

UK election: Exit poll predicts a significant victory for Labour

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Keir Starmer, leader of the Labour Party, is poised to become the next Prime Minister of the United Kingdom according to the latest exit poll projections. The survey suggests that Labour is set for an unprecedented victory in the parliamentary election, while Rishi Sunak's Conservative Party is anticipated to suffer a historic defeat. The poll indicates that Labour could secure 410 seats in the 650-seat parliament, achieving a majority of 170 and ending the Conservative Party's 14-year rule. In contrast, the Conservative Party is expected to secure only 131 seats, a significant drop from the 346 seats they held before parliament dissolved. This outcome would represent the party's worst electoral performance in history, reflecting public discontent with the cost-of-living crisis, prolonged political instability, and internal disagreements.

Euro zone household savings highest since 2021, but investments fall

According to Eurostat, household savings in the euro zone reached their highest level in approximately three years, while investments continued to decline in the first quarter of 2024. Europeans have consistently saved more than their counterparts in the United States, and this gap has recently widened, possibly due to uncertainties stemming from the war in Ukraine and broader economic conditions. The household saving rate, which measures savings as a percentage of disposable income, increased to 15.3% in the euro area during the first quarter, up from 14.1% in the fourth quarter of 2023. This data still falls short of the peak of 25.1% observed in the second quarter of 2020 during the pandemic. Meanwhile, household investments dropped to 9.5% in the quarter, marking their lowest level since early 2021.

Japanese household spending unexpectedly declined

Household spending unexpectedly declined due to increased prices, which continued to reduce consumers' purchasing power and posed a further risk to the fragile economy. Compared to the previous year, consumer spending fell by 1.8% in May, significantly lower than the median market expectation of a 0.1% increase. When adjusted for seasonal variations, spending decreased by 0.3% compared to an anticipated 0.5% rise on a month-on-month basis.

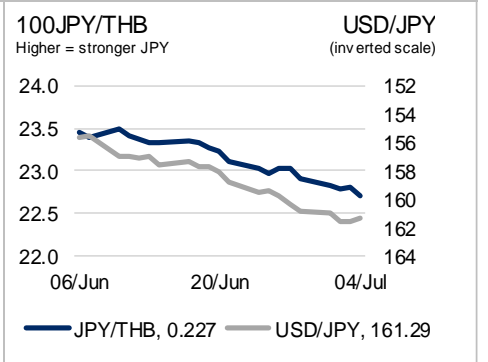
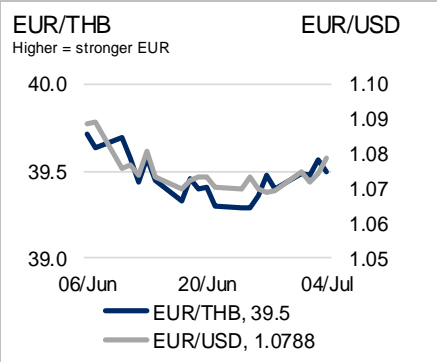
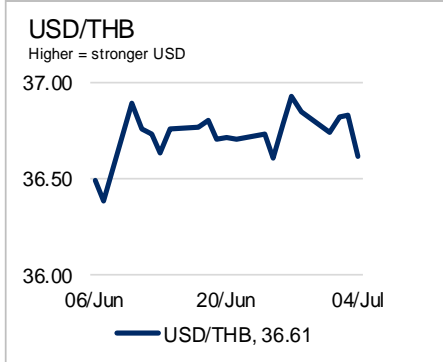
The dollar slightly declines during trading on a holiday

The 10-year government bond yield (interpolated) on the previous trading day was 2.69, -0.64 bps. The benchmark government bond yield (LB346A) was 2.7, -0.5 bps. Meantime, the latest closed US 10-year bond yields was 4.36, -7.00 bps. USDTHB on the previous trading day closed around 36.61 moving in a range of 36.58 - 36.62 this morning. USDTHB could be closed between 36.40-36.70 today. The Dollar mildly softened amid gains in its major counterparts and with US participants away for the Fourth of July celebrations. The British Pound remained stable on election day amid expectations of a significant win for the Labour Party. The Japanese yen gained strength against the US dollar, though support around the 161.00 level tempered the downside in USD/JPY.

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

SET Index	1,301.0	S&P500	5,537.0	10Y UST	4.36%	Brent	87.1	Gold	2,357.2
4-Jul	▲ 0.49%	3-Jul	▲ 0.51%	3-Jul	▼ -7.0 bps	3-Jul	▲ 0.97%	4-Jul	▲ 0.62%

