

**China signals bolder stimulus for next year as Trump returns**

**Chinese exports grew as companies pushed to beat US tariffs**

Chinese companies rushed to ship goods to the US before new tariffs, boosting exports in November, while imports unexpectedly dropped, signaling ongoing domestic economic weakness. Exports rose 6.7% year-on-year in November, missing the forecasted 8.5% increase and down from 12.7% in October. Shipments to the US reached their highest level since September 2022, while exports to Southeast Asia hit a record, likely as firms aimed to process goods there for shipment to the US before January 20, when Trump returns to office. In contrast, imports fell 3.9%, worse than the expected 0.3% increase, deepening the decline from the 2.3% drop in October.

**China's consumer inflation slows even after stimulus efforts**

China's consumer inflation slowed unexpectedly in November, while factory deflation eased, showing mixed effects of recent stimulus efforts. The consumer price index rose just 0.2% year-on-year, the smallest increase since June, with a slight uptick in core inflation. A slowdown in food inflation contributed to the overall modest price growth, with significant declines in the prices of pork, vegetables, and fruits — major components of the CPI basket — as the impact of summer storms on food production diminished. Factory deflation continued for the 26th month, but the producer price index dropped 2.5%, slower than in October.

**China signals bolder stimulus for next year as Trump returns**

China's top leaders signaled stronger economic support for next year, using their most direct language on stimulus in years, as they prepare for a trade war under Donald Trump's presidency. President Xi Jinping's Politburo announced plans for a "moderately loose" monetary policy in 2025, suggesting further rate cuts and a shift from the "prudent" approach used for nearly 14 years. The group also committed to a "more proactive" fiscal policy, raising expectations for a higher fiscal deficit than the current 3% in March.

**RBA keeps rates steady, expressing confidence in easing inflation**

The Reserve Bank of Australia held interest rates steady, as expected, while expressing some confidence that inflation is moving towards its target amid slowing economic growth. The central bank kept its cash rate at 4.35% for over a year, noting that some inflation risks have eased. It also dropped a previous statement about not ruling out any policy options. The bank indicated it is gaining confidence that inflation is steadily approaching the target, leading traders to increase expectations for rate cuts as soon as February.

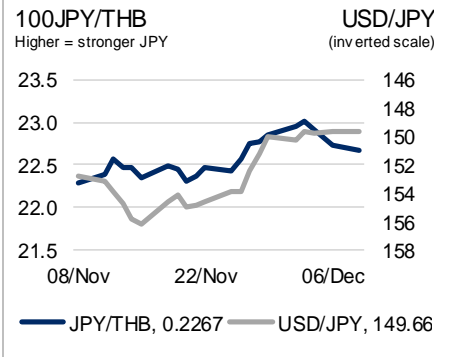
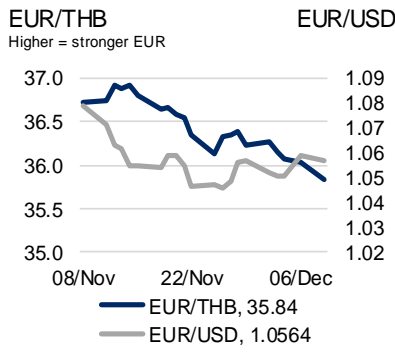
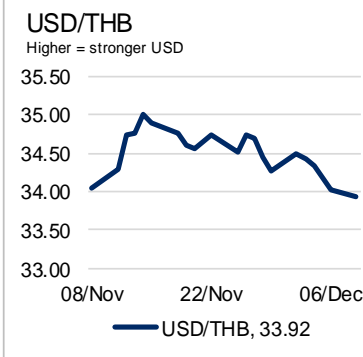
**US Dollar sees some gains as markets gear up for CPI data**

