



THAI ECONOMIC AND FINANCIAL UPDATE

for August 2024

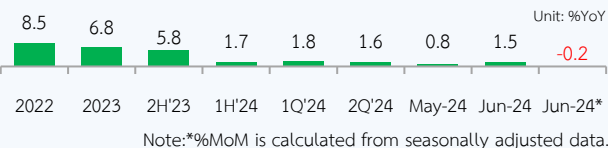
Highlight:

Thailand's economy expanded in the second quarter compared to the previous quarter. However, the economy slowed in June due to a decline in exports, particularly agricultural products, which were at the end of its season. Private consumption declined slightly in durable goods, especially in the automotive sector. Private investment increased slightly, due to investment in machinery and construction. Government spending increased from the previous year in both current spending and central government investment, while investment by state-owned enterprises declined due to lower disbursements for infrastructure projects.



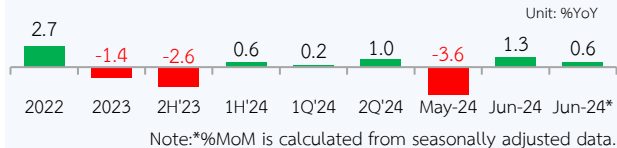
Private Consumption

After seasonal adjustment, private consumption contracted slightly from the previous month, driven by lower spending in the tourism services sector and durable goods, especially car sales. This is in line with the decline in consumer confidence due to concerns about the slow economic recovery and the high cost of living. However, spending on non-durable goods continued to grow.



Private Investment

After seasonal adjustment, private investment increased slightly from the previous month, mainly due to investment in machinery, equipment and construction. This was mainly due to higher sales of computers and peripherals in the domestic market and increased sales of construction materials such as cement and concrete piles, following government budget disbursements.



Exports

- In June, Thailand's exports decreased by 0.3%YoY, due to a decline in key export markets such as China, Japan and Australia. However, exports to ASEAN, the US and Europe continued to grow. The major export products that declined included rubber products, plastic pellets, chemicals, durian, palm oil and sugar. While exports of automotive, computers, jewelry and petroleum increased.
- In the first half of 2024, exports grew by 2.0%YoY, supported by major markets such as ASEAN, the US, Europe and Australia. The key products that grew significantly included computers, machinery, steel, rice and rubber.

Farm Income

Farmers' income increased from the same period last year mainly due to higher prices of agricultural products, particularly rice, rubber and durian. However, agricultural output declined due to lower production of rice, rubber, durian and mangosteen, partly due to the impact of El Niño.

Item (%YoY)	Farm Income		Agricultural Price		Agricultural Production	
	May-24	Jun-24	May-24	Jun-24	May-24	Jun-24
	Agriculture	12.7	5.6	5.4	12.6	6.9
Paddy	-14.0	-18.7	8.7	10.5	-20.9	-26.4
Rubber	62.1	70.4	63.1	71.0	-0.6	-0.3
Durian	111.5	-24.9	0.1	46.3	111.3	-48.7
Mangosteen	-4.9	-32.7	-48.3	23.7	83.9	-45.6
Vannamei	-25.5	-15.6	-2.6	-0.3	-23.5	-15.3

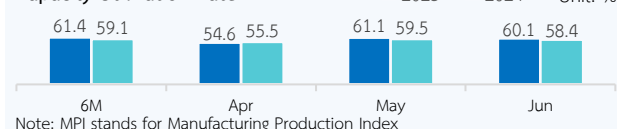
MPI and Capacity Utilization (Cap-U)

The manufacturing production index, after seasonal adjustment, decreased due to lower production in several key categories, especially in the automotive sector for domestic sales, as well as rubber and plastics. However, petroleum production increased as operations returned to normal.

MPI (%YoY)	2023	2Q24	May-24	Jun-24	%MoM
Overall MPI	-3.8	-0.3	-1.5	-1.7	-0.6*
Automotive	0.8	-13.4	-14.2	-18.0	-7.8
Rubbers and Plastics	-2.4	-0.3	0.3	-2.4	-4.3
Petroleum	8.6	1.9	-2.8	3.6	8.3

Note: *%MoM Overall MPI is calculated from seasonally adjusted data.

