

US dollar is mostly flat as traders wait for stronger catalysts

US considers imposing limits on AI chip Exports from Nvidia and AMD to certain countries

Biden administration officials are considering caps on advanced AI chip sales from Nvidia and other U.S. companies, targeting specific countries for national security reasons. The focus is on Persian Gulf nations eager for AI data centers and able to finance them. These discussions are early and evolving, with recent momentum. This policy would complement new regulations aimed at simplifying the licensing process for chip exports to countries like the UAE and Saudi Arabia, with more rules expected soon.

Fed's Daly says central bank likely on track for more rate cuts

Fed's Daly expressed cautious optimism about the economic outlook, suggesting discussions of gradual rate cuts may be overstated. She deemed the recent 50 basis point cut appropriate and highlighted the balanced risks to the Fed's mandate. Looking ahead, she expects one or two more rate cuts this year if forecasts hold. She noted there's room to reduce the balance sheet further but emphasized careful monitoring of the markets. While recognizing the costs of a large balance sheet, she stressed the importance of a gradual policy approach during uncertain times.

NY Empire State Manufacturing Index plunges

The NY Fed Manufacturing Survey for October fell sharply to -11.9, far below the expected 3.85 and September's 11.5. The decline was driven by a significant drop in New Orders to -10.2 from 9.4, marking the lowest level since May. General Business Conditions and Shipments also decreased notably. However, Prices Paid rose to 29 from 23.2, and employment increased from 4.1 to 9.8. Looking ahead, six-month expectations showed a slight dip in Prices Paid but an improvement in general business conditions.

German investor confidence increases for first time since June

Investor confidence in Germany's economy increased for the first time in four months, driven by the expectation that borrowing costs will decline more rapidly than earlier thought. The ZEW institute's expectations index rose to 13.1 in October, up from 3.6 in September, surpassing economists' prediction of 10. However, a measure of current conditions unexpectedly deteriorated. Optimism is fueled by expectations of stable inflation rates and the potential for further interest rate cuts by the European Central Bank.

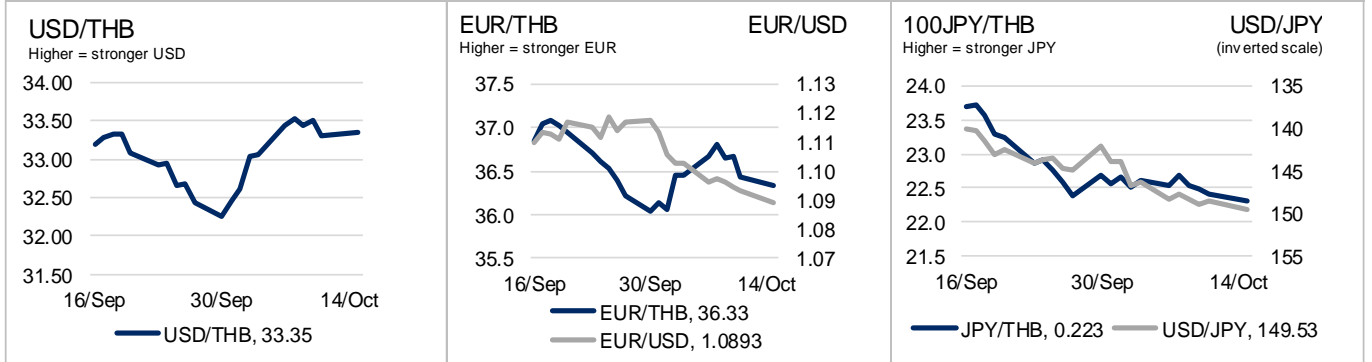
US dollar is mostly flat as traders wait for stronger catalysts

The 10-year government bond yield (interpolated) on the previous trading day was 2.514, -1.31 bps. The benchmark government bond yield (LB346A) was 2.51, -1.0 bps. Meantime, the latest closed US 10-year bond yields was 4.03, -5.00 bps. USDTHB on the previous trading day closed around 33.35 moving in a range of 33.305 – 33.35 this morning. USDTHB could be closed between 33.15 – 33.45 today. The dollar ended the day flat amid volatile trading, receiving early support from a subdued risk appetite and remarks from former President Trump that revived typical enthusiasm for tariffs. However, gains were limited as traders also considered weak Empire Manufacturing data. The euro slightly declined against the dollar, unable to maintain the 1.0900 level despite generally positive data, with focus this week on Thursday's ECB policy meeting. The Japanese yen performed well, with USD/JPY briefly dropping below the 149.00 mark due to lower U.S. yields.

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

SET Index	1,465.0	S&P500	5,815.3	10Y UST	4.03%	Brent	77.46	Gold	2,653.3
15-Oct	▼ -0.35%	15-Oct	▼ -0.76%	15-Oct	▼ -5.0 bps	14-Oct	▼ -2.0%	15-Oct	▼ -0.2%

USD/THB 33.35	Daily ▲ 0.12%	EUR/THB 36.33	Daily ▼ -0.27%	JPY/THB 0.2230	Daily ▼ -0.51%
Sideways Trend	Weekly ▼ -0.55%	Falling Trend	Weekly ▼ -1.29%	Falling Trend	Weekly ▼ -1.71%
	Monthly ▲ 0.45%		Monthly ▼ -1.40%		Monthly ▼ -6.02%



