10 Oct 2022 - 14 Oct 2022





Dollar Outlook

- On Monday (10/10) is a bank holiday in the US.
- $\bullet$  Futures pricing suggests traders see a nearly 90% chance of a 0.75% rate hike in the meeting next month.
- On Thursday (13/10), markets will get a chance so see how inflation held up during the month of September as the US releases its CPI report. Expectations are for the headline print to fall to 8.1% YoY from 8.3% YoY while the Core CPI is expected to increase to 6.5% YoY from 6.3% YoY.
- On Friday (14/10), the US will release the Preliminary Michigan Consumer Sentiment Index of October and US Retail Sales data of September.

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- At the beginning of the week, the USD traded lower even the US Commerce Department released personal consumption expenditure (PCE) price index, excluding food and energy, up 4.9% y/y in August, higher than expectations of 4.7%.
- The greenback continuingly weak vs the board after US ISM manufacturing Index fell to 50.9 in September from 52.8. in August, below expectation of 52.2 while US construction spending was at -0.7% in Septembert, below expectation of -0.3%.
- In the middle of the week, the USD rose VS major peers after upbeat ADP job data and hawkish FED policymaker comments supported the view that the Fed's aggressive stance on interest rates as likely unchanged
- At the end of the week, the USD continuingly rose after NFP increased 263,000 units, above the expectation, while unemployment rate was released at 3.5%, average hourly earnings rose 5% from a year ago.

Dollar Index Performance				
<b>Last Week Close</b>	112.12	<b>Monthly High</b>	114.78	
Week Open	112.17	<b>Monthly Low</b>	107.68	
Week Close	111.95	30 Days Average	110.74	
Weekly High	114.78	90 Days Average	107.64	
Weekly Low	110.06	YTD Change	+17.87%	

Dollar Index Economic Events				
Events	Period	Date	Forecast	Previous
PPI Machine Manuf'ing	Sep	12-Oct		169.1
CPI MM, SA	Sep	13-Oct	0.2%	0.1%
CPI YY, NSA	Sep	13-Oct	8.1%	8.3%
CPI Wage Earner	Sep	13-Oct		291.629
Initial Jobless Clm	8 Oct, w/e	13-Oct	225k	219k
Import Prices YY	Sep	14-Oct		7.8%
Retail Sales MM	Sep	14-Oct	0.2%	0.3%
U Mich Sentiment Prelim	Oct	14-Oct	59.0	58.6

Lower Bound	111.00	<b>Upper Bound</b>	114.00
Forecast	Appreciation		

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Thai Baht





Source: Thomson Reuters

#### **Thai Baht Outlook**

- The Baht is expected to move along with region currency as market eyes on the US inflation data which will be announced on Wednesday (12/10) and Thursday (13/10).
- Thursday (13/10) and Friday (14/10) is a bank holiday in Thailand, while markets focus on FOMC Meeting Minutes and US Inlfation data.

#### Thai Baht News

- At the early of the week, the Baht traded stronger against the greenback as weaker-than-expected US manufacturing PMI data.
- The Baht slightly fell against the dollar even Thailand's headline inflation rate was less than expected in September, decelerating from the previous month. The headline consumer price index (CPI) rose 6.41% in September from a year earlier, helped by easing energy prices and last year's low base, and down from August's 7.86% increase, which was a 14-year high.
- The Baht continuingly depreciated against stronger dollar as multiple FED officials continued to emphasize that rates would continue to go up until inflation was under control. Moreover, the US labor data which released on Friday (7/10) is better-than-expected.

Thai Baht Performance				
<b>Last Week Close</b>	37.77 THB/USD Monthly High	38.15	THB/USD	
Week Open	34.43 THB/USD Monthly Low	37.13	THB/USD	
Week Close	37.58 THB/USD 30 Days Average	37.08	THB/USD	
Weekly High	38.15 THB/USD 90 Days Average	36.19	THB/USD	
Weekly Low	37.09 THB/USD YTD Change			

Thai Baht Economic Events					
Events	Period	Date	Forecast	Previous	
Consumer Confidence Idx	Sep	12-Oct		43.7	

Lower Bound	37.50	Upper Bound	38.20
Forecast	Depreciation		

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Euro Outlook

- For the eurozone, the terms-of-trade shock spurred a dramatic shift in the trade balance. September trade figures are reported on October 14. In the January-August period this year, it recorded a trade deficit of 185 bln euros, more deterioration would be expected to be negative for the euro.
- Markets were waiting to see how the kremlin might repond to a blast that hit Russia's only bridge to Crimea.
- In additional, the Eurozone Industrial Production will be released on Wednesday (12/10), while Germany inflation will be announced on Thursday (13/10).