Capacity Utilization Rate



Market	Share (%)	Jan-Jun 2024		Jun-24	
		Jan-May 2024	USD Mn	%YoY**	USD Mn
Total	100.0	145,290	2.0	24,797	-0.3
ASEAN	22.9	34,296	1.2	5,685	1.9
U.S.A.	17.9	25,768	11.2	4,450	5.4
China	12.1	17,602	-1.2	3,006	-12.3
EU	9.0	13,622	1.2	2,243	3.2
Japan	7.6	11,570	-7.5	1,891	-12.3
Australia	4.3	6,231	11.8	1,073	-7.6

Commodity Price & Exchange Rate	Jan-Jun 2024		Jun-24	
	Price	%YoY	Price	%YoY
Dubai oil price (USD/bbl)	83.3	5.8	82.2	10.0
Gold price (USD/troy oz)	2,204.1	14.0	2,326.4	19.7
Exchange rate (THB/USD)	36.2	5.8	36.7	5.1
NEER index	118.0	-1.7	117.6	-1.5

Domestic Vehicle Sale

In June, sales of automotive products, from both passenger and commercial vehicles, declined by 26.0%YoY. This was due to weak consumer purchasing power, a slow economic recovery and high household debt, as well as the deteriorating quality of hire-purchase loans. These factors caused financial institutions to be cautious in their lending. However, sales of SUVs continued to grow, while registrations of BEVs declined in June from the previous year. This was due to some consumers postponing purchases until lower-priced models became available due to competitive pricing by automakers.

Domestic vehicle sales, 6M2024

Total Vehicle Sales



308,027 Units

-24.2%YoY

Market Share By Brand



By Model

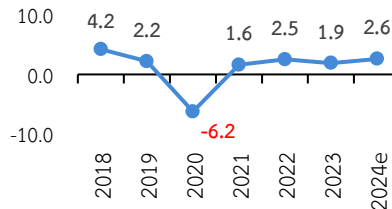
- 1 Toyota Hilux 14.5%
- 2 Isuzu D-Max 13.6%
- 3 Toyota Yaris ATIV 8.6%
- 4 Honda City 6.4%
- 5 Yaris Cross 6.3%

In the first half of 2024, domestic passenger car sales reached 308,027 units, down 24.2%YOY. This decline was reflected in almost all vehicle categories, with 1-ton pickup trucks experiencing the largest decline at 40.2% YoY. Toyota remained the market leader, followed by Isuzu and Honda. The best-selling model was the Toyota Hilux with a market share of 14.5%, followed by the Isuzu D-Max with 13.6% and the Toyota Yaris ATIV with 8.6%.

Domestic Vehicle Sales by Body Type	Jan-Jun 2024		Jun-24	
	Unit	%YoY	Unit	%YoY
Passenger car	119,326	-19.4	17,737	-27.1
Commercial car	188,701	-26.9	29,925	-25.4
Pickup 1 ton	89,581	-40.2	14,071	-36.4
SUV	65,155	20.9	10,358	23.1
Other	33,965	-37.6	5,496	-42.5
Overall	308,027	-24.2	47,662	-26.0

Sources: NESDC, Toyota, FTI, and MOTs

Thai GDP Forecast by BOT (%YoY)



	%YoY	2021	2022	2023	2024e
Private Consumption		0.6	6.2	7.1	4.2
Government Consumption		3.7	0.1	-4.6	1.8
Private Investment		2.9	4.7	3.2	3.3
Public Investment		3.5	-3.9	-4.6	3.6
Value of Merchandise Exports*		19.2	5.4	-1.7	1.8
Headline Inflation (%)		1.2	6.1	1.2	0.6

*BOP Basis
Note: Data as of June 2024

Tourism

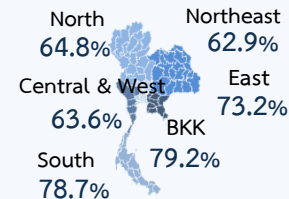
The number of foreign tourists in June increased from the previous month and continued to grow from the same period last year, driven by an increase in tourists from China, Malaysia, India, Korea and Laos. This resulted in a growth of 35.0%YoY in the first half of the year, with a total of 17.5 million tourists, partly benefiting from the visa exemption measures. Chinese tourists continued to be the largest group, followed by Malaysian and Indian tourists.

