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Against the dollar, Thai baht on the previous trading day rebounded closed around 30.66.

Although US-China resuming trade talks has been fading on US-China phone call confusion, US Treasury Secretary Mnuchin said that trade meetings would happen but not yet scheduled.

While the majority of Americans said that the US economy still looked good, more US voters said that US economic conditions were sinking, a new Quinnipiac poll points out. August-June survey comparison on US economy: worse, better, the same. 37% up from 23%, 31% down from 39%, and 30% down from 37%, respectively.

San Francisco Fed President Daly, a dovish but non-voting FOMC member, unexpectedly appeared to support monetary policy accommodation as to additionally support employment. She said that US labor market robustness disproportionately benefits disadvantaged groups. Last week, she said that US economic data still showed a solid momentum and that a recession was not approaching.

As PM Johnson was approved to extend the parliamentary summer recess from three to five weeks. The formal reopening of the UK parliament then became 14 October from (30 September). Thus, UK MPs would have less time in proposing ways to block a probable no-deal Brexit possibly to occur by 31 October. Due to such increasingly likely no-deal scenario, the sterling instantly plunged on the dollar by 1%, beyond 1.22, before slightly bouncing and moving around 1.22.

Germany's consumer confidence (GfK indicator), although marginally better than expectations, stayed relatively low at 9.7 as of September, worst since 2016.

Thailand's energy giant, PTT, is seeking partnerships with suppliers in the Middle East, while also aiming at expanding businesses in Asian countries, especially in upcoming 1-2 years. This outbound investment could fundamentally lessen pressures on baht strengthening in a longer run.

Moving around 30.63-30.65 this morning, USDTHB could be between 30.59-30.69 today.

US treasury 10-year-3-month and 10-year-2-year inversions persist, 30-year at record low

Thai benchmark government bond yield (LB28DA, 9.3 years) on the previous trading day was 1.43, -2.5 bps. Meantime, the latest closed Thai and US 10-year bond yields were 1.44%, -2.2 bps, and 1.47%, -2 bps, respectively.

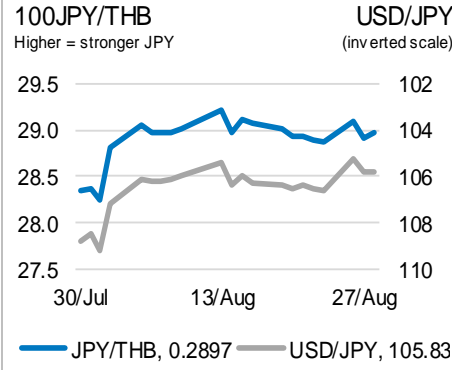
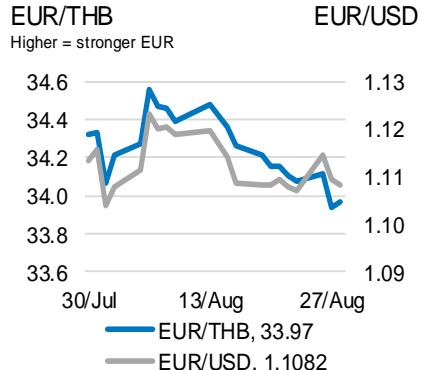
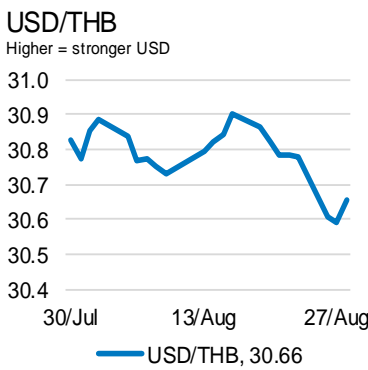
Amid more likely hard or no-deal together with ongoing US-China trade uncertainty, government bond yields fell. US treasury yield inversions, both 10-year-3-month and 10-year-2-year, persisted, while 30-year yield ticked lower to a new historic low, 1.94%.

Besides almost USD-1-trillion budget deficit, US Treasury is seriously considering 50-year and 100-year bond issuances in low-interest-rate environments.

Spread between long- and short-dated yields: negativity implies a possible upcoming recession. US 10y3m: -52 bps, US 10y2y: -3 bps, Japan 10y2y: +3 bps, German 10y2y: +17.1. bps, UK 10y2y: +9.6, Thai 10y2y: +6.5 bps.

Thai benchmark government bond yield (LB28DA, 9.3 years) could be between 1.42-1.44%, while Thai 10-year yield possibly 1.43-1.45 today.

