

China's credit growth slows despite recent stimulus

UK economy suffers first back-to-back declines since 2020

Britain's economy shrank for the second consecutive month in October as consumers prepared for a challenging budget, putting the Labour government's growth pledge in jeopardy just months after taking office. Gross domestic product fell by 0.1%, following a 0.1% decline the month before, contrary to market expectations of a 0.1% increase. Services remained stagnant for the second month in a row due to weakness in consumer-facing sectors, such as pubs, restaurants, and retailers. Both manufacturing and construction output also saw declines.

Japan's manufacturing PMI drops, services rise in December

Japan's factory activity contracted for the sixth consecutive month due to weak demand, while the service sector saw continued growth in December, emphasizing the economy's growing dependence on services. The au Jibun Bank flash manufacturing PMI improved slightly to 49.5, while the services PMI rose to 51.4. Despite a four-month high in growth, concerns over labor shortages and rising costs dampened business sentiment. Input cost increases led to the fastest rise in selling prices in eight months.

China's regulators vow to stabilize property, stock markets

China's regulators promised to boost efforts to stabilize the housing and stock markets and improve fiscal policies after a leadership meeting calling for more stimulus. The government will support the property market by increasing demand and controlling land supply. The China Securities Regulatory Commission will also strengthen oversight of futures, spot trading, margin trading, and derivatives.

China's credit growth slows despite recent stimulus

China's credit growth unexpectedly slowed in November as loan demand weakened, highlighting increased challenges for economic growth. Aggregate financing, a broad credit measure, rose by 2.34 trillion yuan. This was below the median forecast of 2.7 trillion yuan from economists forecast and lower than the 2.5 trillion yuan increase in November of the previous year. Financial institutions issued 580 billion yuan in new loans, far below the forecast of 995 billion yuan. Loans to the real economy, excluding those to financial institutions, hit their lowest level for November since 2009, partly offsetting the boost from higher government bond issuance and slowing overall credit growth.

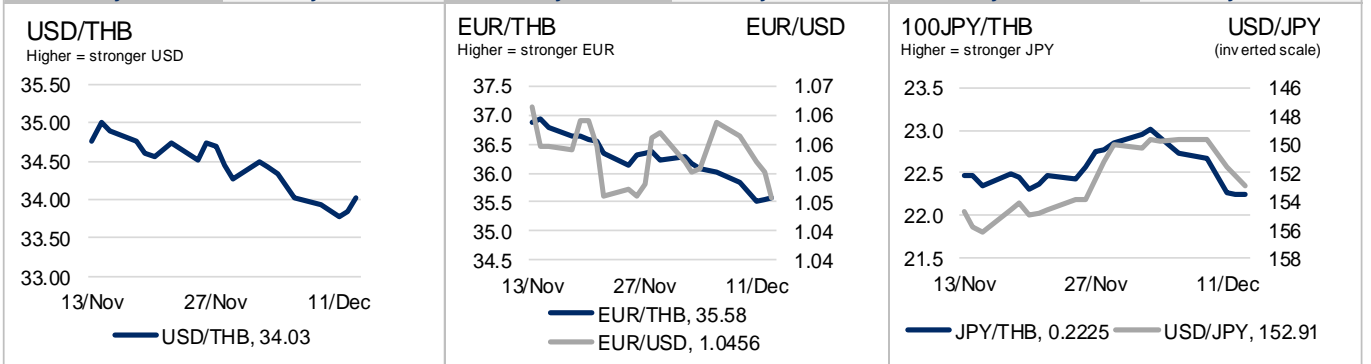
US Dollar remains steady as focus shifts to Fed decision

The 10-year government bond yield (interpolated) on the previous trading day was 2.321, -0.14 bps. The benchmark government bond yield (LB346A) was 2.29, -1.0 bps. Meantime, the latest closed US 10-year bond yields was 4.40, +8.00 bps. USDTHB on the previous trading day closed around 34.03, moving in a range of 34.13 – 34.20 this morning. USDTHB could be closed between 34.00 – 34.25 today. The Dollar remained mostly unchanged on Friday, with the DXY fluctuating around 107.00, trading within a range of 106.72-107.18, despite the ongoing rise in yields throughout the past week. This week, focus shifts to the FOMC rate decision, retail sales, and PCE data. The Euro outperformed on Friday, with EUR/USD climbing to 1.0524 from a low of 1.0454, as attention turned to Eurozone PMI data. The British pound underperformed after weak GDP data led GBP/USD to test the 1.2600 level, but it did not break through this psychological threshold. The Japanese yen lagged the most in the higher UST yield environment, with reports indicating the BoJ is likely to pause its rate hike next week.

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

<b>SET Index</b>	<b>1,431.7</b>	<b>S&amp;P500</b>	<b>6,051.1</b>	<b>10Y UST</b>	<b>4.40%</b>	<b>Brent</b>	<b>73.38</b>	<b>Gold</b>	<b>2,669.6</b>
13-Dec	▼ -0.57%	13-Dec	▼ 0.00%	13-Dec	▲ 8.0 bps	12-Dec	▲ 4.3%	13-Dec	▼ -1.6%

<b>USD/THB 34.03</b>	Daily ▲ 0.53%	<b>EUR/THB 35.58</b>	Daily ▲ 0.09%	<b>JPY/THB 0.2225</b>	Daily ▲ 0.04%
Sideways Trend	Weekly ▼ 0.00%	Sideways Trend	Weekly ▼ -1.26%	Sideways Trend	Weekly ▼ -2.16%
	Monthly ▼ -2.12%		Monthly ▼ -3.61%		Monthly ▼ -0.92%



