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Fed Chair Powell indicated that more positive data would enhance their confidence in managing inflation. He noted that high inflation is not the only challenge the Fed faces; reducing restrictions too late or insufficiently could weaken the economy and job market, but cutting back too early or excessively could jeopardize progress against inflation. Powell emphasized that the current restrictive policy is effectively applying downward pressure on inflation, and decisions are made on a meeting-by-meeting basis. He mentioned that the Q1 data did not justify greater confidence in the inflation trajectory necessary for a rate cut, and that reducing rates is premature until there is stronger evidence that inflation is sustainably moving towards 2%. Additionally, Powell stated that he is not providing any indications about the timing of future Fed policy actions today, and that any rate cuts will be determined based on future data and labor market conditions.

Australia's consumer sentiment worsened due to concerns about rates and inflation

Australian consumer sentiment worsened in early-July, coming close to its weakest level since the COVID-19 pandemic as sticky inflation saw consumers grow more fearful of higher interest rates. The Westpac-Melbourne Institute consumer sentiment index fell 1.1% in July, compared to a 1.7% rise in the prior month. Sentiment was battered chiefly by three consecutive months of stronger-than-expected inflation prints, which ramped up expectations that the Reserve Bank of Australia could hike rates further this year

Taiwan sees 28-month high in export and import growth for June

Taiwan's trade figures exceeded expectations significantly. Exports surged by 23.5% year-on-year (YoY) and imports increased by 33.9% YoY, surpassing both market and projected forecasts. This strong performance can be attributed to Taiwan's pivotal role in the rapidly expanding artificial intelligence (AI) sector, although comparisons are influenced by a low base period. Notably, machinery and electrical equipment led export growth, rising by 32.8% YoY. Taiwan saw robust growth in exports to the US (74.2%) and ASEAN countries (30.9%), with a recovery in exports to Mainland China & Hong Kong (7.3%) and Europe (7.4%), contributing to overall export gains. Despite these positive developments, the trade surplus narrowed to USD 4.7 billion, falling short of expectations and impacting GDP growth.

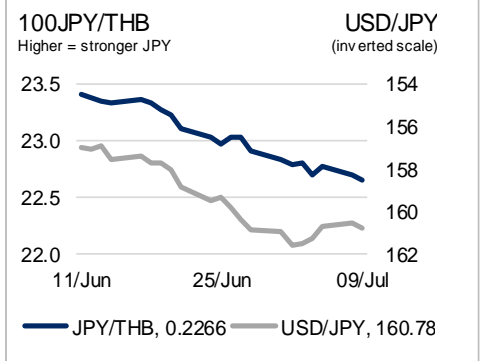
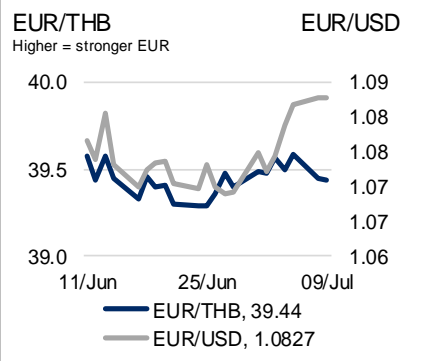
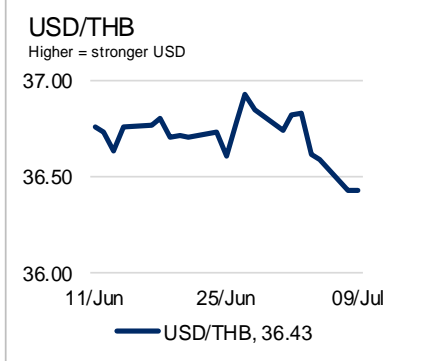
Dollar remained within a narrow range following Fed Chair Powell's remarks

The 10-year government bond yield (interpolated) on the previous trading day was 2.66, -0.58 bps. The benchmark government bond yield (LB346A) was 2.67, -2.00 bps. Meantime, the latest closed US 10-year bond yields was 4.30, +2.0 bps. USDTHB on the previous trading day closed around 36.43 moving in a range of 36.405 - 36.43 this morning. USDTHB could be closed between 36.30-36.55 today. The Dollar Index was firmer, albeit in a contained range on Tuesday, and peaked at 105.20, against an earlier trough of 104.95. The Greenback saw initial downside in response to a text release from Fed Chair Powell, but swiftly pared losses. The Euro marginally softened but retained the 1.0800 handle against the dollar as the latest ECB rhetoric provided little incrementally. The Japanese yen underperformed amongst its G10 FX peers, causing USD/JPY to rise back to the 161.00 level.

