

Dollar trades sideways as markets await central bank and economic news

PCE inflation slips to 2.5% in June

Overall U.S. inflation eased as anticipated in June, reinforcing expectations that the Federal Reserve might begin reducing interest rates in September. The personal consumption expenditures (PCE) price index fell to 2.5% in June from 2.6% the previous month, aligning with predictions. Excluding volatile items such as food and fuel, the year-on-year "core" inflation measure, which is the Fed's preferred gauge, held steady at 2.6%, unchanged from May and slightly above the anticipated 2.5%. On a monthly basis, the headline PCE was 0.1%, while the core PCE increased by 0.2%, both figures meeting expectations.

China's industrial profits surged in June despite economic challenges

China's industrial profits grew at a faster clip in June, even as businesses were grappling with a downshift in consumers' sentiment amid a shaky economic recovery. A 3.6% year-on-year rise in profits last month followed a 0.7% gain in May, while first-half earnings were up 3.5%, accelerating from a 3.4% increase in the January-May period. The robust data contrasted with a slowing economy, which missed forecasts in the second quarter as the consumer sector was downbeat amid job market woes and a protracted housing downturn. Industrial profit numbers cover firms with annual revenues of at least 20 million yuan (\$2.75 million) from their main operations

Thailand's exports decline in June due to a slump in agricultural trade

In June, exports decreased by 0.3% compared to the same month last year, falling short of analysts' forecasts for a 2.6% increase and marking the first drop in three months, mainly due to the end of the fruit product season. However, sectors such as auto parts, computer accessories, and jewelry saw growth. Imports rose slightly by 0.3% in June from a year earlier, missing the 3% growth estimate. Thailand reported a trade surplus of \$0.22 billion for June, which was less than the expected \$0.60 billion. Despite the drop in June, exports for the first half of 2024 grew by 2% to \$145.290 billion, while imports for the same period increased by 3% to \$150.532 billion. This resulted in a trade deficit of \$5.242 billion for the first six months of the year.

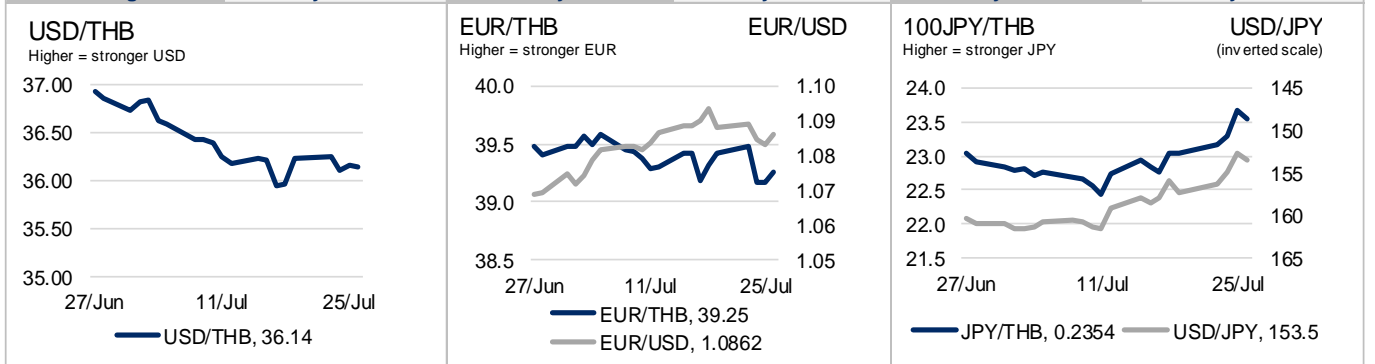
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The 10-year government bond yield (interpolated) on the previous trading day was 2.61, -0.62 bps. The benchmark government bond yield (LB346A) was 2.62, +0.00 bps. Meantime, the latest closed US 10-year bond yields was 4.17, -3.0 bps. USDTHB on the previous trading day closed around 36.14 moving in a range of 35.97 – 36.00 this morning. USDTHB could be closed between 35.80 - 36.10 today. The Dollar Index remained steady, trading within a narrow range and showing little reaction to the mixed US PCE data for June. Core month-on-month and year-on-year figures slightly exceeded expectations, while the headline price index met forecasts. The Euro is slightly stronger against the Dollar, with the exchange rate hovering around 1.0860. There was limited news flow during the session. The Japanese yen gradually weakened during the session, allowing USD/JPY to reclaim the 154.00 level. Meanwhile, the BoJ is set to begin its two-day policy meeting. A recent report indicated that some policymakers believe rate increases could positively impact consumption, as yen depreciation is seen as a major factor in weak spending. However, others question the effectiveness of a small rate hike in aiding the yen's recovery.