The 10-year government bond yield (interpolated) on the previous trading day was 2.307, +0.78 bps. The benchmark government bond yield (LB346A) was 2.28, +2.0 bps. Meantime, the latest closed US 10-year bond yields was 4.22, +2.00 bps. USDTHB on the previous trading day closed around 33.92, moving in a range of 33.67 – 33.70 this morning. USDTHB could be closed between 33.50 – 33.80 today. The US dollar strengthened against most currencies as US economic news remained sparse ahead of Wednesday's CPI report. The dollar index posted its third consecutive day of gains, peaking at 106.63, supported by weakness in major currencies and higher US yields. The euro weakened slightly, with limited new economic developments in the Eurozone. The Japanese yen continued to lose ground against the USD, with USD/JPY rising further above 151. There are few fresh factors driving the yen ahead of the BoJ's December meeting, with the probability of a 25bps rate hike lower than at the start of last week.

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

<b>SET Index</b>	<b>1,447.5</b>	<b>S&amp;P500</b>	<b>6,034.9</b>	<b>10Y UST</b>	<b>4.22%</b>	<b>Brent</b>	<b>72.14</b>	<b>Gold</b>	<b>2,670.5</b>
9-Dec	▼ -0.31%	10-Dec	▼ -0.30%	10-Dec	▲ 2.0 bps	9-Dec	▲ 1.4%	10-Dec	▲ 0.6%

<b>USD/THB 33.92</b>	Daily ▼ -0.31%	<b>EUR/THB 35.84</b>	Daily ▼ -0.54%	<b>JPY/THB 0.2267</b>	Daily ▼ -0.32%
Falling Trend	Weekly ▼ -1.65%	Falling Trend	Weekly ▼ -1.21%	Sideways Trend	Weekly ▼ -1.23%
	Monthly ▼ -0.37%		Monthly ▼ -2.45%		Monthly ▲ 1.68%



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		105.92	0.3%	-0.35%	1.4%	103.76	107.24		
EUR/USD		1.0564	-0.2%	0.4%	-2.1%	1.0459	1.0888		
USD/JPY		149.66	0.0%	-0.4%	-2.0%	149.64	156.13		
USD/CHF		0.8779	0.0%	-0.7%	0.6%	0.8634	0.8903		
GBP/USD		1.2760	-0.10%	0.6%	-1.7%	1.2536	1.2981		
USD/CAD		1.4138	0.94%	0.7%	1.9%	1.3873	1.4130		
AUD/USD		0.6405	-0.57%	-1.3%	-3.8%	0.6442	0.6658		
NZD/USD		0.5837	-0.7%	-1.0%	-3.0%	0.5826	0.6016		
ASEAN Dollar		#REF!	#REF!	#REF!	#REF!	#REF!	#REF!	106.21	#REF!
USD/THB		33.92	-0.3%	-1.6%	-0.4%	33.68	35.01		
USD/SGD		1.3392	0.2%	-0.3%	1.4%	1.3176	1.3486		
USD/MYR		4.4169	0.1%	-0.9%	0.8%	4.3606	4.4782		
USD/IDR		15,746	0.0%	-0.5%	0.8%	15,608	15,877		
USD/PHP		58.20	0.4%	-1.4%	-0.6%	57.97	59.25		
USD/CNY		7.2607	0.23%	0.0%	1.6%	7.0931	7.2788		
USD/HKD		7.7644	0.02%	-0.2%	0.0%	7.7625	7.7966		

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
09/12/2024	-1,748	3,502	1,754
06/12/2024	-1,586	5,111	3,525
04/12/2024	-763	-421	-1,183
03/12/2024	1,406	-368	1,038
02/12/2024	-415	3,262	2,848
Last 5 days	-3,105	11,086	7,981

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		237,501	2874
Gold		20,013	-445
SDR		5,469	44
IMF Reserves		1,106	9
Foreign Ccy		210,913	3266
Net Fwd Position		26,990	470

