

Dollar drops as Fed cuts rates, traders unwind some Trump trades

Fed cuts rates by 0.25% amid ongoing progress against inflation

The Federal Reserve cut rates by 25 basis points to 4.50-4.75%, in line with expectations and by unanimous decision. During the conference, Fed Chair Powell noted the Fed could adjust policy more quickly or slowly depending on economic conditions, aiming for a balanced approach. Powell emphasized that recent statement changes were simply to reflect the start of easing and were not a policy signal. He also pointed out that while recent inflation data was higher than expected, economic activity has been stronger, and risks have lessened. On bond yields, Powell said it's too early to predict their future direction, noting that yields reflect growth expectations, not higher inflation concerns. In addition, Chair Jerome Powell said he won't step down as chair if President-elect Donald Trump asks him to leave, and that demotion of vice chairs isn't permitted under the law.

BOE delivers rate cut with warning on budget's inflation hit

The Bank of England cut its key rate by 25 bps to 4.75%, as expected, with an 8-1 vote split. The statement emphasized keeping the bank rate restrictive until inflation risks are better managed. Governor Bailey favored a gradual approach to easing, warning against quick or large rate cuts. The updated MPR raised inflation forecasts for 2025-2026, with the UK budget expected to add nearly 0.5 percentage points to inflation by mid-2026. At the press conference, Bailey said the MPC would monitor the budget's impact on inflation but didn't foresee major changes to the rate path. The market views the UK budget as pushing the MPC to a more hawkish stance, with a 20% chance of a rate cut in December and 65bps of cuts by end-2025.

China's trade surplus beats expectations in October with a surge in exports

China's trade surplus surged to \$95.27 billion in October, surpassing expectations. Exports grew 12.7% year-on-year, driven by strong global demand, while imports fell 2.3%, reflecting weak domestic demand. The surplus was higher than the \$81.71 billion in September and exceeded the forecasted \$73.5 billion, reflecting a substantial improvement in China's external trade position.

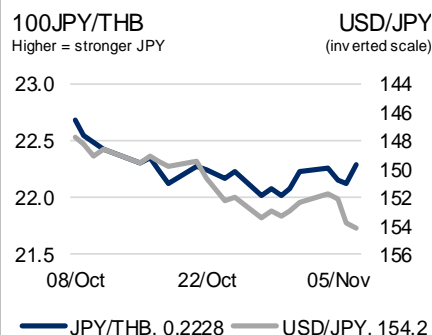
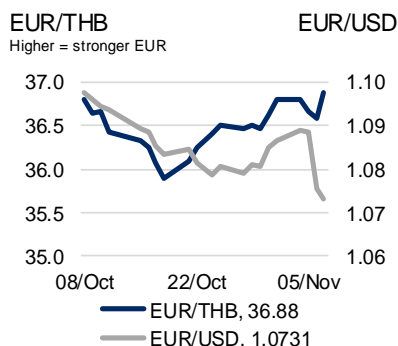
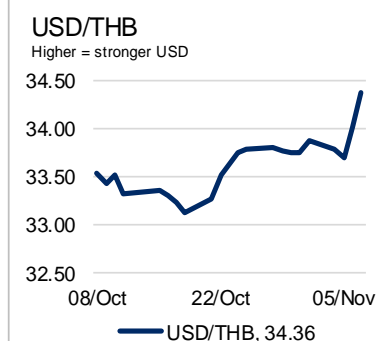
Dollar drops as Fed cuts rates, traders unwind some Trump trades

The 10-year government bond yield (interpolated) on the previous trading day was 2.444, -0.75 bps. The benchmark government bond yield (LB346A) was 2.42, -1.00 bps. Meantime, the latest closed US 10-year bond yields was 4.31, -11.0 bps. USDTHB on the previous trading day closed around 34.36, moving in a range of 33.98 – 34.095 this morning. USDTHB could be closed between 33.90 – 34.30 today. The dollar gave back some of its post-Trump gains, weakening against all major currencies. The Fed cut the Fed Funds Rate by 25bps to 4.50%-4.75%, as expected, and the dollar saw volatile trading after Powell's press conference, where he downplayed rising Treasury yields and signaled that the Fed would monitor data for the December decision. The euro strengthened, reclaiming 1.0800, boosted by stronger-than-expected EU retail sales. The British pound also gained, supported by the BoE's 25bps rate cut and its commitment to maintaining a restrictive policy until inflation risks are more firmly under control. The Japanese yen gained ground as the dollar weakened and US yields eased, causing USD/JPY to drop from the 154.00 range to below 153.00.

