

China flags more fiscal stimulus for economy, leaves out key details on size

U.S. producer prices unchanged; core inflation expected to rise in September

U.S. producer prices were stable in September, with rising service costs offset by lower goods prices. On annual basis, the index rose 1.8% year-over-year, the smallest increase since February but above the 1.6% consensus. Core prices increased 0.2% month-over-month, matching expectations but down from 0.3% previously. Year-over-year, core prices rose 2.8%, exceeding the 2.7% forecast. However, super core metrics declined from the previous month.

China flags more fiscal stimulus for economy, leaves out key details on size

On Saturday, China pledged to "significantly increase" debt to boost its struggling economy, but investors remain uncertain about the total size of the stimulus package, crucial for assessing the sustainability of its stock market rally. Finance Minister Lan Foan announced that Beijing would aid local governments with debt, provide subsidies to low-income individuals, support the property market, and strengthen state banks' capital. These measures respond to investor demands as the world's second-largest economy grapples with declining momentum, deflationary pressures, and low consumer confidence amid a property market downturn.

China's deflationary pressures rise in September as consumer inflation slows

China's consumer inflation unexpectedly slowed in September, while producer price deflation intensified, increasing pressure on Beijing to implement more stimulus measures to boost weak demand and economic activity. The consumer price index (CPI) rose 0.4% year-over-year in September, the slowest pace in three months, down from a 0.6% increase in August and below the anticipated 0.6% rise. Meanwhile, the producer price index (PPI) fell 2.8% year-on-year in September, marking its steepest decline in six months, compared to a 1.8% drop the previous month and below the expected 2.5% decrease.

China's September export growth fell to a five-month low amid declining global demand

China's exports rose just 2.4% year-over-year in September, falling short of expectations and hindering a trade rebound that had benefited the slowing economy. Imports saw a modest 0.3% increase, resulting in a trade surplus of \$81.71 billion. Economists had anticipated a 6% rise in exports and a 0.8% gain in imports. Although exports have been a strong growth area this year, with total shipments through September reaching the second highest on record, imports have lagged due to domestic slowdowns.

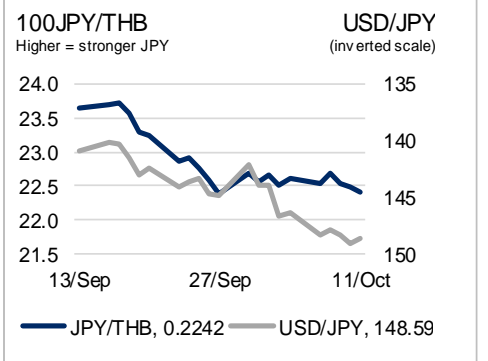
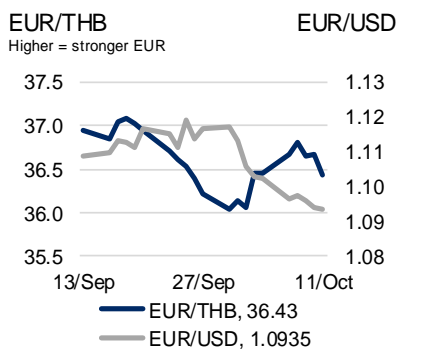
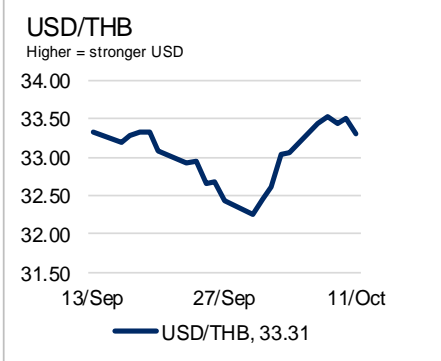
US dollar climbs to 10-week high

The 10-year government bond yield (interpolated) on the previous trading day was 2.527, -1.67 bps. The benchmark government bond yield (LB346A) was 2.52, -2.0 bps. Meantime, the latest closed US 10-year bond yields was 4.08, -1.00 bps. USDTHB on the previous trading day closed around 33.31 moving in a range of 33.235 – 33.305 this morning. USDTHB could be closed between 33.10 – 33.40 today. The dollar strengthened on Columbus Day as hopes for a Trump victory rose, with polls showing him closing the gap with Harris. However, gains were limited by Fed officials' comments. The euro weakened, hitting a two-month low against the dollar ahead of the ECB's rate decision. The Japanese yen continued to decline, with USD/JPY nearing 150.00 before retreating slightly.

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

SET Index	1,470.1	S&P500	5,859.9	10Y UST	4.08%	Brent	79.04	Gold	2,659.0
11-Oct	▲ 0.11%	14-Oct	▲ 0.77%	11-Oct	▼ -1.0 bps	11-Oct	▼ -0.3%	14-Oct	▲ 0.8%

USD/THB 33.31	Daily ▼ -0.60%	EUR/THB 36.43	Daily ▼ -0.66%	JPY/THB 0.2242	Daily ▼ -0.30%
Falling Trend	Weekly ▼ -0.41%	Falling Trend	Weekly ▼ -0.66%	Falling Trend	Weekly ▼ -0.54%
	Monthly ▼ -0.02%		Monthly ▼ -1.40%		Monthly ▼ -5.35%



