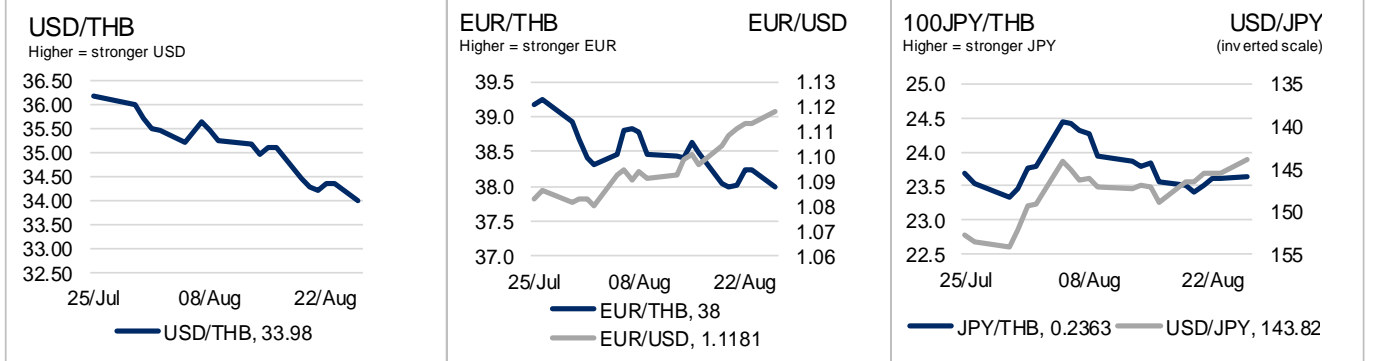
Dollar attempts to recoup from an eight-month low

The 10-year government bond yield (interpolated) on the previous trading day was 2.547, -2.27 bps. The benchmark government bond yield (LB346A) was 2.54, -3.0 bps. Meantime, the latest closed US 10-year bond yields was 3.82, +1.0 bps. USDTHB could be closed between 34.00 - 34.20 today. The Dollar tried to recover some losses from last week's sharp decline, which was triggered by a dovish Powell. Despite limited news on Monday, the Dollar made modest gains, reaching a high of 100.920. The euro fluctuated between 1.1151 and 1.1201 but showed minimal movement despite better-than-expected German Ifo data. The Japanese yen peaked at 144.65.

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

<b>SET Index</b>	<b>1,364.8</b>	<b>S&amp;P500</b>	<b>5,616.8</b>	<b>10Y UST</b>	<b>3.82%</b>	<b>Brent</b>	<b>78.2</b>	<b>Gold</b>	<b>2,500.3</b>
26-Aug	▲ 0.73%	26-Aug	▼ -0.32%	26-Aug	▲ 1.0 bps	23-Aug	▲ 1.2%	23-Aug	▼ -0.19%

<b>USD/THB 33.98</b>	Daily ▼ -1.06%	<b>EUR/THB 38.00</b>	Daily ▼ -0.60%	<b>JPY/THB 0.2363</b>	Daily ▲ 0.11%
Falling Trend	Weekly ▼ -0.88%	Falling Trend	Weekly ▼ -0.01%	Sideways Trend	Weekly ▲ 0.95%
	Monthly ▼ -6.22%		Monthly ▼ -3.04%		Monthly ▼ -0.19%



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		100.70	-0.6%	-1.1%	-3.5%	101.28	104.58
EUR/USD		1.1181	0.5%	0.9%	3.2%	1.0801	1.1134
USD/JPY		143.82	-1.2%	-1.8%	-5.8%	144.03	157.31
USD/CHF		0.8468	-0.4%	-1.6%	-4.2%	0.8506	0.8909
GBP/USD		1.3203	0.6%	1.6%	2.5%	1.2691	1.3119
USD/CAD		1.3515	-0.5%	-0.8%	-2.3%	1.3585	1.3880
AUD/USD		0.6778	0.9%	0.8%	3.5%	0.6470	0.6737
NZD/USD		0.6217	1.0%	1.5%	5.1%	0.5885	0.6157
ASEAN Dollar		102.23	0.2%	-1.4%	-4.1%	101.98	106.75
USD/THB		33.98	-1.1%	-0.9%	-6.0%	34.21	36.25
USD/SGD		1.3014	-0.4%	-0.5%	-3.2%	1.3062	1.3444
USD/MYR		4.3466	-0.6%	-0.5%	-6.9%	4.3681	4.6761
USD/IDR		15,357	-0.7%	-0.4%	-5.2%	15,382	16,229
USD/PHP		56.64	0.0%	-0.4%	-3.7%	56.63	58.87
USD/CNY		7.1139	-0.20%	-0.2%	-1.9%	7.1220	7.2748
USD/HKD		7.7948	0.07%	0.2%	-0.2%	7.7718	7.8110

