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In July, U.S. producer prices rose less than anticipated, with the increase in the cost of goods offset by cheaper services, suggesting that inflation is continuing to moderate. The producer price index (PPI) for final demand grew by 0.1% last month, following a 0.2% rise in June. Over the past year, the PPI increased by 2.2%, down from 2.7% in June. When excluding more volatile items like fuel and food, the core PPI showed no change in July from the previous month, down from a revised 0.3% increase in June, and the annual rate slowed to 2.4% from 3.0%. As inflation slows and the labor market cools, financial markets expect the Federal Reserve might begin easing its policies in September.

German investor morale tumbles in August

German investor morale darkened more than expected in August, posting its strongest decline in two years, the ZEW economic research institute said on Tuesday. The economic sentiment index fell to 19.2 points from 41.8 points in July. Analysts had pointed to a reading of 32.0. Economic expectations are still affected by a high level of uncertainty, driven by ambiguous monetary policy, disappointing business data from the US economy and growing concern about an escalation of the conflict in the Middle East. The assessment of the current economic situation in Germany also declined, falling to minus 77.3 points from minus 68.9 in the previous month.

China new loans drop more than expected in July on weak demand

In July, China's bank lending fell significantly more than anticipated, affected by weak credit demand and seasonal influences, despite the central bank's commitment to enhance economic support. Chinese banks issued 260 billion yuan (\$36.26 billion) in new loans, which was almost 88% lower than the previous month and fell short of analysts' predictions. Analysts had forecasted new loans would reach 450 billion yuan, considering that July typically sees lower credit growth. The new loans in July decreased from June's 2.13 trillion yuan and were also lower compared to 345.9 billion yuan in the same month last year.

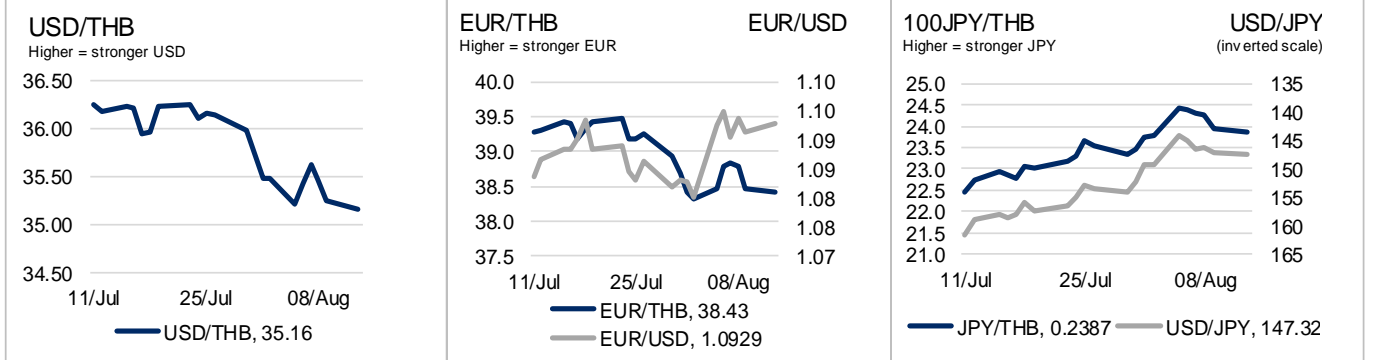
Dollar drops as markets await US inflation data

The 10-year government bond yield (interpolated) on the previous trading day was 2.587, -1.67 bps. The benchmark government bond yield (LB346A) was 2.58, -2.00 bps. Meantime, the latest closed US 10-year bond yields was 3.85, -5.0 bps. USDTHB on the previous trading day closed around 35.16 moving in a range of 34.95 – 35.005 this morning. USDTHB could be closed between 34.80 - 35.10 today. The dollar faced downward pressure, and the index fell below the 103.00 mark following weaker-than-anticipated PPI data. The Euro gained from the dollar's decline and approached the 1.1000 level. Meanwhile, the Japanese yen slowly regained its initial losses, with the USD/JPY eventually dropping below 147.00 after US yields eased following the PPI report.

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

SET Index	1,297.8	S&P500	5,434.4	10Y UST	3.85%	Brent	82.3	Gold	2,460.6
13-Aug ▲	0.06%	13-Aug ▲	1.67%	13-Aug ▼	-5.0 bps	12-Aug ▲	3.3%	13-Aug ▲	0.75%

USD/THB 35.16	Daily ▼ -0.24%	EUR/THB 38.43	Daily ▼ -0.10%	JPY/THB 0.2387	Daily ▼ -0.34%
Weekly ▼ -0.77%	Weekly ▼ -0.95%	Weekly ▼ -2.24%	Monthly ▼ -3.04%	Monthly ▼ -2.20%	Monthly ▲ 6.17%
Falling Trend	Falling Trend	Sideways Trend			