International tourist arrivals, 6M2024



The average hotel occupancy rate nationwide declined to 67.5% in June from the previous month but was still higher than the same period last year. This was partly due to a decline in domestic tourists after entering the low season, while the number of foreign tourists continued to grow. Bangkok recorded the highest occupancy rate at 77.4%. The average occupancy rate for the first six months was 79.2%, followed by the southern and eastern regions.

Occupancy Rate, 6M2024



Export of Goods For August 2024

Major products	Share Jan-Jun 2024 (%)	Jan-Jun 24		Jun-24	
		USD million	%YoY*	USD million	%YoY*
Total exports	100.0	145,290	2.0	24,797	-0.3
Agriculture	10.3	14,972	7.6	2,512	-2.2
- Rice	2.3	3,304	48.1	644	96.6
- Rubber	1.6	2,280	30.6	337	28.8
- Tapioca	1.2	1,718	-16.4	261	-3.8
- Fruits	2.7	3,956	-6.0	671	-37.8
- Fishery	0.5	758	-0.3	113	-19.6
Agro-industrial	7.9	11,547	-1.9	1,876	-4.8
- Prepared or preserved seafood	1.2	1,770	4.4	286	-0.1
- Cane sugar and molasses	1.0	1,470	-37.3	192	-52.1
- Wheat products and other food preparations	0.9	1,289	8.6	210	4.2
- Beverages	0.8	1,094	2.5	173	-9.5
Manufacturing	78.1	113,537	2.0	19,442	0.3
- Automotive	13.6	19,702	-3.4	3,471	-0.7
- Electronics	17.1	24,835	11.7	4,772	8.3
- Electrical appliances	10.0	14,486	-4.2	2,322	-8.6
- Precious stones and jewelry	5.2	7,575	0.8	1,250	34.6
- Unwrought gold	2.1	3,017	-4.6	545	184.1
- Rubber products	4.5	6,501	-4.0	1,064	-7.9
- Petro-chemical products	3.0	4,311	-4.1	719	-6.3
- Chemicals	2.7	3,946	-6.6	704	-5.5
- Machinery & equipment	3.3	4,763	12.4	881	7.2
- Apparels & Textile	2.1	3,038	-0.0	487	-4.1
- Metal & steel	2.6	3,814	14.0	493	-24.2
Mining & Fuel	3.6	5,234	-2.1	967	1.3

Products	Jun-24	
	USD million	%YoY*
Automotive	3,471	-0.7
- Passenger car	1,185	21.9
- Pick up and trucks	934	22.9
- Motorcycle	200	-31.0
- Spark-ignition reciprocating internal combustion	237	-54.2
- Parts & accessories	803	-4.8

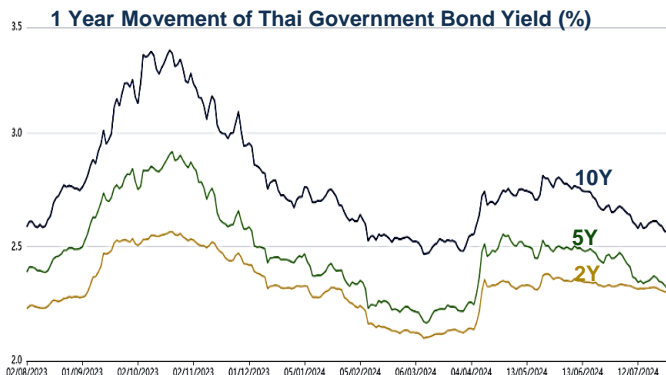
Products	Jun-24	
	USD million	%YoY*
Electronics	4,772	8.3
- Computer parts	2,292	22.0
- HDD	1,054	4.5
- Electronic integrated circuits	686	-21.4
- Telecommunication	731	20.1
- Semi-conductor devices, transistors, diodes	398	-5.8

Source: MOC (*Custom Basis)