USD/THB 36.61	Daily ▼ -0.59%	EUR/THB 39.50	Daily ▼ -0.18%	JPY/THB 0.2270	Daily ▼ -0.44%
Weekly ▼ -0.64%	Weekly ▲ 0.25%	Weekly ▼ -0.89%	Monthly ▲ 0.34%	Monthly ▼ -0.55%	Monthly ▼ -3.25%
Sideways Trend		Sideways Trend		Falling 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		105.29	-0.4%	-0.7%	1.1%	104.07	106.03
EUR/USD		1.0788	0.4%	0.9%	-0.9%	1.0690	1.0902
USD/JPY		161.29	-0.2%	0.2%	3.7%	155.43	161.63
USD/CHF		0.9009	-0.3%	0.2%	1.1%	0.8841	0.9128
GBP/USD		1.2748	0.5%	0.9%	-0.4%	1.2629	1.2803
USD/CAD		1.3632	-0.4%	-0.6%	-0.3%	1.3643	1.3777
AUD/USD		0.6712	0.6%	1.3%	0.7%	0.6583	0.6671
NZD/USD		0.6112	0.5%	0.7%	-1.5%	0.6050	0.6205
ASEAN Dollar		107.66	0.2%	0.1%	0.9%	106.43	107.70
USD/THB		36.61	-0.6%	-0.6%	0.3%	36.38	36.93
USD/SGD		1.3523	-0.3%	-0.4%	0.5%	1.3446	1.3586
USD/MYR		4.7092	-0.2%	-0.2%	0.4%	4.6916	4.7210
USD/IDR		16,268	-0.2%	-0.2%	0.4%	16,149	16,383
USD/PHP		58.90	-0.2%	-0.1%	0.0%	58.75	59.15
USD/CNY		7.2862	-0.03%	0.0%	0.6%	7.2395	7.2894
USD/HKD		7.8076	-0.04%	0.0%	0.0%	7.7975	7.8194

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
04/07/2024	-1,369	-911	-2,280
03/07/2024	1,319	-3,588	-2,269
02/07/2024	-2,821	-2,917	-5,738
01/07/2024	338	-4,185	-3,847
28/06/2024	-2,620	-1,220	-3,841
Last 5 days	-5,154	-12,821	-17,975

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		224,733	-572
Gold		17,507	-84
SDR		5,436	-8
IMF Reserves		1,116	-2
Foreign Ccy		200,674	-478
Net Fwd Position		28,225	290

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -2,533	↓ -11,601	↓ -14,134
QTD	Quarter	↓ -2,533	↓ -11,601	↓ -14,134
YTD	Year	↓ -119,565	↓ -57,587	↓ -177,152

Money Market

Last update: 21/06/2024

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		2.50	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	2.61	2M					2M		0.00	0.00	0.00
3M		2.65	0.00	2.66	3M		1.81	1.09	1.82	3M		0.75	0.34	0.75
6M		2.71	0.00	2.73	6M		1.95	1.31	1.99	6M		1.04	0.56	1.04
12M		2.81	0.00	2.84	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		4.3600	-7.00		7.00		3.00		4.20	4.55
Gilt 10y		4.2510	9.76		20.71		5.60		4.02	4.35
Bund 10y		2.6000	-3.00		14.00		7.00		2.37	2.66
JGB 10y		1.0860	-1.40		2.40		11.40		0.95	1.10
TGB 1y		2.3730	0.49		1.79		4.31		2.32	2.37
TGB 2y		2.3588	0.08		0.80		-1.46		2.35	2.38
TGB 5y		2.4869	-1.13		1.41		-2.93		2.45	2.53
TGB 7y		2.5933	-0.48		2.12		-6.44		2.56	2.67
TGB 10y		2.6950	-0.65		1.88		-9.57		2.68	2.82
AAA Spread		55.06	-2.73		-7.58		-15.40		55.06	73.91
AA Spread		77.56	1.82		0.68		-7.45		67.10	85.02
A Spread		105.42	-5.15		-5.24		-17.69		105.42	124.56
BBB Spread		0.00	-235.75		-236.10		-237.58		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		87.08	0.97%		0.8%		11.6%	77.27	87.08
London Gold		2357.2	0.63%		1.3%		-0.2%	2,297.7	2,364.0

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)		5,537.0	0.0%		1.4%		3.4%	5,283.4	5,537.0
STOXX (EU)		511.8	0.5%		2.0%		-2.2%	499.0	523.1
FTSE All-Share(UK)		4,076.1	0.2%		-0.3%		2.9%	3,933.2	4,088.1
DAX (DE)		18,450.5	0.4%		1.2%		-1.1%	18,002.0	18,652.7
CAC All-Tradable(FR)		5,694.2	0.8%		3.0%		-4.7%	5,528.3	5,972.1
TOPIX (JP)		2,898.5	0.9%		3.2%		5.1%	2,700.0	2,898.5
Shanghai (CH)		3,100.5	-0.8%		-0.3%		-3.5%	3,088.3	3,240.6
Hang Seng (HK)		18,028.3	0.3%		1.8%		-2.3%	17,716.5	18,476.8
ASX 200 (AU)		7,831.8	1.2%		0.8%		0.8%	7,700.3	7,860.0
SET (TH)		1,301.0	0.5%		0.0%		-2.1%	1,288.6	1,345.7
SET50 (TH)		808.6	0.5%		0.3%		-1.0%	800.1	826.0
Straits Times (SG)		3,439.9	0.7%		3.2%		3.3%	3,297.6	3,439.9
FTSE Malay (MY)		1,616.8	0.1%		1.7%		0.5%	1,584.9	1,617.9
JSX Index (ID)		7,220.9	0.3%		2.2%		1.7%	6,726.9	7,220.9
PSE Index (PH)		6,507.5	0.9%		1.5%		1.9%	6,158.5	6,518.8
Vn Index (VN)		1,279.9	0.2%		2.8%		-0.3%	1,245.3	1,301.5

Sources: ttb analytics, CEIC

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

Important Disclosures

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