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		107.15	0.6%	1.43%	1.1%	104.44	107.24
EUR/USD		1.0456	-0.4%	-1.3%	-1.5%	1.0459	1.0786
USD/JPY		152.91	0.5%	2.2%	-1.2%	149.64	156.13
USD/CHF		0.8929	1.0%	1.8%	1.2%	0.8723	0.8903
GBP/USD		1.2654	-0.89%	-0.9%	-0.7%	1.2536	1.2976
USD/CAD		1.4243	0.66%	1.7%	2.1%	1.3873	1.4174
AUD/USD		0.6358	-0.77%	-1.3%	-2.6%	0.6370	0.6658
NZD/USD		0.5762	-0.8%	-2.0%	-2.8%	0.5795	0.6016
ASEAN Dollar		106.68	0.2%	-0.4%	-0.2%	104.01	107.70
USD/THB		34.03	0.5%	0.0%	-2.1%	33.77	35.01
USD/SGD		1.3479	0.4%	0.8%	0.7%	1.3208	1.3486
USD/MYR		4.4507	0.4%	0.8%	0.1%	4.3813	4.4782
USD/IDR		15,904	0.2%	1.0%	1.1%	15,608	15,877
USD/PHP		58.66	0.1%	1.2%	-0.5%	57.97	59.25
USD/CNY		7.2802	0.27%	0.5%	0.8%	7.1479	7.2788
USD/HKD		7.7775	0.05%	0.2%	0.0%	7.7625	7.7896

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
13/12/2024	-484	-2,595	-3,079
12/12/2024	-1,528	-5,407	-6,935
11/12/2024	-2,147	-1,747	-3,894
09/12/2024	-1,748	3,502	1,754
06/12/2024	-1,586	5,111	3,525
Last 5 days	-7,492	-1,136	-8,629

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		239,338	1838
Gold		19,856	-157
SDR		5,465	-4
IMF Reserves		1,105	-1
Foreign Ccy		212,912	1999
Net Fwd Position		26,455	-535

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -7,264	↑ 1,337	↓ -5,926
QTD	Quarter	↓ -49,166	↓ -60,923	↓ -110,089
YTD	Year	↓ -144,736	↓ -37,550	↓ -182,286

Money Market

Last update: 06/12/2024

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		2.25	0.00	2.50	ON		1.72	1.14	1.72	ON		0.08	0.07	0.08
1W		2.27	0.00	2.52	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		4.4000	8.00	21.00	9.00	4.15	4.44
Gilt 10y		4.3265	2.63	10.19	-7.87	4.22	4.54
Bund 10y		2.2300	6.00	15.00	-9.00	2.06	2.48
JGB 10y		1.0650	-1.80	-2.60	5.40	0.94	1.11
TGB 1y		2.0728	-0.10	-1.12	-7.07	2.07	2.15
TGB 2y		1.9928	-0.17	0.95	-8.34	1.98	2.09
TGB 5y		2.0895	-0.31	2.00	-12.94	2.06	2.22
TGB 7y		2.1866	0.30	3.08	-8.71	2.14	2.27
TGB 10y		2.3211	-0.14	2.23	-12.22	2.29	2.45
AAA Spread		71.64	5.20	14.75	2.09	53.32	71.64
AA Spread		72.48	0.87	-3.21	4.69	67.10	82.04
A Spread		103.85	-2.64	2.13	-5.42	98.95	118.96
BBB Spread		0.00	0.00	0.00	-234.82	0.00	263.02

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		73.38	4.4%	3.2%	1.1%	70.29	75.17
London Gold		2669.6	-1.6%	0.5%	4.0%	2,548.5	2,713.6

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)		6,051.1	0.00%	-0.6%	0.8%	5,870.6	6,090.3
STOXX (EU)		512.16	-0.08%	0.9%	1.64%	491.4	513.7
FTSE All-Share(UK)		4,076.1	0.2%	0.5%	2.1%	3,933.2	4,137.3
DAX (DE)		20,405.9	-0.1%	0.9%	4.9%	19,003.1	20,426.3
CAC All-Tradable(FR)		5,490.9	-0.2%	1.5%	-0.4%	5,302.0	5,512.0
TOPIX (JP)		2,746.6	-1.0%	0.2%	0.3%	2,665.3	2,773.0
Shanghai (CH)		3,555.2	-2.0%	0.8%	-2.3%	3,416.8	3,638.0
Hang Seng (HK)		19,971.2	-2.1%	1.2%	-2.2%	19,151.0	20,953.3
ASX 200 (AU)		8,296.0	-0.4%	-2.0%	0.4%	8,193.4	8,462.6
SET (TH)		1,431.7	-0.6%	-1.6%	-2.3%	1,427.5	1,481.7
SET50 (TH)		923.5	-0.7%	-1.7%	-1.9%	918.5	952.3
Straits Times (SG)		3,810.4	0.0%	0.3%	1.9%	3,603.0	3,813.6
FTSE Malay (MY)		1,608.8	0.4%	-0.3%	0.0%	1,588.7	1,634.2
JSX Index (ID)		7,324.8	-0.9%	0.0%	0.5%	7,047.0	7,491.9
PSE Index (PH)		6,616.5	-0.4%	-1.7%	-4.7%	6,557.1	7,165.4
Vn Index (VN)		1,262.6	-0.4%	1.8%	1.0%	1,205.2	1,272.1

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.