#### Euro News

- The European Union's statistics office Eurostat said on Friday (30/7) that the consumer price index (CPI) rose 10% in September from a year earlier, from 9.1.% in August.
- The manufacturing activity data across the Eurozone declined further last month. A downturn in Eurozone business activity deepened in September, sling to its lowest mark in 20 months.
- The euro gained against USD and already surpasses the 0.9950 mark towards the key resistance at the parity. There was report shown that ECB policymaker Francois Villeroy de Galhau reiterated on Tuesday (4/10) that they will raise interest rates as much as necessary to bring core inflation down.
- The euro fell VS the USD after the released of the US official employment report that showed numbers slightly above expectations.

Euro Index Performance					
<b>Last Week Close</b>	0.9799 USD/EUR Monthly High	0.9999	USD/EUR		
Week Open	0.9798 USD/EUR Monthly Low	0.9683	USD/EUR		
Week Close	0.9741 USD/EUR 30 Days Average	0.9910	USD/EUR		
Weekly High	0.9999 USD/EUR 90 Days Average	1.0148	USD/EUR		
Weekly Low	0.9724 USD/EUR YTD Change	-14.66%			

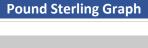
Dollar Index Economic Events				
Events	Period	Date	Forecast	Previous
Sentix Index	Oct	10-Oct	-34.7	-31.8
Industrial Production MM	Aug	12-Oct	0.5%	-2.3%
Industrial Production YY	Aug	12-Oct	1.1%	-2.4%
CPI Final MM	Sep	13-Oct	1.9%	1.9%
CPI Final YY	Sep	13-Oct	10.0%	10.0%
HICP Final MM	Sep	13-Oct	2.2%	2.2%
HICP Final YY	Sep	13-Oct	10.9%	10.9%

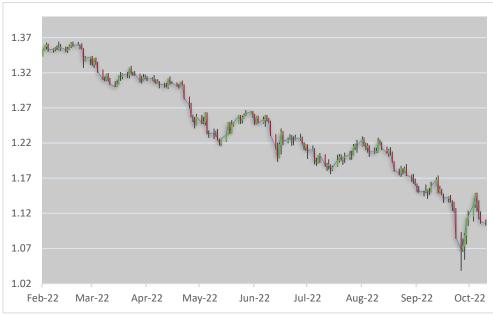
<b>Lower Bound</b>	0.9600	Upper Bound	0.9900	
Forecast	Depreciation			



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Source: Thomson Reuters

# **Pound Sterling Outlook**

- For the Sterling, UK will report the labor data (11/10) which has shown a trend of both unemployment and employment decreasing m/m.
- Moreover the UK's August GDP y/y will be released on Wednesday (12/10) which expected to unchange.

# **Pound Sterling News**

- The GBP rose towards 1.1200 against USD, the recovery came after the BoE announced an emergency bond purchase. Moreover, the sterling was also supported by data showing the GDP growth index rose 0.2% in the second quarter, higher than estimate.
- At the mid of the week, the GBP rallied against the dollar after the British government said it would reverse a controversial tax cut that had rocked UK markets.
- The Sterling extended its losses and tumbled below 1.1200 as Fed policymakers insist on higher rates. Even, BoE policymaker Jonathan Haskel insisted that the BoE has the tools and the resolve to return inflation to target in the medium term.
- At the end of the week, The pound fell against the dollar after US labor data reaffirms Fed rate hike bets.

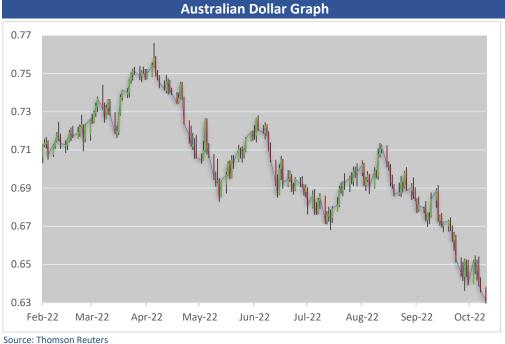
Pound Sterling Performance				
<b>Last Week Close</b>	1.1160 USD/GBP	<b>Monthly High</b>	1.1495	USD/GBP
Week Open	<b>1.1156</b> USD/GBP	<b>Monthly Low</b>	1.1028	USD/GBP
Week Close	1.1084 USD/GBP	30 Days Average	1.1326	USD/GBP
Weekly High	1.1495 USD/GBP	90 Days Average	1.1832	USD/GBP
Weekly Low	<b>1.1053</b> USD/GBP	YTD Change	-18.23%	

Pound Sterling Economic Events				
Events	Period	Date	Forecast	Previous
Claimant Count Unem Chng	Sep	11-Oct		6.3k
ILO Unemployment Rate	Aug	11-Oct	3.6%	3.6%
HMRC Payrolls Change	Sep	11-Oct		71k
GDP Est 3M/3M	Aug	12-Oct	-0.2%	0.0%
GDP Estimate MM	Aug	12-Oct	-0.1%	0.2%
GDP Estimate YY	Aug	12-Oct		2.3%
Manufacturing Output MM	Aug	12-Oct	0.0%	0.1%

<b>Lower Bound</b>	1.0800	Upper Bound	1.1200	
Forecast	Depreciation			

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#### **Australian Dollar Outlook**

- It's seem like a quiet week for the AUD as less economic data, while market focus on the US inflation data on Thursday (13/10).
- On data front, the AIG Services Index is released on Monday (10/10), Australia's NAB business confidence and Westpac Consumer Sentiment will be released on Tuesday (11/10).