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		103.15	-0.1%	0.3%	-1.7%	102.84	105.09
EUR/USD		1.0929	0.1%	-0.2%	0.8%	1.0801	1.0949
USD/JPY		147.32	0.1%	1.5%	-8.8%	144.03	161.53
USD/CHF		0.8663	0.0%	1.3%	-3.6%	0.8512	0.8987
GBP/USD		1.2776	0.2%	0.0%	-0.7%	1.2691	1.3005
USD/CAD		1.3746	0.1%	-0.5%	0.9%	1.3608	1.3880
AUD/USD		0.6585	-0.1%	1.1%	-2.6%	0.6470	0.6766
NZD/USD		0.6027	0.1%	1.3%	-1.1%	0.5885	0.6144
ASEAN Dollar		103.10	-0.6%	-1.0%	-2.7%	103.00	106.26
USD/THB		35.16	-0.2%	-0.8%	-3.0%	35.21	36.43
USD/SGD		1.3236	0.0%	0.0%	-1.7%	1.3222	1.3500
USD/MYR		4.4495	-0.2%	-0.3%	-5.1%	4.4148	4.7085
USD/IDR		15,852	0.1%	-1.6%	-1.7%	15,839	16,232
USD/PHP		57.46	-0.3%	-1.4%	-1.7%	57.62	58.87
USD/CNY		7.1716	0.04%	0.5%	-1.4%	7.1220	7.2767
USD/HKD		7.7904	-0.08%	0.0%	-0.2%	7.7718	7.8110

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
13/08/2024	173	-6,867	-6,694
09/08/2024	51	9,012	9,063
08/08/2024	-499	5,359	4,861
07/08/2024	1,667	8,214	9,881
06/08/2024	-724	13,250	12,526
Last 5 days	668	28,969	29,637

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		232,107	3397
Gold		18,427	428
SDR		5,515	31
IMF Reserves		1,132	6
Foreign Ccy		207,033	2932
Net Fwd Position		27,240	-235

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -1,453	↑ 42,830	↑ 41,376
QTD	Quarter	↓ -3,205	↑ 70,646	↑ 67,441
YTD	Year	↓ -120,237	↑ 24,661	↓ -95,576

Money Market

Last update: 02/08/2024

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		2.53	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	2.83	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		3.8500	-5.00	-11.00	-32.00	3.78	4.28
Gilt 10y		3.9571	0.56	12.07	-9.80	3.84	4.14
Bund 10y		2.2300	-1.00	-4.00	-21.00	2.13	2.54
JGB 10y		0.8810	2.60	10.00	-20.80	0.78	1.09
TGB 1y		2.3065	-1.20	-2.57	-6.88	2.32	2.39
TGB 2y		2.2333	-1.06	0.22	-10.89	2.23	2.35
TGB 5y		2.3211	-1.45	1.74	-6.43	2.26	2.45
TGB 7y		2.4539	-0.70	4.60	-5.09	2.37	2.55
TGB 10y		2.5867	-1.67	2.35	-3.48	2.52	2.67
AAA Spread		59.85	-0.99	0.72	-10.73	55.01	71.82
AA Spread		78.62	3.11	0.44	-1.91	67.07	82.37
A Spread		100.79	1.02	-18.17	-21.65	99.77	124.19
BBB Spread		0.00	0.00	-236.28	-235.02	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		82.30	3.31%	7.6%	-3.0%	76.30	85.40
London Gold		2460.6	0.76%	2.8%	0.9%	2,371.3	2,470.4

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)		5,434.4	1.7%	4.5%	-3.5%	5,186.3	5,667.2
STOXX (EU)		485.7	0.5%	0.6%	-4.8%	472.8	517.7
FTSE All-Share(UK)		4,076.1	0.2%	-0.3%	2.9%	3,933.2	4,088.1
DAX (DE)		17,812.1	0.5%	1.1%	-3.8%	17,339.0	18,748.2
CAC All-Tradable(FR)		5,398.7	0.4%	0.1%	-3.9%	5,291.7	5,718.5
TOPIX (JP)		2,553.6	2.8%	4.9%	-11.8%	2,227.2	2,929.2
Shanghai (CH)		3,005.9	0.3%	-0.1%	-3.7%	2,995.7	3,126.4
Hang Seng (HK)		17,174.1	0.4%	1.8%	-3.1%	16,647.3	18,293.4
ASX 200 (AU)		7,826.8	0.2%	1.6%	-2.2%	7,649.6	8,114.7
SET (TH)		1,297.8	0.1%	1.9%	-2.4%	1,274.0	1,332.0
SET50 (TH)		823.2	0.0%	2.1%	-0.5%	806.0	832.8
Straits Times (SG)		3,258.6	0.7%	1.9%	-6.9%	3,198.4	3,499.9
FTSE Malay (MY)		1,609.5	0.2%	1.1%	-1.0%	1,536.5	1,636.6
JSX Index (ID)		7,356.6	0.8%	2.0%	1.8%	7,059.7	7,356.6
PSE Index (PH)		6,650.4	0.6%	1.8%	-0.6%	6,433.2	6,791.7
Vn Index (VN)		1,230.4	0.0%	1.2%	-4.0%	1,188.1	1,283.8

Sources: ttb analytics, CEIC

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

Important Disclosures

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