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoT's daily closing rates

Main Contributor

Wajarawij Ramindra
Wajarawij.ram@ttbank.com

Pimchatr Ekkachan
pimchatr.ekk@ttbank.com

ttb analytics ttbanalytics@ttbank.com
Naris Sathapholdeja naris.sat@ttbank.com
Kasem Harnchanpanich kasem.har@ttbank.com

Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		103.29	0.40%	0.80%	2.4%	100.32	102.88
EUR/USD		1.0893	-0.4%	-0.7%	-1.8%	1.0935	1.1189
USD/JPY		149.53	0.6%	1.2%	6.7%	140.15	149.04
USD/CHF		0.8626	0.7%	1.0%	2.0%	0.8406	0.8602
GBP/USD		1.3053	-0.06%	-0.2%	-0.8%	1.3038	1.3413
USD/CAD		1.3813	0.45%	1.3%	1.8%	1.3433	1.3752
AUD/USD		0.6715	-0.37%	-0.2%	0.0%	0.6654	0.6931
NZD/USD		0.6084	-0.3%	-0.6%	-1.4%	0.6079	0.6372
ASEAN Dollar		106.33	0.2%	1.1%	1.0%	102.62	106.33
USD/THB		33.35	0.1%	-0.5%	0.5%	32.26	33.74
USD/SGD		1.3091	0.3%	0.4%	1.0%	1.2786	1.3061
USD/MYR		4.3024	0.5%	0.4%	0.1%	4.1044	4.3570
USD/IDR		15,478	-0.3%	-0.6%	1.0%	15,044	15,575
USD/PHP		57.86	0.9%	1.3%	3.1%	55.83	57.33
USD/CNY		7.1041	0.46%	0.6%	0.3%	6.9837	7.1167
USD/HKD		7.7678	-0.01%	-0.1%	-0.3%	7.7604	7.7963

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
15/10/2024	-2,355	2,289	-67
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
Last 5 days	-7,531	-676	-8,207

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -19,561	↓ -19,532	↓ -39,094
QTD	Quarter	↓ -19,561	↓ -19,532	↓ -39,094
YTD	Year	↓ -115,131	↑ 3,840	↓ -111,291

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	2.53	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		2.70	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		4.0300	-5.00	-1.00	40.00	3.63	4.09
Gilt 10y		4.2268	2.64	5.22	49.25	3.72	4.23
Bund 10y		2.2300	-3.00	0.00	13.00	2.06	2.29
JGB 10y		0.9500	-1.00	2.40	6.40	0.85	0.96
TGB 1y		2.2460	-0.90	-1.28	-3.16	2.25	2.28
TGB 2y		2.1722	-2.06	-3.44	1.17	2.12	2.21
TGB 5y		2.2602	-1.74	-5.95	2.32	2.18	2.32
TGB 7y		2.3604	-0.66	-3.95	-3.74	2.32	2.42
TGB 10y		2.5140	-1.31	-5.39	-1.67	2.47	2.57
AAA Spread		68.58	10.78	8.16	-0.21	53.77	68.79
AA Spread		81.02	1.26	3.47	12.97	67.10	82.55
A Spread		102.42	1.43	2.12	-7.58	99.89	120.50
BBB Spread		0.00	0.00	0.00	-234.49	0.00	238.94

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		77.46	-2.0%	0.0%	6.5%	70.61	81.13
London Gold		2653.3	-0.2%	1.4%	3.0%	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)		5,815.3	-0.76%	0.4%	3.2%	5,595.8	5,859.9
STOXX (EU)		518.7	-0.7%	-0.4%	1.41%	499.1	522.7
FTSE All-Share(UK)		4,076.1	0.2%	-0.3%	2.9%	3,933.2	4,088.1
DAX (DE)		19,486.2	-0.1%	1.2%	4.1%	18,518.4	19,508.3
CAC All-Tradable(FR)		5,579.6	-1.0%	-0.4%	0.4%	5,513.0	5,773.1
TOPIX (JP)		2,723.6	0.6%	0.9%	5.1%	2,530.7	2,740.9
Shanghai (CH)		3,355.3	-2.5%	-1.8%	15.8%	2,834.0	3,657.6
Hang Seng (HK)		20,318.8	-3.7%	-2.9%	17.9%	17,108.7	23,099.8
ASX 200 (AU)		8,318.4	0.8%	1.6%	2.4%	7,987.9	8,318.4
SET (TH)		1,465.0	-0.3%	0.8%	2.1%	1,415.4	1,470.1
SET50 (TH)		936.4	0.0%	1.6%	3.5%	893.4	936.6
Straits Times (SG)		3,595.5	0.0%	0.0%	0.1%	3,556.5	3,638.5
FTSE Malay (MY)		1,642.0	0.3%	0.4%	-1.3%	1,630.0	1,673.4
JSX Index (ID)		7,627.0	0.9%	1.7%	-2.6%	7,480.1	7,905.4
PSE Index (PH)		7,456.3	1.8%	0.4%	3.9%	7,022.9	7,554.7
Vn Index (VN)		1,281.1	-0.4%	-0.1%	1.8%	1,239.3	1,292.2

Sources: ttb analytics, CEIC

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

Important Disclosures

This document is issued by ttb analytics, a division of ttb Bank PCL. All analyses are based on information available to the public. Although the information contained herein is believed to be gathered from reliable sources, ttb makes no guarantee to its accuracy and completeness. ttb may have issued, and may in the future issue, other reports that are inconsistent with, and reach different conclusions from, the information presented in this report. Opinions or predictions expressed herein reflect the authors' views, not that of ttb, as of date of the analysis and are subject to change without notice. ttb shall not be responsible for the use of contents and its implication.