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -3,105	↑ 11,086	↑ 7,981
QTD	Quarter	↓ -45,007	↓ -51,174	↓ -96,181
YTD	Year	↓ -140,577	↓ -27,802	↓ -168,378

Money Market

Last update: 29/11/2024

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		2.25	0.00	2.50	ON		1.72	1.14	1.72	ON		0.08	0.07	0.08
1W		2.27	0.00	2.53	1W		1.61	0.22	1.61	1W		0.00	0.00	0.00
1M		2.30	0.00	2.55	1M		1.59	0.88	1.72	1M		0.35	0.12	0.35
2M		2.35	0.00	2.60	2M					2M		0.00	0.00	0.00
3M		2.40	0.00	2.65	3M		1.81	1.09	1.82	3M		0.75	0.34	0.75
6M		2.46	0.00	2.71	6M		1.95	1.31	1.99	6M		1.04	0.56	1.04
12M		2.56	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		4.2200	2.00	-1.00	-9.00	4.17	4.44
Gilt 10y		4.2530	-1.04	4.44	-15.23	4.21	4.54
Bund 10y		2.1200	1.00	5.00	-20.00	2.06	2.48
JGB 10y		1.0780	2.40	-1.30	6.90	0.99	1.11
TGB 1y		2.0775	-0.66	-2.57	-7.17	2.08	2.15
TGB 2y		1.9799	-0.33	-2.51	-11.07	1.98	2.10
TGB 5y		2.0627	-0.69	-1.06	-14.60	2.06	2.23
TGB 7y		2.1567	0.10	-0.42	-11.63	2.14	2.29
TGB 10y		2.3066	0.78	-1.70	-13.16	2.29	2.45
AAA Spread		67.59	-0.23	13.26	1.53	54.34	68.81
AA Spread		66.44	-5.55	-14.69	-7.14	66.44	82.54
A Spread		104.94	-1.74	5.08	-4.15	99.86	114.93
BBB Spread		0.00	0.00	0.00	-235.68	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		72.14	1.4%	-2.0%	0.4%	71.04	75.63
London Gold		2670.5	0.55%	1.1%	3.1%	2,548.5	2,706.3

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)		6,034.9	-0.30%	-0.2%	0.6%	5,870.6	6,086.5
STOXX (EU)		511.5	-0.5%	1.4%	1.50%	491.4	514.0
FTSE All-Share(UK)		4,076.1	0.2%	0.9%	2.1%	3,933.2	4,088.1
DAX (DE)		20,346.0	-0.2%	2.1%	5.9%	19,003.1	20,384.6
CAC All-Tradable(FR)		5,484.4	-1.0%	2.1%	-0.5%	5,302.0	5,539.8
TOPIX (JP)		2,741.4	0.3%	-0.4%	0.1%	2,665.3	2,753.6
Shanghai (CH)		3,587.6	0.6%	1.3%	-1.4%	3,416.8	3,638.0
Hang Seng (HK)		20,311.3	-0.5%	2.9%	-0.6%	19,151.0	20,953.3
ASX 200 (AU)		8,393.0	-0.4%	-1.2%	1.5%	8,193.4	8,495.2
SET (TH)		1,447.5	-0.3%	0.7%	-1.2%	1,427.5	1,481.7
SET50 (TH)		934.8	-0.2%	0.9%	-0.7%	918.5	952.3
Straits Times (SG)		3,813.6	0.5%	0.7%	2.0%	3,603.0	3,822.7
FTSE Malay (MY)		1,609.0	-0.2%	0.1%	0.0%	1,588.7	1,634.2
JSX Index (ID)		7,453.3	0.2%	3.6%	2.3%	7,047.0	7,491.9
PSE Index (PH)		6,724.8	0.7%	-0.1%	-3.1%	6,557.1	7,165.4
Vn Index (VN)		1,272.1	-0.1%	1.8%	1.7%	1,205.2	1,273.8

Sources: ttb analytics, CEIC

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

Important Disclosures

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