SET Index 1,616.9	S&P500 2,887.9	10Y UST 1.47%	Brent 60.5	Gold 1,531.9
28-Aug ▲ 0.09%	28-Aug ▲ 0.65%	28-Aug ▼ -2.0 bps	28-Aug ▲ 1.66%	27-Aug ▲ 2.40%
USD/THB 30.66	EUR/THB 33.97	JPY/THB 0.2897		
Daily ▲ 0.21%	Daily ▲ 0.10%	Daily ▲ 0.19%		
Weekly ▼ -0.42%	Weekly ▼ -0.40%	Weekly ▲ 0.26%		
Monthly ▼ -0.56%	Monthly ▼ -1.04%	Monthly ▲ 2.19%		
Sideways Trend	Sideways Trend	Rising Trend		



Sources: TMB 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		98.10	0.1%	-0.1%	0.3%	97.34	98.87
EUR/USD		1.1082	-0.1%	-0.1%	-0.5%	1.1041	1.1231
USD/JPY		105.83	0.0%	-0.5%	-2.6%	105.22	109.20
USD/CHF		0.9823	0.3%	0.4%	-0.8%	0.9712	0.9966
GBP/USD		1.2278	0.5%	0.9%	-1.4%	1.2053	1.2485
USD/CAD		1.3306	0.4%	0.0%	1.1%	1.3133	1.3331
AUD/USD		0.6741	-0.2%	-0.6%	-2.9%	0.6724	0.6976
NZD/USD		0.6347	-0.4%	-1.0%	-4.6%	0.6347	0.6699
ASEAN Dollar		106.73	0.1%	0.2%	1.1%	105.33	106.87
USD/THB		30.66	0.2%	-0.4%	-1.0%	30.59	30.98
USD/SGD		1.3892	0.0%	0.4%	1.6%	1.3642	1.3892
USD/MYR		4.2070	0.0%	0.9%	2.1%	4.1156	4.2070
USD/IDR		14,164	0.2%	0.2%	1.6%	13,906	14,228
USD/PHP		52.18	-0.3%	0.0%	2.1%	50.78	52.47
USD/CNY		7.1647	0.0%	1.5%	4.2%	6.8744	7.1652
USD/HKD		7.8466	0.0%	0.1%	0.4%	7.8093	7.8471

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		-2.60	-0.10
3-month		-7.25	-0.50
6-month		-12.38	-0.13

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		220,160	-1106
Gold		7,489	84
SDR		1,354	-2
IMF Reserves		834	-3
Foreign Ccy		210,483	-1185
Net Fwd Position		31,226	-695

Last update: 16/8/2019

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
28/8/2019	-1,166	-77	-1,244
27/8/2019	-1,727	-613	-2,340
26/8/2019	-1,393	1,838	446
23/8/2019	1,527	-3,170	-1,643
22/8/2019	-3,227	-5,355	-8,582
Last 5 days	-5,986	-7,377	-13,363
Period-to-date	Equity	Bond	Total
Month	↓ -52,826	↓ -27,825	↓ -80,651
Quarter	↓ -32,772	↓ -52,931	↓ -85,703
Year	↑ 7,877	↑ 5,419	↑ 13,296

Money Market

THB BIBOR	1M Hist	Last	1M Range		THB Implied	1M Hist	Last	1M Range		USD LIBOR	1M Hist	Last	1M Range	
			Min	Max				Min	Max				Min	Max
ON		1.50	1.50	1.75	ON		1.10	1.10	1.88	ON		2.09	2.09	2.36
1W		1.52	1.52	1.77	1W		1.16	1.16	1.50	1W		2.14	2.12	2.37
1M		1.55	1.55	1.80	1M		1.17	1.17	2.22	1M		2.17	2.17	2.27
2M		1.58	1.58	1.83	2M		1.20	1.20	1.44	2M		2.17	2.15	2.29
3M		1.63	1.62	1.87	3M		1.23	1.19	1.43	3M		2.15	2.12	2.29
6M		1.72	1.72	1.96	6M		1.24	1.10	1.36	6M		2.03	2.01	2.23
12M		1.95	1.95	2.20	12M		1.33	1.15	1.48	12M		1.95	1.93	2.24

