

Dollar drops in volatile trading amid Trump tariff uncertainty

Trump says reports on changes to his tariff policy are incorrect

The Washington Post reported that Trump aides were considering universal import duties on certain sectors, a shift from his more aggressive campaign stance. The affected sectors were unclear, but discussions focused on industries Trump wants to bring back to the U.S., like defense (steel, iron, aluminum, copper), medical supplies (syringes, vials, pharmaceuticals), and energy (batteries, rare earth minerals, solar panels). However, Trump later denied on Truth Social that he would scale back his tariff policy.

German inflation rises more than expected in December

Germany's annual inflation exceeded expectations in December, driven by higher food prices and a smaller decline in energy costs compared to previous months. The annual consumer price inflation rate increased to 2.9%, up from 2.4% in November and above the 2.6% forecast. The average inflation rate in Germany for 2024 is projected to be 2.2%.

Ueda reminds bankers of potential rate hikes

BOJ Governor Kazuo Ueda reminded bankers that he plans to raise the benchmark rate if the economy shows continued improvement this year. His reaffirmation of the current stance comes as analysts look for hints regarding whether the central bank will hike rates this month or in March. Ueda kept the timing of the next rate increase uncertain, stating that it will depend on economic growth, inflation, and financial conditions.

Trudeau resigns after 9 years as Liberals push him out

Justin Trudeau is stepping down as Canada's prime minister after over nine years, citing poor polling and internal party unrest. He announced he cannot unite the Liberals for the upcoming election and will remain in office until a new leader is chosen, likely in March.

Thai inflation hits target for the first time in seven months

Thailand's inflation returned to the central bank's target range for the first time in seven months, with December CPI rising 1.23%, meeting the 1%-3% target. However, it was below the 1.4% expected by analysts. Full-year inflation averaged 0.4%. Consumer prices fell 0.18% month-on-month in December. Inflation is expected to exceed 1% in Q1 due to higher diesel and food prices, with the central bank forecasting 1.1% inflation and 2.9% economic growth for 2025.

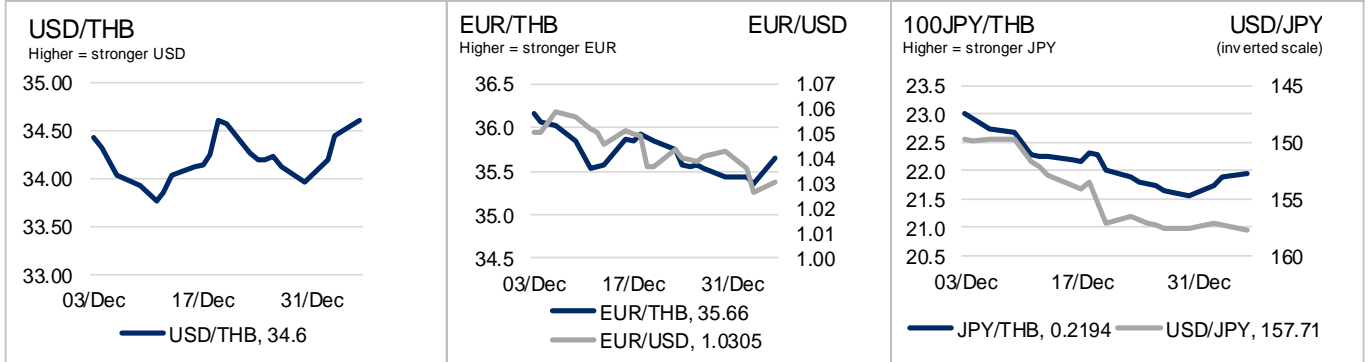
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The 10-year government bond yield (interpolated) on the previous trading day was 2.349, +4.22 bps. The benchmark government bond yield (LB346A) was 2.35, +7.0 bps. Meantime, the latest closed US 10-year bond yields was 4.62, +2.0 bps. USDT/THB on the previous trading day closed around 34.60, moving in a range of 34.58 – 34.68 this morning. USDT/THB could be closed between 34.50 – 34.70 today. The dollar fell broadly after a Washington Post report briefly pushed the index below 108.00, but it rebounded after Trump called the report fake news. The euro benefited from the dollar's weakness and stronger German inflation, briefly reaching 1.0400 before pulling back. The yen failed to gain, as markets shrugged off BoJ Governor Ueda's comments on raising interest rates.

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

SET Index	1,372.7	S&P500	5,975.4	10Y UST	4.62%	Brent	76.30	Gold	2,631.8
6-Jan	▼ -0.88%	6-Jan	▲ 0.55%	6-Jan	▲ 2.0 bps	6-Jan	▼ -0.3%	6-Jan	▼ -0.9%

USD/THB 34.60	Daily ▲ 0.46%	EUR/THB 35.66	Daily ▲ 0.88%	JPY/THB 0.2194	Daily ▲ 0.20%
Rising Trend	Weekly ▲ 1.40%	Sideways Trend	Weekly ▲ 0.38%	Sideways Trend	Weekly ▲ 1.30%
Monthly ▲ 0.51%	Monthly ▲ 0.51%	Monthly ▼ -1.39%	Monthly ▼ -1.39%	Monthly ▼ -4.74%	Monthly ▼ -4.74%