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

SET Index	1,307.2	S&P500	5,463.5	10Y UST	4.17%	Brent	81.1	Gold	2,392.1
26-Jul	▲ 1.20%	29-Jul	▲ 0.08%	29-Jul	▼ -3.0 bps	26-Jul	▼ -1.5%	29-Jul	▲ 0.74%

USD/THB 36.14	Daily ▼ -0.08%	EUR/THB 39.25	Daily ▲ 0.21%	JPY/THB 0.2354	Daily ▼ -0.56%
Falling Trend	Weekly ▼ -0.26%	Sideways Trend	Weekly ▼ -0.44%	Sideways Trend	Weekly ▲ 2.20%
	Monthly ▼ -2.17%		Monthly ▼ -0.56%		Monthly ▲ 2.20%



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		104.22	-0.1%	-0.1%	-1.6%	103.75	105.99
EUR/USD		1.0862	0.3%	-0.2%	1.6%	1.0690	1.0934
USD/JPY		153.50	0.5%	-2.4%	-4.3%	152.75	161.63
USD/CHF		0.8801	-0.4%	-1.0%	-1.8%	0.8837	0.9043
GBP/USD		1.2873	-0.1%	-0.5%	1.9%	1.2629	1.3005
USD/CAD		1.3803	-0.2%	0.6%	0.8%	1.3608	1.3828
AUD/USD		0.6554	0.1%	-2.1%	-1.5%	0.6547	0.6766
NZD/USD		0.5896	-0.3%	-2.2%	-3.1%	0.5915	0.6144
ASEAN Dollar		105.10	0.0%	0.2%	-1.4%	104.72	106.73
USD/THB		36.14	-0.1%	-0.3%	-2.1%	35.94	36.93
USD/SGD		1.3412	-0.2%	-0.2%	-1.2%	1.3396	1.3586
USD/MYR		4.6552	-0.3%	-0.4%	-1.3%	4.6630	4.7210
USD/IDR		16,208	0.1%	0.7%	-0.7%	16,074	16,383
USD/PHP		58.62	-0.4%	0.0%	-0.6%	58.44	59.10
USD/CNY		7.2322	-0.27%	-0.5%	-0.7%	7.2515	7.2894
USD/HKD		7.7970	-0.16%	-0.2%	-0.1%	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		227,723	-104
Gold		18,108	-79
SDR		5,478	-8
IMF Reserves		1,125	-2
Foreign Ccy		203,012	-16
Net Fwd Position		27,735	-525

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
26/07/2024	-148	7,697	7,549
25/07/2024	-225	4,834	4,609
24/07/2024	388	8,488	8,876
23/07/2024	71	-572	-501
19/07/2024	278	-2,625	-2,346
Last 5 days	364	17,823	18,187

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -2,154	↑ 20,020	↑ 17,866
QTD	Quarter	↓ -2,154	↑ 20,020	↑ 17,866
YTD	Year	↓ -119,186	↓ -25,966	↓ -145,151

Money Market

Last update: 19/07/2024

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		4.1700	-3.00	-8.00	-19.00	4.16	4.48
Gilt 10y		4.1110	-1.92	0.85	0.56	4.02	4.25
Bund 10y		2.3600	-8.00	-10.00	-22.00	2.36	2.63
JGB 10y		1.0410	-2.70	-3.20	-2.10	1.02	1.10
TGB 1y		2.3820	-0.08	-0.32	2.61	2.35	2.39
TGB 2y		2.3317	-0.45	-1.31	-2.51	2.34	2.36
TGB 5y		2.3681	-0.33	-1.60	-12.25	2.36	2.50
TGB 7y		2.4654	-2.44	-3.98	-11.74	2.48	2.60
TGB 10y		2.6143	-0.62	-1.89	-9.15	2.60	2.71
AAA Spread		60.74	6.01	-0.69	-10.51	54.72	73.91
AA Spread		75.51	-1.29	-3.96	-2.14	67.14	85.27
A Spread		100.04	-4.25	-12.31	-22.29	100.04	124.63
BBB Spread		0.00	0.00	-236.23	-239.73	0.00	239.73

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		81.13	-1.51%	-1.5%	-6.1%	81.01	87.43
London Gold		2392.1	0.74%	-0.5%	2.8%	2,310.6	2,470.4

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)		5,463.5	0.1%	-1.7%	-0.2%	5,399.2	5,667.2
STOXX (EU)		498.4	-0.6%	-1.8%	-1.3%	497.0	517.7
FTSE All-Share(UK)		4,076.1	0.2%	-0.3%	2.9%	3,933.2	4,088.1
DAX (DE)		18,320.7	-0.5%	-1.3%	0.2%	18,155.2	18,748.2
CAC All-Tradable(FR)		5,528.5	-0.9%	-1.8%	-1.1%	5,509.2	5,718.5
TOPIX (JP)		2,759.7	2.2%	-2.6%	-1.8%	2,699.5	2,929.2
Shanghai (CH)		3,031.4	0.0%	-0.8%	-3.4%	3,026.1	3,142.0
Hang Seng (HK)		17,238.3	1.3%	-1.3%	-2.7%	17,005.0	18,293.4
ASX 200 (AU)		7,989.6	0.9%	0.2%	3.1%	7,718.2	8,057.9
SET (TH)		1,307.2	1.2%	-0.8%	-0.2%	1,288.6	1,332.0
SET50 (TH)		821.3	1.3%	-0.2%	1.2%	800.1	827.9
Straits Times (SG)		3,444.2	0.5%	-0.5%	3.2%	3,331.7	3,499.9
FTSE Malay (MY)		1,624.6	0.7%	-0.3%	2.2%	1,584.9	1,636.6
JSX Index (ID)		7,288.9	0.0%	-0.3%	2.1%	6,905.6	7,327.6
PSE Index (PH)		6,649.2	-1.1%	-0.9%	3.7%	6,299.1	6,791.7
Vn Index (VN)		1,246.6	0.4%	1.2%	-0.6%	1,231.8	1,293.7

Sources: ttb analytics, CEIC

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

Important Disclosures

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