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

SET Index	1,469.7	S&P500	5,973.1	10Y UST	4.31%	Brent	75.19	Gold	2,667.1
7-Nov	▲ 0.16%	7-Nov	▲ 0.74%	7-Nov	▼ -11.0 bps	6-Nov	▼ -0.5%	7-Nov	▼ -2.2%

USD/THB 34.36	Daily ▲ 1.01%	EUR/THB 36.88	Daily ▲ 0.79%	JPY/THB 0.2228	Daily ▲ 0.72%
	Weekly ▲ 1.45%		Weekly ▲ 0.22%		Weekly ▲ 0.25%
	Monthly ▲ 2.44%		Monthly ▲ 0.21%		Monthly ▼ -1.79%
Rising Trend		Rising Trend		Sideways Trend	



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@ttbbank.com










Pimchatr Ekkachan  
pimchatr.ekk@ttbbank.com

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

Currency Market






















Currency	1M History	Last	% Chg (1D)	% Chg (1W)	% Chg (1M)	1M Range	
						Min	Max
Dollar Index		105.06	0.1%	0.95%	2.5%	101.28	104.92
EUR/USD		1.0731	-0.2%	-1.2%	-2.2%	1.0755	1.1058
USD/JPY		154.20	0.3%	1.2%	4.3%	143.88	153.77
USD/CHF		0.8759	0.3%	1.3%	2.6%	0.8464	0.8733
GBP/USD		1.2906	0.13%	0.2%	-1.4%	1.2884	1.3277
USD/CAD		1.3921	-0.22%	-0.2%	2.1%	1.3496	1.3952
AUD/USD		0.6598	0.83%	0.5%	-2.0%	0.6543	0.6889
NZD/USD		0.5964	0.5%	0.0%	-2.6%	0.5933	0.6295
ASEAN Dollar		110.52	-0.1%	-0.3%	1.5%	106.48	110.87
USD/THB		34.36	1.0%	1.5%	2.5%	32.61	34.36
USD/SGD		1.3309	0.1%	0.6%	2.1%	1.2877	1.3299
USD/MYR		4.4118	0.5%	0.8%	2.9%	4.1652	4.3910
USD/IDR		15,735	-0.2%	0.6%	1.0%	15,155	15,774
USD/PHP		58.96	0.0%	0.6%	3.3%	56.44	58.99
USD/CNY		7.1832	0.30%	0.8%	1.8%	7.0118	7.1614
USD/HKD		7.7706	-0.33%	-0.1%	0.0%	7.7618	7.7966

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		238,460	-2058
Gold		20,722	200
SDR		5,504	-22
IMF Reserves		1,117	-5
Foreign Ccy		211,117	-2231
Net Fwd Position		25,730	-245

Money Market

Last update: 25/10/2024

THB BIBOR	1M Hist	Last	1M Range		THBFIX	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: 29/03/2023

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		4.3100	-11.00 	-6.00 	25.00 	3.98	4.42
Gilt 10y		4.5364	4.81 	12.68 	37.20 	4.04	4.54
Bund 10y		2.4800	9.00 	8.00 	21.00 	2.19	2.48
JGB 10y		1.0160	2.30 	6.90 	9.00 	0.87	1.02
TGB 1y		2.1501	-0.29 	-0.85 	-10.87 	2.15	2.26
TGB 2y		2.0930	-0.23 	-1.07 	-11.36 	2.08	2.21
TGB 5y		2.2191	-1.40 	-0.13 	-10.06 	2.17	2.32
TGB 7y		2.2832	-0.84 	-0.69 	-11.67 	2.25	2.40
TGB 10y		2.4444	-0.75 	0.36 	-12.35 	2.39	2.57
AAA Spread		67.85	1.65 	11.22 	0.36 	56.54	69.29
AA Spread		74.85	0.54 	-7.00 	-0.09 	66.99	82.44
A Spread		104.34	0.56 	3.06 	-5.13 	98.59	119.10
BBB Spread		0.00	0.00 	0.00 	-235.31 	0.00	273.39

































































*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		75.19	-0.5% 	2.8% 	-1.8% 	71.12	80.93
London Gold		2667.1	-2.2% 	-2.9% 	1.9% 	2,617.3	2,784.0

*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)		5,973.1	0.7% 	4.3% 	3.3% 	5,695.9	5,973.1
STOXX (EU)		502.4	1.0% 	-0.3% 	-1.92% 	497.5	518.7
FTSE All-Share(UK)		4,076.1	0.2% 	-0.3% 	2.9% 	3,933.2	4,088.1
DAX (DE)		19,362.5	1.7% 	0.6% 	0.8% 	19,039.3	19,657.4
CAC All-Tradable(FR)		5,509.3	0.8% 	0.2% 	-1.4% 	5,455.5	5,646.2
TOPIX (JP)		2,743.1	1.0% 	1.8% 	1.6% 	2,618.3	2,743.1
Shanghai (CH)		3,638.0	2.6% 	6.1% 	5.1% 	3,322.0	3,657.6
Hang Seng (HK)		20,953.3	2.0% 	2.2% 	0.1% 	20,079.1	23,099.8
ASX 200 (AU)		8,226.3	0.3% 	1.3% 	0.0% 	8,118.8	8,355.9
SET (TH)		1,469.7	0.2% 	0.4% 	1.2% 	1,442.7	1,495.0
SET50 (TH)		948.0	0.4% 	1.3% 	2.8% 	914.9	956.5
Straits Times (SG)		3,673.5	2.0% 	3.3% 	2.5% 	3,555.4	3,673.5
FTSE Malay (MY)		1,623.3	-0.7% 	1.2% 	-0.7% 	1,601.9	1,646.0
JSX Index (ID)		7,243.9	-1.9% 	-3.5% 	-3.2% 	7,243.9	7,789.0
PSE Index (PH)		7,014.4	-2.1% 	-1.8% 	-5.5% 	7,014.4	7,554.7
Vn Index (VN)		1,259.8	-0.1% 	0.4% 	-2.1% 	1,244.7	1,288.4

Sources: ttb analytics, CEIC

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

### Important Disclosures

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