

Fed officials keep options open for December rate decision

US manufacturing activity declines less than expected as orders grow

US manufacturing activity shrank less than expected in November, with new orders returning to expansion for the first time in eight months, signaling improving business confidence. The ISM Manufacturing PMI rose to 48.4 from 46.5, exceeding the 47.5 forecast. While the index remained below 50 for the eighth straight month, most subcomponents showed improvement. New orders jumped to 50.4, and production increased to 46.8. Key Fed-related indicators like prices (down to 50.3) and employment (up to 48.1) showed positive trends. Analysts noted that election clarity helped complete delayed orders, but risks like tariffs and supply chain disruptions could limit future gains.

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Three Federal Reserve officials signaled they expect further rate cuts next year but stopped short of committing to a reduction in December. Fed Governor Waller indicated support for a cut at the Dec. 17-18 meeting but noted upcoming data could suggest keeping rates steady. New York Fed President Williams and Atlanta's Raphael Bostic echoed this, stating the economy remains strong and inflation is likely to decline, warranting further cuts, but did not confirm a December rate cut.

US strengthens restrictions on China's access to AI memory and chip equipment

The US imposed new restrictions on China's access to critical components for chips and AI, intensifying efforts to limit Beijing's tech ambitions without sanctioning additional major Chinese firms. The Department of Commerce restricted sales of high-bandwidth memory chips from US and foreign companies, likely impacting SK Hynix, Samsung, and Micron Technology. These chips are crucial for AI applications. The US also expanded controls on chipmaking equipment, including US-made products at foreign plants, with exceptions for key allies like Japan and the Netherlands.

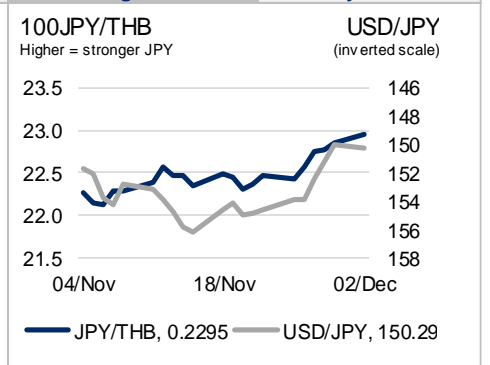
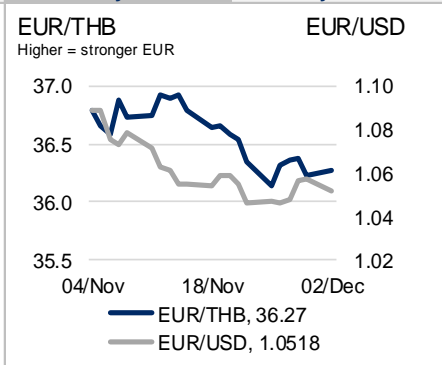
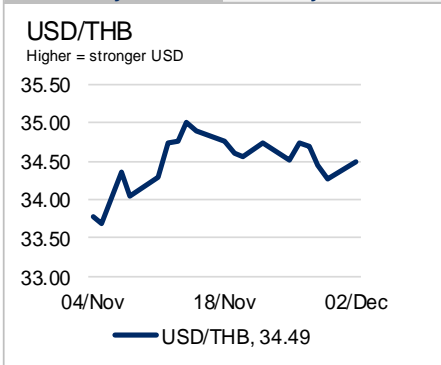
Euro falls as French government crisis deepens

The 10-year government bond yield (interpolated) on the previous trading day was 2.3236, -0.21 bps. The benchmark government bond yield (LB346A) was 2.228, -1.5 bps. Meantime, the latest closed US 10-year bond yields was 4.19, +1.00 bps. USDTHB on the previous trading day closed around 34.49, moving in a range of 34.48 – 34.53 this morning. USDTHB could be closed between 34.40 – 34.70 today. The dollar strengthened after President-elect Trump threatened 100% tariffs on BRICS nations unless they pledged not to create a currency to rival the US dollar. Meanwhile, market participants absorbed positive data, including upward revisions to the US Manufacturing PMI and stronger-than-expected ISM Manufacturing PMI. The euro dropped below 1.0500 amid concerns over a potential collapse of French PM Barnier's government and weak PMI data, while ECB officials continued to signal a rate cut this month. The Japanese yen outperformed the dollar, with USD/JPY falling below 150.00 as attention turned to the possibility of a rate hike by the BoJ, with markets pricing in a 58% chance of a 25bps increase in December.