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		108.95	-0.3%	0.76%	2.4%	105.64	109.25
EUR/USD		1.0305	0.4%	-1.0%	-1.9%	1.0262	1.0589
USD/JPY		157.71	0.3%	0.1%	5.4%	149.64	157.61
USD/CHF		0.9095	-0.3%	1.2%	2.6%	0.8775	0.9121
GBP/USD		1.2433	0.40%	-0.8%	-1.9%	1.2383	1.2773
USD/CAD		1.4414	0.03%	0.1%	2.7%	1.3994	1.4455
AUD/USD		0.6225	0.34%	0.2%	-3.9%	0.6204	0.6512
NZD/USD		0.5622	0.4%	0.0%	-4.5%	0.5600	0.5912
ASEAN Dollar		107.37	0.2%	0.7%	1.4%	0.00	107.38
USD/THB		34.60	0.5%	1.4%	0.5%	33.77	34.61
USD/SGD		1.3700	0.1%	0.8%	1.9%	1.3366	1.3693
USD/MYR		4.5066	0.3%	0.8%	1.0%	4.4138	4.5057
USD/IDR		16,119	-0.1%	-0.2%	1.7%	15,745	16,195
USD/PHP		58.52	0.4%	0.7%	-0.5%	57.97	59.25
USD/CNY		7.3460	0.34%	0.7%	0.9%	7.2292	7.3214
USD/HKD		7.7799	-0.02%	0.3%	0.1%	7.7563	7.7820

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		237,129	940
Gold		19,760	-8
SDR		5,417	-3
IMF Reserves		1,063	-1
Foreign Ccy		210,889	952
Net Fwd Position		25,420	-890

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
06/01/2025	650	-2,734	-2,084
03/01/2025	479	-6,118	-5,639
02/01/2025	-1,258	241	-1,017
30/12/2024	-361	-1,982	-2,343
27/12/2024	-80	559	480
Last 5 days	-570	-10,034	-10,604

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -129	↓ -8,611	↓ -8,740
QTD	Quarter	↓ -129	↓ -8,611	↓ -8,740
YTD	Year	↓ -129	↓ -8,611	↓ -8,740

Money Market

Last update: 27/12/2024

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

Fixed Income Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		4.6200	2.00	3.00	19.00	4.17	4.62
Gilt 10y		4.5876	0.98	6.95	19.66	4.22	4.60
Bund 10y		2.4500	7.00	17.00	7.00	2.06	2.48
JGB 10y		1.1110	-0.80	1.40	10.00	0.94	1.12
TGB 1y		1.9324	-0.58	-4.82	-15.98	1.94	2.12
TGB 2y		2.0175	1.13	1.09	3.21	1.98	2.02
TGB 5y		2.1198	4.46	3.94	6.44	2.06	2.12
TGB 7y		2.2079	2.82	5.61	6.79	2.14	2.21
TGB 10y		2.3485	4.22	7.55	5.36	2.26	2.35
AAA Spread		69.58	-1.98	10.25	-2.25	0.00	73.78
AA Spread		66.82	-4.26	-11.82	-15.56	0.00	82.90
A Spread		104.54	0.78	3.86	-19.65	0.00	124.60
BBB Spread		0.00	0.00	0.00	-237.72	0.00	239.72

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		76.30	-0.3%	2.6%	7.3%	71.12	76.51
London Gold		2631.8	-0.8%	0.8%	-0.4%	2,606.2	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)		5,975.4	0.6%	0.1%	-0.2%	5,868.6	6,075.1
STOXX (EU)		513.04	1.9%	1.6%	4.1%	492.5	513.0
FTSE All-Share(UK)		4,076.1	0.2%	0.9%	1.6%	3,954.4	4,128.5
DAX (DE)		20,180.4	1.4%	1.1%	5.0%	19,003.1	20,405.9
CAC All-Tradable(FR)		5,518.5	2.2%	2.4%	2.8%	5,329.2	5,539.8
TOPIX (JP)		2,756.4	-1.0%	2.0%	0.6%	2,665.3	2,801.7
Shanghai (CH)		3,361.2	-0.1%	-5.5%	-5.1%	3,361.2	3,637.4
Hang Seng (HK)		19,688.3	-0.4%	-1.0%	-0.8%	19,159.2	20,953.3
ASX 200 (AU)		8,257.4	0.1%	0.7%	0.0%	8,168.2	8,462.6
SET (TH)		1,372.7	-0.9%	-1.6%	-5.8%	1,365.1	1,469.7
SET50 (TH)		888.7	-0.8%	-1.7%	-5.1%	883.7	948.0
Straits Times (SG)		3,821.8	0.5%	1.4%	2.7%	3,708.1	3,822.7
FTSE Malay (MY)		1,625.5	-0.2%	1.4%	0.9%	1,588.7	1,632.9
JSX Index (ID)		7,164.4	0.0%	2.7%	-1.1%	6,977.2	7,491.9
PSE Index (PH)		6,625.2	0.3%	3.6%	-5.0%	6,395.6	7,257.9
Vn Index (VN)		1,246.4	-0.7%	-2.2%	1.2%	1,205.2	1,275.1

Sources: ttb analytics, CEIC

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

Important Disclosures

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