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		234,501	2311
Gold		18,914	580
SDR		5,535	21
IMF Reserves		1,137	4
Foreign Ccy		208,916	1705
Net Fwd Position		26,515	-20

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
26/08/2024	553	-1,245	-692
23/08/2024	2,843	-2,087	755
22/08/2024	-849	-1,035	-1,884
21/08/2024	756	3,693	4,450
20/08/2024	1,789	-1,542	247
Last 5 days	5,092	-2,216	2,876

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -6,590	↑ 25,755	↑ 19,165
QTD	Quarter	↓ -8,342	↑ 53,572	↑ 45,230
YTD	Year	↓ -125,374	↑ 7,587	↓ -117,787

Money Market

Last update: 16/08/2024

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		3.8200	1.00	0.00	-35.00	3.78	4.28
Gilt 10y		3.8863	-1.28	-2.48	-24.39	3.81	4.13
Bund 10y		2.2300	-2.00	-1.00	-13.00	2.13	2.44
JGB 10y		0.9100	-0.90	-0.60	-15.80	0.78	1.08
TGB 1y		2.2799	-0.09	-0.51	-10.29	2.28	2.39
TGB 2y		2.1932	-1.34	-1.75	-14.30	2.20	2.35
TGB 5y		2.2750	-3.61	-3.11	-9.64	2.26	2.40
TGB 7y		2.4166	-2.30	-2.04	-7.33	2.37	2.51
TGB 10y		2.5469	-2.27	-2.39	-7.36	2.52	2.64
AAA Spread		56.67	-3.70	-2.63	-10.83	56.67	71.27
AA Spread		81.85	3.25	5.97	9.54	67.07	82.62
A Spread		101.30	0.83	-11.07	-19.52	100.48	123.23
BBB Spread		0.00	0.00	-235.81	-234.33	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		78.15	1.20%	0.6%	-3.7%	76.05	82.37
London Gold		2500.3	-0.19%	0.0%	5.3%	2,371.3	2,521.6

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)		5,616.8	-0.3%	0.4%	2.9%	5,186.3	5,634.6
STOXX (EU)		504.7	-0.1%	1.0%	1.3%	472.8	505.4
FTSE All-Share(UK)		4,076.1	0.2%	-0.3%	2.9%	3,933.2	4,088.1
DAX (DE)		18,617.0	-0.1%	1.4%	1.6%	17,339.0	18,633.1
CAC All-Tradable(FR)		5,625.5	0.2%	1.4%	1.8%	5,291.7	5,625.5
TOPIX (JP)		2,661.4	-0.9%	-0.3%	-1.4%	2,227.2	2,833.4
Shanghai (CH)		2,992.9	0.0%	-0.4%	-1.3%	2,985.7	3,080.4
Hang Seng (HK)		17,798.7	1.1%	1.6%	3.3%	16,647.3	17,798.7
ASX 200 (AU)		8,084.5	0.8%	1.1%	1.2%	7,649.6	8,114.7
SET (TH)		1,364.8	0.7%	2.8%	5.7%	1,274.0	1,364.8
SET50 (TH)		861.2	0.8%	2.5%	6.2%	806.0	861.2
Straits Times (SG)		3,396.0	0.2%	0.8%	-0.9%	3,198.4	3,461.2
FTSE Malay (MY)		1,639.0	0.2%	-0.2%	0.9%	1,536.5	1,648.7
JSX Index (ID)		7,606.2	0.8%	1.0%	4.4%	7,059.7	7,606.2
PSE Index (PH)		6,962.0	0.9%	1.7%	4.4%	6,433.2	6,962.0
Vn Index (VN)		1,280.0	-0.4%	0.6%	2.7%	1,188.1	1,285.3

Sources: ttb analytics, CEIC

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

Important Disclosures

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