#### **Australian Dollar News**

- The AUD sank after the Reserve Bank of Australia (RBA) blinked in the fight on wealth destroying high and volatile inflation. Their hike of 25 basis points to 2.60% last week is seen as dovish in light of persistent price pressures domestically and globally.
- The 3rd quarter Australian CPI is due at the end of this month and the RBA said in their statement that they expect it 'to be around 7¾ per cent over 2022', well above their target of 2–3% over the cycle.
- The Aussie fall back below the 0.6400 against the dollar after the upbeat US NFP report reaffirms Fed rate hike bets and boosts demand for the dollar.

Australian Dollar Performance				
<b>Last Week Close</b>	0.6402 USD/AUD Monthly High	<b>0.65470</b> USD/AUD		
Week Open	0.6400 USD/AUD Monthly Low	<b>0.62890</b> USD/AUD		
Week Close	0.6368 USD/AUD 30 Days Average	<b>0.69199</b> USD/AUD		
Weekly High	0.6547 USD/AUD 90 Days Average	<b>0.70225</b> USD/AUD		
Weekly Low	0.6353 USD/AUD YTD Change	-13.07%		

Australian Dollar Economic Events					
Events	Period	Date	Forecast Previou	us	
Consumer Sentiment	Oct	11-Oct	3.9%		
NAB Business Conditions	Sep	11-Oct	20		
NAB Business Confidence	Sep	11-Oct	10		
Refinitiv IPSOS PCSI	Oct	14-Oct	52.76		

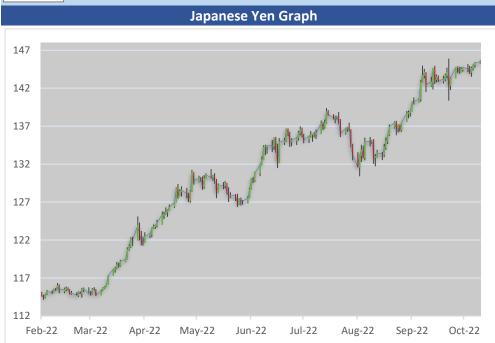
<b>Lower Bound</b>	0.6200	Upper Bound	0.6500	
Forecast	Depreciation			



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Japaneseese Yen



Source: Thomson Reuters

# Japanese Yen Outlook

- On Monday (10/10) is a bank holiday in the Japan.
- For data front, the Japan Core Machinery Order of September will be realeased on Wednesday (13/10) which expected to fell 3.0%
- Another important data for Japan is Producer Price Index of September which will rekeased on Thursday (13/10) at 8.8%, market expectation.

# Japanese Yen News

- The yen traded flat against USD, but remains near the highly psychologically important 145 levelI198:W209, after last week it gained sharply due to Japanese officials intervened to buy the yen for the first time since 1998.
- The yen slided below 145.00 against the greenback following a positive US jobs report. The Yen remains subdued after US employment data unexpectedly surprised market participants, with the US economy adding more jobs than economists estimated.
- Japan's real wages fell in August for a fifth straight month. The Japanses Inflationadjusted real wages dropped 1.7% in August from a year earlier, labour ministry data showed, following a revised 1.8% fall in the prior month.
- The yen was drifting into a zone on ther weaker side of 145 per USD after the solid US labor data was released.

Japanese Yen Performance					
<b>Last Week Close</b>	<b>144.75</b> JPY/USD	<b>Monthly High</b>	145.66	JPY/USD	
Week Open	<b>144.67</b> JPY/USD	<b>Monthly Low</b>	143.54	JPY/USD	
Week Close	<b>145.33</b> JPY/USD	30 Days Average	131.22	JPY/USD	
Weekly High	<b>145.44</b> JPY/USD	90 Days Average	125.58	JPY/USD	
Weekly Low	<b>143.50</b> JPY/USD	YTD Change	+26.42%		

Japanese Yen Economic Events					
Events	Period	Date	Forecast	Previous	
Current Account NSA JPY	Aug	11-Oct	121.8B	229.08	
Reuters Tankan N-Man Idx	Oct	12-Oct		11	
Machinery Orders MM	Aug	12-Oct	-2.3%	5.30%	
Machinery Orders YY	Aug	12-Oct	12.6%	12.80%	
Corp Goods Price MM	Sep	13-Oct	0.2%	0.20%	
Corp Goods Price YY	Sep	13-Oct	8.8%	9.00%	

Lower Bo	ound 14	3.00 ເ	Jpper Bound	146.00
Forecast	Depr	eciation		



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