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

SET Index	1,437.1	S&P500	6,047.2	10Y UST	4.19%	Brent	72.94	Gold	2,637.3
2-Dec	▲ 0.67%	2-Dec	▲ 0.24%	2-Dec	▲ 1.0 bps	29-Nov	▼ -0.5%	2-Dec	▼ -1.0%

USD/THB 34.49	Daily ▲ 0.61%	EUR/THB 36.27	Daily ▲ 0.12%	JPY/THB 0.2295	Daily ▲ 0.42%
Sideways Trend	Weekly ▼ -0.71%	Sideways Trend	Weekly ▼ -0.14%	Rising Trend	Weekly ▲ 1.65%
	Monthly ▲ 2.05%		Monthly ▼ -1.41%		Monthly ▲ 3.02%



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		106.29	0.4%	-0.89%	2.5%	103.75	107.24
EUR/USD		1.0518	-0.5%	0.6%	-3.4%	1.0459	1.0888
USD/JPY		150.29	0.2%	-2.3%	-1.0%	150.01	156.13
USD/CHF		0.8844	0.4%	-0.4%	2.2%	0.8634	0.8903
GBP/USD		1.2688	-0.21%	1.2%	-2.3%	1.2536	1.2997
USD/CAD		1.4041	0.34%	-0.6%	1.0%	1.3873	1.4130
AUD/USD		0.6492	-0.31%	0.3%	-1.6%	0.6461	0.6658
NZD/USD		0.5899	-0.2%	1.2%	-1.7%	0.5826	0.6016
ASEAN Dollar		109.20	-0.5%	-0.6%	1.5%	107.26	109.89
USD/THB		34.49	0.6%	-0.7%	2.1%	33.68	35.01
USD/SGD		1.3437	0.4%	-0.4%	2.0%	1.3176	1.3486
USD/MYR		4.4572	0.5%	-0.1%	2.1%	4.3606	4.4782
USD/IDR		15,830	0.3%	-0.2%	1.1%	15,608	15,877
USD/PHP		59.02	0.4%	-0.3%	0.9%	58.38	59.25
USD/CNY		7.2577	0.39%	0.1%	2.3%	7.0931	7.2538
USD/HKD		7.7820	0.03%	0.0%	0.2%	7.7633	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		234,627	647
Gold		20,457	1140
SDR		5,425	-13
IMF Reserves		1,097	-18
Foreign Ccy		207,647	-462
Net Fwd Position		26,520	410

Last update: 22/11/2024

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
02/12/2024	-415	3,262	2,848
29/11/2024	-1,284	2,932	1,649
28/11/2024	-864	1,961	1,097
27/11/2024	-89	966	877
26/11/2024	11	760	771
Last 5 days	-2,640	9,882	7,241

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -415	↑ 3,262	↑ 2,848
QTD	Quarter	↓ -42,317	↓ -58,998	↓ -101,315
YTD	Year	↓ -137,887	↓ -35,625	↓ -173,512

Money Market

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		2.80	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

Fixed Income Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		4.1900	1.00	-8.00	-9.00	4.18	4.44
Gilt 10y		4.2333	-2.51	-7.75	-19.26	4.23	4.54
Bund 10y		2.0600	-5.00	-14.00	-37.00	2.06	2.48
JGB 10y		1.0910	2.70	1.70	13.90	0.94	1.11
TGB 1y		2.1032	-1.29	-2.31	-5.52	2.12	2.16
TGB 2y		2.0050	-0.19	-2.46	-9.22	2.01	2.11
TGB 5y		2.0732	-0.18	-9.05	-14.83	2.08	2.23
TGB 7y		2.1610	-0.49	-8.68	-12.86	2.17	2.29
TGB 10y		2.3236	-0.21	-10.34	-11.86	2.33	2.45
AAA Spread		68.26	0.39	11.53	4.28	54.72	69.75
AA Spread		69.40	-5.43	-11.28	-4.07	68.09	82.24
A Spread		105.23	0.91	5.69	-3.62	99.54	116.20
BBB Spread		0.00	0.00	0.00	-235.57	0.00	236.27

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		72.94	-0.5%	-0.1%	-0.2%	71.04	75.63
London Gold		2637.3	-1.0%	0.3%	-3.8%	2,548.5	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)		6,047.2	0.2%	0.4%	5.9%	5,705.5	6,047.2
STOXX (EU)		501.8	0.6%	1.4%	0.02%	491.4	504.1
FTSE All-Share(UK)		4,076.1	0.2%	-0.3%	2.9%	3,933.2	4,088.1
DAX (DE)		19,933.6	1.6%	3.3%	4.1%	19,003.1	19,933.6
CAC All-Tradable(FR)		5,358.6	-0.1%	0.4%	-2.1%	5,302.0	5,512.0
TOPIX (JP)		2,714.7	1.3%	0.9%	2.7%	2,644.3	2,743.1
Shanghai (CH)		3,526.1	1.1%	3.2%	1.6%	3,416.8	3,638.0
Hang Seng (HK)		19,550.3	0.7%	2.0%	-4.9%	19,151.0	21,007.0
ASX 200 (AU)		8,447.9	0.1%	1.1%	3.5%	8,118.8	8,447.9
SET (TH)		1,437.1	0.7%	-0.1%	-1.8%	1,427.5	1,481.7
SET50 (TH)		926.5	0.9%	-0.2%	-1.1%	918.5	952.3
Straits Times (SG)		3,751.4	0.3%	1.0%	5.0%	3,555.4	3,758.0
FTSE Malay (MY)		1,595.5	0.1%	-0.5%	-1.3%	1,588.7	1,634.2
JSX Index (ID)		7,047.0	-0.9%	-3.7%	-6.1%	7,047.0	7,606.6
PSE Index (PH)		6,742.9	2.0%	-0.9%	-5.5%	6,557.1	7,280.2
Vn Index (VN)		1,251.2	0.1%	0.7%	0.5%	1,205.2	1,264.5

Sources: ttb analytics, CEIC

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

Important Disclosures

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