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		102.88	0.02%	0.32%	1.8%	100.32	102.86
EUR/USD		1.0935	-0.1%	-0.3%	-1.4%	1.0942	1.1189
USD/JPY		148.59	-0.3%	0.1%	5.5%	140.15	149.04
USD/CHF		0.8568	-0.4%	-0.2%	0.9%	0.8406	0.8602
GBP/USD		1.3061	-0.13%	-0.4%	-0.7%	1.3038	1.3413
USD/CAD		1.3752	0.30%	1.2%	1.3%	1.3433	1.3711
AUD/USD		0.6740	0.26%	-0.8%	0.2%	0.6654	0.6931
NZD/USD		0.6099	0.3%	-0.9%	-1.4%	0.6079	0.6372
ASEAN Dollar		106.50	-0.1%	1.3%	0.8%	102.40	106.63
USD/THB		33.31	-0.6%	-0.4%	0.0%	32.26	33.85
USD/SGD		1.3050	-0.1%	0.1%	0.5%	1.2786	1.3061
USD/MYR		4.2802	-0.2%	0.3%	-0.7%	4.1044	4.3570
USD/IDR		15,528	-0.2%	0.1%	1.3%	15,044	15,575
USD/PHP		57.33	0.0%	0.8%	1.9%	55.83	57.32
USD/CNY		7.0719	0.06%	0.1%	-0.4%	6.9837	7.1167
USD/HKD		7.7683	0.03%	0.0%	-0.3%	7.7604	7.7992

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		240,721	-2463
Gold		20,010	-37
SDR		5,556	-55
IMF Reserves		1,135	-15
Foreign Ccy		214,020	-2356
Net Fwd Position		26,070	-25

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
11/10/2024	-1,165	-1,220	-2,385
10/10/2024	-1,604	392	-1,212
09/10/2024	-2,064	851	-1,213
08/10/2024	-343	-2,987	-3,330
07/10/2024	-1,164	-5,939	-7,103
Last 5 days	-6,339	-8,904	-15,243

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -17,206	↓ -21,821	↓ -39,027
QTD	Quarter	↓ -17,206	↓ -21,821	↓ -39,027
YTD	Year	↓ -112,776	↑ 1,551	↓ -111,224

Money Market

Last update: 04/10/2024

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	2.52	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		2.70	0.00	2.71	6M		1.95	1.31	1.99	6M		1.04	0.56	1.04
12M		2.81	0.00	2.81	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		4.0800	-1.00	5.00	42.00	3.63	4.09
Gilt 10y		4.2004	-1.04	1.66	45.06	3.72	4.21
Bund 10y		2.2600	-3.00	1.00	11.00	2.06	2.29
JGB 10y		0.9500	-1.00	2.40	6.40	0.85	0.96
TGB 1y		2.2550	-0.50	-0.25	-2.42	2.25	2.28
TGB 2y		2.1928	-1.01	-0.94	2.43	2.12	2.21
TGB 5y		2.2776	-2.42	-4.20	2.31	2.18	2.32
TGB 7y		2.3670	-1.84	-3.40	-4.43	2.32	2.43
TGB 10y		2.5271	-1.67	-3.97	-1.69	2.47	2.57
AAA Spread		68.62	10.81	7.87	-0.59	54.34	69.21
AA Spread		80.98	1.20	3.44	13.07	67.54	82.54
A Spread		102.24	1.20	1.93	-7.87	99.86	120.41
BBB Spread		0.00	0.00	0.00	-234.37	0.00	238.83

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		79.04	-0.3%	-2.6%	10.4%	69.19	81.13
London Gold		2659.0	0.8%	0.7%	2.8%	2,516.6	2,668.9

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)		5,859.9	0.77%	1.9%	4.0%	5,554.1	5,859.9
STOXX (EU)		515.3	0.6%	1.0%	2.76%	494.6	522.7
FTSE All-Share(UK)		4,076.1	0.2%	-0.3%	2.9%	3,933.2	4,088.1
DAX (DE)		19,373.8	0.8%	1.4%	3.6%	18,265.9	19,473.6
CAC All-Tradable(FR)		5,633.5	0.3%	1.1%	1.9%	5,483.7	5,773.1
TOPIX (JP)		2,706.2	-0.2%	-1.2%	6.9%	2,530.7	2,740.9
Shanghai (CH)		3,442.3	2.1%	-5.9%	17.8%	2,834.0	3,657.6
Hang Seng (HK)		21,092.9	-0.7%	-8.7%	23.3%	17,108.7	23,099.8
ASX 200 (AU)		8,252.8	0.5%	0.9%	1.9%	7,987.9	8,269.8
SET (TH)		1,470.1	0.1%	1.2%	3.2%	1,415.4	1,470.1
SET50 (TH)		936.6	0.1%	1.5%	4.1%	893.4	936.6
Straits Times (SG)		3,595.9	0.6%	0.6%	0.7%	3,531.2	3,638.5
FTSE Malay (MY)		1,636.5	0.2%	0.1%	-0.9%	1,630.0	1,673.4
JSX Index (ID)		7,559.7	0.5%	0.0%	-3.2%	7,480.1	7,905.4
PSE Index (PH)		7,326.4	0.2%	-2.8%	3.1%	6,944.9	7,554.7
Vn Index (VN)		1,286.3	-0.2%	1.1%	3.8%	1,239.3	1,292.2

Sources: ttb analytics, CEIC

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

Important Disclosures

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