

Daily Market Review At-A-Glance

Tuesday, November 3, 2020

Market Highlight



- Overnight, global equity markets rebounded on Monday as robust U.S., China and euro zone factory data offset lockdowns in Europe to combat record COVID-19 cases while the dollar and gold rose on U.S. presidential election jitters.
- DJIA led gains and all of the S&P 500 sectors rose with the Nasdaq posting slimmer gains. SPX +1.23%, DJIA +1.60%, and NASDAQ +0.42%.
- U.S. manufacturing activity accelerated more than expected in October with new orders jumping to their highest in nearly 17 years while Chinese factory activity expanded the fastest in a decade and euro zone manufacturing also sped up.
- Market all awaits US election tonight with three key swing states to watch are Florida, North Carolina, and Ohio. If Biden managed to win any of the state, his chance of winning could be very high.

Views on Exchange Rates



USDTHB: USDTHB selling interest intensified overnight as we saw a few hundred millions USD volume went through overnight session alone. Market is obviously heading into the election with Blue sweep expectation. In the meantime, Local corps is the main buyer but the amount was not enough to hold. Major support at 31.15 was broken so it's likely we will see USDTHB test next support at 31.00.

Support/Resistance: 31.00/31.15

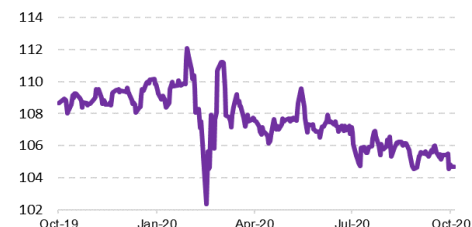
USDTHB Exchange Rates



USDJPY: USDJPY grinded higher on solid global data however the move was pretty much in the same old range 104.5-105. We expected USDJPY to trade in the same manner as we head into election today. We continue to recommend to fade the move on USDJPY as a mean to hedge risk off unless we see a meaningful break above 107.

Support/Resistance: 104/106

USDJPY Exchange Rates



EURUSD: EUR traded in range 1.16-1.17 without much traction in either direction. We stayed neutral after squared our EUR short and looking for opportunity to fade rally.

Support/Resistance: 1.16/1.177

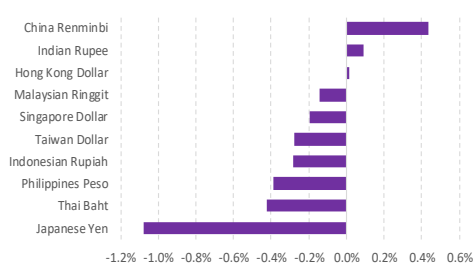
EURUSD Exchange Rates



Exchange Rate

	27/10/20	2/11/20	3/11/20		27/10/20	2/11/20	3/11/20
USD/THB	31.20	31.11	31.08	USD/JPY	104.40	104.71	104.76
JPY/THB	29.87	29.70	29.66	EUR/USD	1.180	1.164	1.165
EUR/THB	36.80	36.21	36.20	GBP/USD	1.304	1.291	1.292
GBP/THB	40.69	40.18	40.16	AUD/USD	0.713	0.705	0.705
AUD/THB	22.24	21.94	21.91				

Regional foreign exchange rate spot return (7D)



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Views on Interest Rates

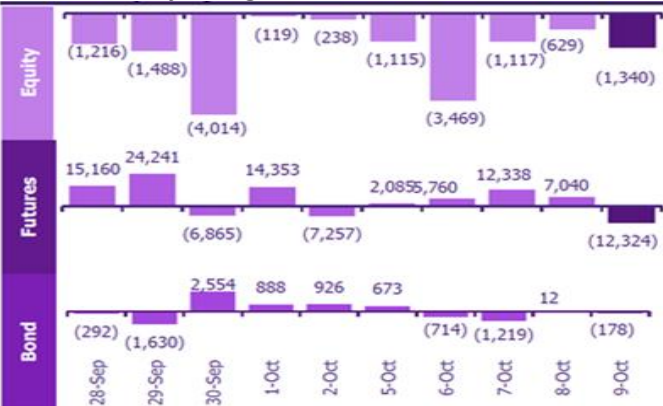
U.S. 10 Year Treasury



US : UST yield flattened on Monday ahead of Tuesday's election even manufacturing data is better than expected. 10y UST closed at 0.83% lower 4bps from Friday. 0.80% was first support for 10y UST.