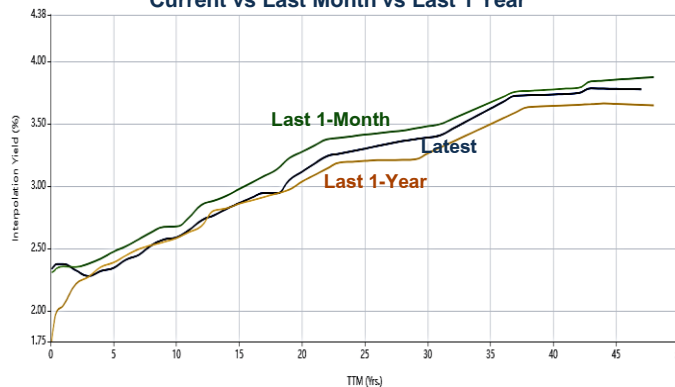
Thai Financial Market Data (1/2)

Data as of : 31 July 2024

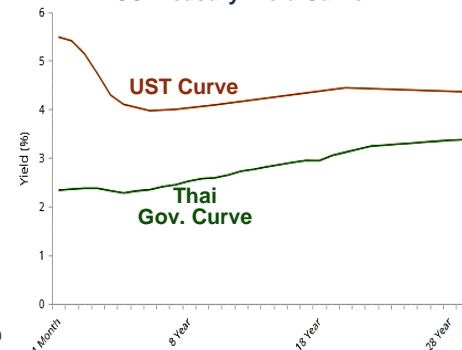
Fixed Income Market



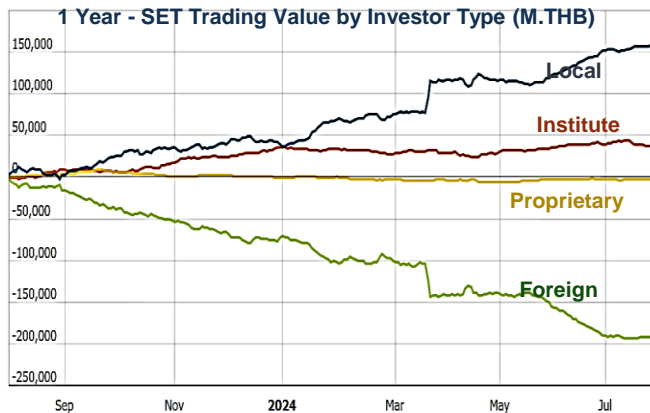
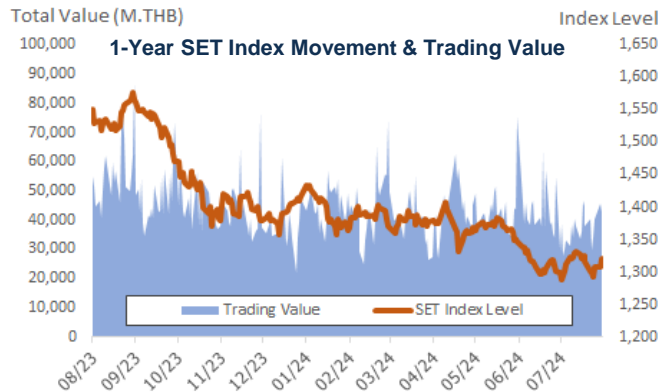
Shift in Thai Government Yield Curve Current vs Last Month vs Last 1 Year



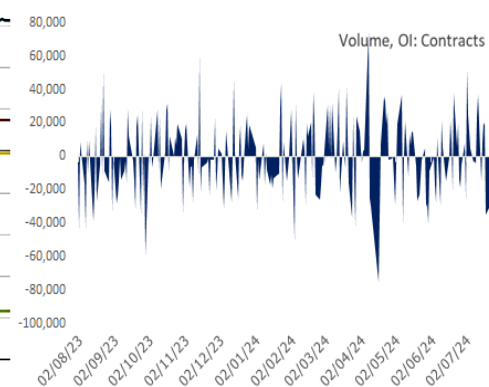
Thai Government Yield Curve versus US Treasury Yield Curve