Last Updated: 27/8/2019

Last Updated: 21/8/2019

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 (%) spread (bps)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST 3m		1.99	1.0	2.0	-9.0	1.87	2.12
UST 2y		1.50	-3.0	-6.0	-35.0	1.48	1.89
UST 5y		1.37	-3.0	-10.0	-47.0	1.37	1.85
UST 10y		1.47	-2.0	-12.0	-59.0	1.47	2.08
TGB 3m		1.47	-2.9	-3.7	-25.1	1.47	1.73
TGB 6m		1.45	-4.1	-5.9	-30.1	1.45	1.75
TGB 1y		1.42	-4.6	-6.6	-33.0	1.42	1.76
TGB 2y		1.38	-4.4	-7.0	-34.1	1.38	1.73
TGB 5y		1.35	-6.7	-10.1	-40.5	1.35	1.78
TGB 10y		1.44	-2.2	-7.7	-47.4	1.44	1.98
Bund 10y		-0.67	-1.0	0.0	-28.0	-0.71	-0.37
JGB 10y		-0.27	1.1	-2.9	-11.2	-0.28	-0.13
Gilt 10y		0.54	-1.2	-49.3	-22.2	0.49	1.04
AAA Spread		49.63	0.3	-0.7	-0.4	47.51	51.33
AA Spread		87.12	0.2	-1.1	2.7	84.47	89.30
A Spread		94.25	0.3	1.2	3.9	89.89	94.25
BBB Spread		232.32	0.2	5.9	6.4	223.67	232.32

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		60.45	1.7%	0.3%	-5.9%	56.88	65.18
London Gold		1531.9	2.4%	2.2%	8.0%	1,406.4	1,531.9

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)		2,887.9	0.7%	-1.2%	-4.2%	2,840.6	3,025.9
STOXX (EU)		364.7	0.0%	-0.6%	-2.8%	354.8	382.7
FTSE All-Share(UK)		3,905.5	0.2%	0.0%	-6.7%	3,865.5	4,186.2
DAX (DE)		11,730.0	0.6%	0.7%	-5.5%	11,412.7	12,419.9
CAC All-Tradable(FR)		4,154.1	-0.4%	-1.3%	-2.7%	4,050.4	4,346.7
TOPIX (JP)		1,490.4	0.0%	-0.5%	-5.0%	1,478.0	1,577.9
Shanghai (CH)		3,031.6	-0.3%	0.5%	-2.0%	2,900.3	3,092.4
Hang Seng (HK)		25,615.5	-0.2%	-2.5%	-9.0%	25,281.3	28,397.7
ASX 200 (AU)		6,500.6	0.5%	0.3%	-5.0%	6,405.5	6,845.1
SET (TH)		1,616.9	0.1%	-1.3%	-5.9%	1,604.0	1,730.9
SET50 (TH)		1,066.2	0.1%	-1.3%	-5.8%	1,056.3	1,141.5
Straits Times (SG)		3,056.5	-0.4%	-2.1%	-9.1%	3,056.5	3,381.3
FTSE Malay (MY)		1,589.8	-0.1%	-0.3%	-3.5%	1,589.8	1,656.6
JSX Index (ID)		6,281.6	0.1%	0.5%	-1.5%	6,119.5	6,390.5
PSE Index (PH)		7,847.5	1.3%	-1.1%	-5.1%	7,747.4	8,272.2
Vn Index (VN)		977.3	0.0%	-1.7%	-0.9%	964.6	997.9

26 August 2019	27 August 2019	21 January 1900	29 August 2019	30 August 2019
(DE) Ifo Business Climate AUG A94.3 P95.7 C95.1; (US) Durable Goods Orders MoM JUL A2.1% P2% C1.1%	(DE) GDP Growth Rate QoQ Final Q2 A-0.1% P0.4% C-0.1%, YoY Final Q2 A0.4% P0.7% C0.4%	(DE) GfK Consumer Confidence SEP A9.7 P9.7 C9.6	(JP) Consumer Confidence AUG P37.8; (DE) Inflation YoY Prel AUG P1.7% C1.5%; (FR) GDP QoQ Final Q2 P0.3% C0.2%; (EA) Business Confidence AUG P-0.12 C0.08; (US) GDP QoQ 2nd Est Q2 P3.1% C2%	(GB) GfK Consumer Confidence AUG P-11 C-12; (EA) Core Inflation Rate YoY Flash AUG P0.9% C1%, Inflation Rate YoY Flash AUG P1% C1%, Unemployment Rate JUL P7.5% C7.5%; (US) Personal Spending MoM JUL P0.3% C0.5%

Sources: TMB Analytics, CEIC

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

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