THB : THB rates almost unchanged in thin market trading. IRS rate was driving by client flow last week. We saw some interest to buy long term bond, 20y bond. Except THB rate will trade in tight range.

Thailand daily foreign net flows



	Equity (Btmn)	SET50 futures (Contract)	Bond (Btmn)
Daily			
9-Oct-20	(1,340)	(12,324)	(1,969)
WTD	(7,671)	14,899	2,364
2-Oct-20	(7,075)	39,632	6,337
25-Sep-20	(6,363)	(44,345)	(7,236)
18-Sep-20	(3,646)	26,102	4,334
11-Sep-20	(1,686)	(1,609)	(267)
Monthly			
MTD	(8,028)	21,995	3,495
Sep-20	(23,189)	17,315	2,820
Aug-20	(27,661)	1,988	405
Jul-20	(10,178)	581	48
Quarterly			
QTD	(8,028)	21,995	3,495
3Q20	(61,028)	19,884	3,273
2Q20	(101,291)	(35,741)	(6,505)
1Q20	(115,355)	140,898	23,248
4Q19	(40,016)	(48,717)	(10,137)
YTD	(285,702)	147,036	23,513
2019	(45,245)	20,924	4,943
2018	(287,459)	(52,336)	(11,997)

Key Indicator Update

Tenor	27/10/20	30/10/20	2/11/20
UST 3-mth	0.10	0.09	0.09
UST 6-mth	0.11	0.10	0.10
UST 1-yr	0.12	0.13	0.12
UST 5-yr	0.33	0.38	0.38
UST 10-yr	0.78	0.86	0.85

Tenor	27/10/20	30/10/20	2/11/20
TGB 6-mth	0.53	0.53	0.53
TGB 2-yr	0.59	0.59	0.59
TGB 5-yr	0.86	0.87	0.87
TGB 10-yr	1.41	1.41	1.42

Stock market

	30/10/20	2/11/20	%Change
SET Index	1,194.95	1,202.16	0.60
DJIA	26,501.60	26,925.05	1.60

THBFX (%)

Tenor	1-mth	3-mth	6-mth	1-yr
	0.484	0.499	0.525	0.528

Repurchase rate

Tenor	1-day	7-day	14-day	1-mth
	1.25%	1.25%	1.25%	1.25%

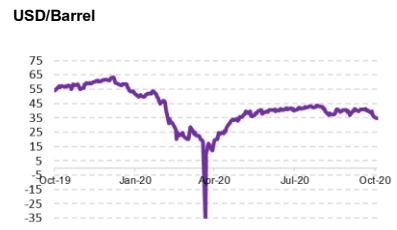
THB Swap rate (IRS)

Tenor	bid	ask
1-yr	0.430	0.470
2-yr	0.515	0.555
3-yr	0.610	0.650
5-yr	0.805	0.845
10-yr	1.190	1.250

Commodities

	Previous Day	Last	%Change
WTI Crud	35.79	36.81	2.85
Gold	1,881.41	1,895.61	0.75

WTI Crude Oil



Gold



Economic Calendar

Date	Economic Indicator
02-Nov-20	Economic release: CN – Caixin manufacturing PMI for Oct
	Economic release: US/EU/JP – Final manufacturing PMI for Oct
	Economic release: US – ISM manufacturing PMI for Oct
03-Nov-20	Event: The 2020 United State presidential election
04-Nov-20	Economic release: CN – Caixin service PMI for Oct
	Economic release: US/EU – Final service PMI for Oct
	Economic release: US – ISM non-manufacturing PMI for Oct, ADP non-farm employment change for Oct, crude oil inventories
	Economic release: EU – Economic forecast
	Economic release: TH – Consumer confidence for Oct
05-Nov-20	Event: FOMC meeting
	Economic release: TH – CPI and core CPI for Oct
	Economic release: EU – Retail sales for Sep
	Economic release: US – Unemployment claims
06-Nov-20	Event: FOMC meeting, BOE meeting
	Economic release: JP – Household spending for Sep
	Economic release: US – Average hourly earnings, non-farm employment change and unemployment rate for Oct