

Dollar hits 7-month low before Powell

Fed's Bowman cautious on rate cuts amid inflation risks

On Tuesday, Federal Reserve Governor Michelle Bowman remained cautious about cutting interest rates and warned against reacting too strongly to recent easing inflation data, citing persistent upside risks. She also minimized concerns about July's labor market weakness, explaining that the rise in unemployment was largely due to temporary layoffs, with affected workers expected to be rehired soon.

Japan's exports soar, signaling economic recovery

In July, Japan's exports surged by 10.3% due to a weak yen and stronger automotive sales, up from 5.4% the previous month. This growth closely matched the 11.5% forecasted increase. Imports rose by 16.6%, exceeding the 14.6% prediction, leading to a \$4.3 billion trade deficit. This export boost may ease concerns for the Bank of Japan, which is dealing with economic and market volatility following recent rate hikes and cautious statements from Governor Kazuo Ueda. Additionally, vehicle exports showed signs of recovery after earlier safety certification issues.

Canada's inflation fell to a 40-month low of 2.5% in July

Canada's annual inflation rate dropped to a 40-month low of 2.5% in July, meeting expectations, and core inflation also eased, suggesting the Bank of Canada may cut interest rates again in September. The consumer price index rose by 0.4% monthly, in line with forecasts. This July slowdown in inflation was mainly due to reduced costs for travel tours, passenger vehicles, and electricity.

Taiwan's July export orders surpassed forecasts on AI chip demand

Taiwan's export orders exceeded expectations in July, driven by strong demand for AI-related chips, with the government anticipating this trend to continue into August. Orders surged 4.8% year-over-year to \$50.03 billion, surpassing the 2.6% increase forecast and June's 3.1% rise. Taiwan, home to major tech firms like chipmaker TSMC, serves as a key indicator of global tech demand. Additionally, Orders from China dipped slightly by 0.1%, in contrast to a 3.5% increase the previous month, while orders from the United States rose 14.3%, up from a 3.7% gain in June.

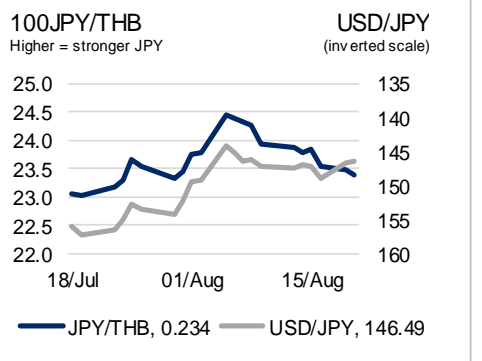
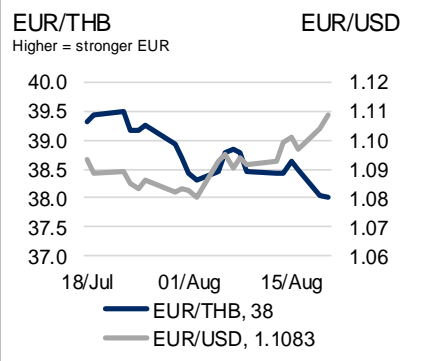
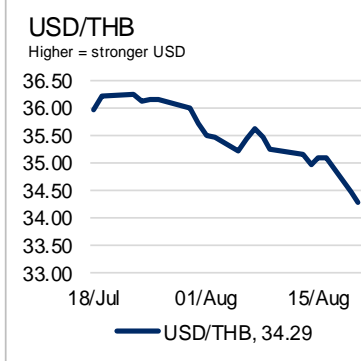
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The 10-year government bond yield (interpolated) on the previous trading day was 2.571, +2.62 bps. The benchmark government bond yield (LB346A) was 2.565, +2.5 bps. Meantime, the latest closed US 10-year bond yields was 3.82, -4.0 bps. USDTHB on the previous trading day closed around 34.29 moving in a range of 34.065 – 34.13 this morning. USDTHB could be closed between 34.00 - 34.30 today. The Dollar Index fell for the third consecutive day in a quiet news session, dropping to 101.39, just above the year-to-date low of 101.29. The Euro, along with other G10 currencies, benefited from the weaker dollar, with EUR/USD rising above 1.11 for the first time this year. Meanwhile, the Japanese yen performed well within the G10, supported by the weaker dollar and reduced yield differentials, as USD/JPY dropped to the lower end of the 145 range.

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

SET Index	1,328.1	S&P500	5,597.1	10Y UST	3.82%	Brent	77.7	Gold	2,521.6
20-Aug	▲ 0.36%	20-Aug	▼ -0.20%	20-Aug	▼ -4.0 bps	19-Aug	▼ -2.4%	20-Aug	▲ 0.86%

USD/THB 34.29	Daily ▼ -0.49%	EUR/THB 38.00	Daily ▼ -0.11%	JPY/THB 0.2340	Daily ▼ -0.40%
Falling Trend	Weekly ▼ -1.94%	Falling Trend	Weekly ▼ -1.09%	Sideways Trend	Weekly ▼ -1.61%
	Monthly ▼ -4.78%		Monthly ▼ -3.42%		Monthly ▲ 1.52%