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

SET Index	1,319.9	S&P500	5,577.0	10Y UST	4.30%	Brent	85.7	Gold	2,362.4
9-Jul	▼ -0.20%	9-Jul	▲ 0.07%	9-Jul	▲ 2.0 bps	8-Jul	▼ -1.0%	9-Jul	▼ -0.39%

USD/THB 36.43	Daily ▼ -0.01%	EUR/THB 39.44	Daily ▼ -0.02%	JPY/THB 0.2266	Daily ▼ -0.15%
Falling Trend	Weekly ▼ -1.10%	Falling Trend	Weekly ▼ -0.33%	Falling Trend	Weekly ▼ -0.63%
	Monthly ▼ -0.91%		Monthly ▼ -0.35%		Monthly ▼ -3.27%



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		105.00	0.1%	-0.7%	-0.1%	104.07	106.03
EUR/USD		1.0827	0.0%	0.8%	0.6%	1.0690	1.0892
USD/JPY		160.78	0.1%	-0.5%	2.4%	155.43	161.63
USD/CHF		0.8979	0.4%	-0.7%	0.2%	0.8841	0.9043
GBP/USD		1.2810	0.0%	1.0%	0.6%	1.2629	1.2816
USD/CAD		1.3633	0.0%	-0.4%	-0.9%	1.3608	1.3777
AUD/USD		0.6738	-0.1%	1.0%	2.1%	0.6583	0.6746
NZD/USD		0.6126	-0.3%	0.8%	0.0%	0.6050	0.6205
ASEAN Dollar		106.55	-0.1%	-0.3%	-0.5%	106.38	107.37
USD/THB		36.43	0.0%	-1.1%	-0.9%	36.38	36.93
USD/SGD		1.3492	0.1%	-0.5%	-0.2%	1.3446	1.3586
USD/MYR		4.7085	0.1%	-0.2%	-0.2%	4.6917	4.7210
USD/IDR		16,178	-0.1%	-0.8%	-0.2%	16,171	16,383
USD/PHP		58.71	-0.2%	-0.6%	-0.3%	58.75	59.15
USD/CNY		7.2764	0.00%	-0.2%	0.3%	7.2395	7.2894
USD/HKD		7.8061	-0.01%	-0.1%	0.0%	7.7975	7.8156

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		224,329	-405
Gold		17,548	40
SDR		5,437	0
IMF Reserves		1,116	0
Foreign Ccy		200,228	-446
Net Fwd Position		28,315	90

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
09/07/2024	-916	1,738	822
08/07/2024	384	-92	291
05/07/2024	1,688	1,612	3,300
04/07/2024	-1,369	-911	-2,280
03/07/2024	1,319	-3,588	-2,269
Last 5 days	1,105	-1,240	-135

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -1,378	↓ -8,343	↓ -9,721
QTD	Quarter	↓ -1,378	↓ -8,343	↓ -9,721
YTD	Year	↓ -118,409	↓ -54,329	↓ -172,738

Money Market

Last update: 28/06/2024

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	2.65	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		4.3000	2.00	-13.00	-13.00	4.20	4.48
Gilt 10y		4.1037	-7.34	-14.73	-11.79	4.02	4.29
Bund 10y		2.5600	-1.00	-7.00	-10.00	2.37	2.66
JGB 10y		1.0920	2.00	-1.20	4.70	0.95	1.10
TGB 1y		2.3731	0.11	0.51	3.53	2.33	2.37
TGB 2y		2.3526	-0.13	-0.54	-2.32	2.35	2.38
TGB 5y		2.4350	-1.24	-6.32	-8.23	2.45	2.53
TGB 7y		2.5429	-1.13	-5.51	-9.42	2.55	2.66
TGB 10y		2.6640	-0.58	-3.74	-12.12	2.67	2.79
AAA Spread		54.72	-3.42	-6.69	-15.78	54.72	73.91
AA Spread		76.80	1.05	0.60	-5.81	67.10	82.90
A Spread		104.29	-1.33	-6.93	-18.66	104.29	124.63
BBB Spread		0.00	-235.84	-236.11	-237.45	0.00	248.70

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		85.69	-0.98%	-0.6%	5.5%	78.04	87.43
London Gold		2362.4	-0.39%	0.8%	2.6%	2,297.7	2,371.7

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)		5,577.0	0.1%	0.7%	3.8%	5,347.0	5,577.0
STOXX (EU)		504.3	-1.1%	-0.9%	-1.5%	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)		18,236.2	-1.3%	-0.8%	-0.7%	18,002.0	18,652.7
CAC All-Tradable(FR)		5,556.9	-1.6%	-1.6%	-3.9%	5,528.3	5,972.1
TOPIX (JP)		2,895.6	1.0%	0.8%	4.3%	2,700.0	2,898.5
Shanghai (CH)		3,102.4	1.3%	-0.8%	-2.3%	3,063.6	3,213.6
Hang Seng (HK)		17,523.2	0.0%	-2.5%	-4.6%	17,523.2	18,476.8
ASX 200 (AU)		7,829.7	0.9%	1.2%	1.0%	7,700.3	7,860.0
SET (TH)		1,319.9	-0.2%	1.9%	0.3%	1,288.6	1,332.7
SET50 (TH)		818.8	-0.1%	1.7%	1.1%	800.1	819.9
Straits Times (SG)		3,426.1	0.6%	0.3%	3.1%	3,297.6	3,439.9
FTSE Malay (MY)		1,614.4	0.2%	1.0%	-0.2%	1,584.9	1,617.9
JSX Index (ID)		7,269.8	0.3%	1.0%	5.4%	6,726.9	7,269.8
PSE Index (PH)		6,556.7	0.4%	1.7%	0.6%	6,158.5	6,556.7
Vn Index (VN)		1,293.7	0.8%	1.3%	0.7%	1,245.3	1,301.5

Sources: ttb analytics, CEIC

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

Important Disclosures

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