Equity Market

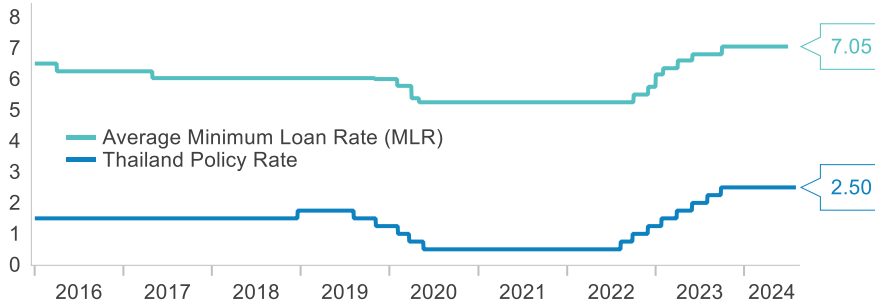


1 Year - TFEX Net Volume of Foreign Investor

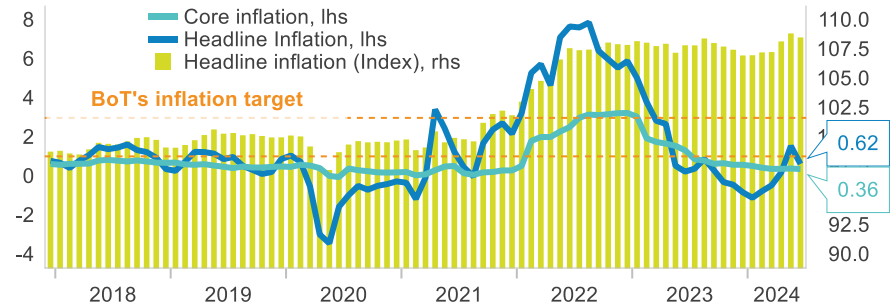


Policy Rate and Inflation

Thailand's Policy Rate and MLR

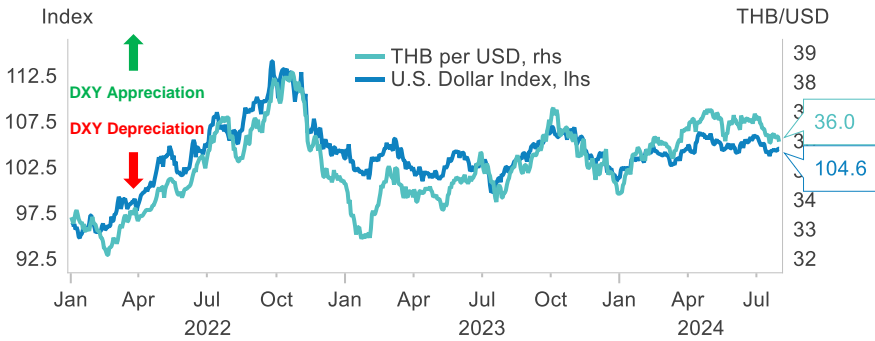


Thailand's Consumer Price Index

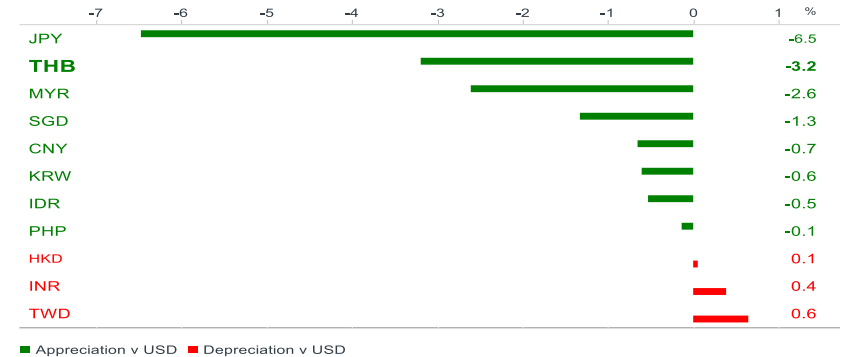


Exchange Rate

US Dollar Index and THB per USD



Asian Exchange Rate/USD (MTD)



End of Presentation

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