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		101.84	-0.3%	-0.8%	-1.9%	102.20	104.58
EUR/USD		1.1083	0.4%	0.9%	1.4%	1.0801	1.1042
USD/JPY		146.49	-0.1%	-0.3%	-6.1%	144.03	159.08
USD/CHF		0.8608	-0.5%	-0.5%	-2.6%	0.8512	0.8959
GBP/USD		1.2995	0.2%	1.1%	-0.1%	1.2691	1.3005
USD/CAD		1.3627	-0.3%	-0.7%	-0.4%	1.3626	1.3880
AUD/USD		0.6724	0.5%	1.5%	-0.1%	0.6470	0.6766
NZD/USD		0.6123	0.7%	1.5%	0.8%	0.5885	0.6094
ASEAN Dollar		102.62	0.2%	-0.5%	-3.0%	102.39	106.12
USD/THB		34.29	-0.5%	-1.9%	-4.7%	34.45	36.25
USD/SGD		1.3073	-0.2%	-0.7%	-2.4%	1.3102	1.3444
USD/MYR		4.3681	-0.2%	-1.3%	-6.3%	4.3771	4.6801
USD/IDR		15,421	-0.8%	-1.7%	-4.1%	15,543	16,229
USD/PHP		56.85	-0.2%	-0.7%	-2.8%	56.97	58.87
USD/CNY		7.1259	-0.13%	-0.3%	-1.8%	7.1220	7.2748
USD/HKD		7.7811	-0.04%	-0.1%	-0.3%	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		232,191	83
Gold		18,334	-93
SDR		5,514	-1
IMF Reserves		1,132	0
Foreign Ccy		207,211	178
Net Fwd Position		26,535	-705

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
20/08/2024	1,789	-1,542	247
19/08/2024	-10,487	5,098	-5,388
16/08/2024	335	-2,587	-2,253
15/08/2024	-516	-8,832	-9,348
14/08/2024	438	-8,537	-8,098
Last 5 days	-8,440	-16,400	-24,840

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -9,893	↑ 26,429	↑ 16,536
QTD	Quarter	↓ -11,645	↑ 54,246	↑ 42,601
YTD	Year	↓ -128,677	↑ 8,261	↓ -120,416

Money Market

Last update: 09/08/2024

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	2.72	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

Fixed Income Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		3.8200	-4.00	-1.00	-43.00	3.78	4.28
Gilt 10y		3.9095	-0.16	-1.57	-19.30	3.81	4.13
Bund 10y		2.2400	2.00	4.00	-22.00	2.13	2.48
JGB 10y		0.9160	0.20	8.30	-14.70	0.78	1.08
TGB 1y		2.2849	0.31	-0.98	-9.80	2.28	2.39
TGB 2y		2.2107	0.27	-1.09	-13.17	2.20	2.35
TGB 5y		2.3060	2.41	-0.28	-6.82	2.26	2.40
TGB 7y		2.4369	1.63	-0.20	-6.09	2.37	2.51
TGB 10y		2.5708	2.62	-0.01	-5.41	2.52	2.64
AAA Spread		60.36	-0.39	0.75	-7.57	54.72	71.37
AA Spread		82.54	5.00	6.74	2.33	67.14	85.02
A Spread		101.19	0.88	-14.50	-19.78	100.31	123.11
BBB Spread		0.00	0.00	-236.06	-234.64	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		77.66	-2.41%	-4.1%	-5.8%	76.30	85.11
London Gold		2521.6	0.86%	2.0%	4.9%	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)		5,597.1	-0.2%	2.6%	0.6%	5,186.3	5,608.3
STOXX (EU)		499.6	-0.3%	2.3%	-1.5%	472.8	507.3
FTSE All-Share(UK)		4,076.1	0.2%	-0.3%	2.9%	3,933.2	4,088.1
DAX (DE)		18,357.5	-0.3%	2.6%	-1.1%	17,339.0	18,557.7
CAC All-Tradable(FR)		5,546.5	-0.3%	2.0%	-1.5%	5,291.7	5,645.3
TOPIX (JP)		2,670.5	1.1%	3.4%	-5.6%	2,227.2	2,915.2
Shanghai (CH)		3,004.6	-0.9%	0.6%	-1.7%	2,987.7	3,126.4
Hang Seng (HK)		17,511.1	-0.3%	2.3%	0.2%	16,647.3	17,778.4
ASX 200 (AU)		7,997.7	0.2%	1.9%	0.3%	7,649.6	8,114.7
SET (TH)		1,328.1	0.4%	2.7%	0.3%	1,274.0	1,328.1
SET50 (TH)		840.0	0.3%	2.6%	1.5%	806.0	840.0
Straits Times (SG)		3,370.3	0.4%	2.6%	-1.9%	3,198.4	3,489.6
FTSE Malay (MY)		1,642.8	-0.4%	1.9%	0.8%	1,536.5	1,648.7
JSX Index (ID)		7,534.0	0.9%	1.3%	3.0%	7,059.7	7,534.0
PSE Index (PH)		6,944.8	0.8%	3.6%	3.5%	6,433.2	6,944.8
Vn Index (VN)		1,272.6	0.9%	3.4%	3.3%	1,188.1	1,274.4

Sources: ttb analytics, CEIC

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

Important Disclosures

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