

Better-than-expected US services PMI and targeted tariffs lift risk sentiment

Trump plans his tariff ‘Liberation Day’ with more targeted push

President Donald Trump’s upcoming wave of tariffs is expected to be more targeted than the broad actions he has previously threatened, offering potential relief to markets concerned about an all-out tariff war. Trump is set to announce a “Liberation Day” tariff plan on April 2, revealing reciprocal tariffs he views as retaliation for tariffs and other trade barriers imposed by other countries, including key US allies.

Several US tariff-related updates emerged overnight

President Donald Trump on Monday issued an order allowing a 25% tariff to be imposed on any nation purchasing oil and gas from Venezuela, ratcheting up his dispute with the Latin American country over immigration with a move that risks roiling the global energy trade. In addition, Trump is set to announce additional tariffs on autos, lumber, and chips, although some countries may be exempt from these tariffs.

US PMI declines as tariff-driven material costs increase

The US manufacturing PMI fell to 49.8, down from its highest level since mid-2022. In contrast, the services PMI rose to 52.4, a three-month high, driven by increased new business and better weather. While service providers saw improved output, sentiment about future prospects dropped to its second-lowest point since 2022. The report also indicated that prices received by manufacturers rose at the fastest pace since February 2023, with the composite index of prices paid increasing at its quickest rate in nearly two years, including the sharpest rise for manufacturers since August 2022. Firms cited higher labor costs as contributing to these cost pressures.

Eurozone PMI gains momentum as Germany drives the recovery

Euro area business activity hit a seven-month high, driven by better-than-expected manufacturing performance, while the services sector fell short. The composite PMI rose to 50.4, above the 50 mark, though slightly below the predicted 50.7. The improvement was fueled by Germany’s multi-billion-euro spending package, set to revive its economy after five years of stagnation. France also showed progress, surpassing expectations despite a sub-50 reading as factories regained momentum.

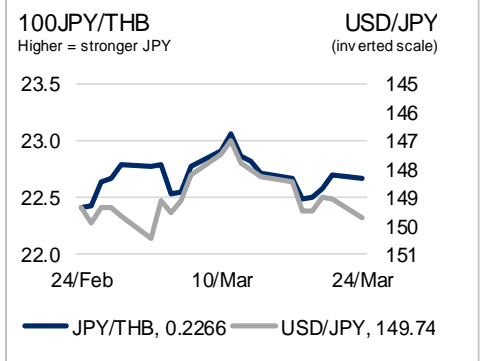
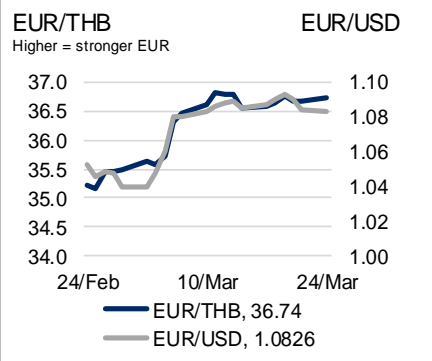
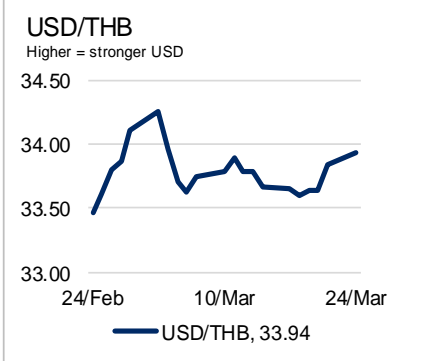
The dollar index saw a slight increase on Monday

The 10-year government bond yield (interpolated) on the previous trading day was 2.057, +1.25 bps. The benchmark government bond yield (LB353A) was 2.06, +2.0 bps. Meantime, the latest closed US 10-year bond yields was 4.34, +2.0 bps. USDTHB on the previous trading day closed around 33.94, moving in a range of 33.97 – 34.00 this morning. USDTHB could be closed between 33.90 – 34.15 today. The dollar strengthened as a surprising rise in the services PMI for March more than compensated for the contraction in manufacturing. There were also multiple tariff-related developments. The euro was unable to maintain early gains and briefly dropped below the 1.0800 mark due to dollar strength and the looming tariff threat, while Eurozone PMI data showed mixed results. The Japanese yen weakened, causing USD/JPY to rise above the 150.00 level, driven by the dollar’s strength, higher US yields, and increased risk appetite.

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

SET Index	1,190.1	S&P500	5,767.6	10Y UST	4.34%	Brent	73.00	Gold	3,031.3
24-Mar	▲ 0.3%	24-Mar	▲ 1.7%	24-Mar	▲ 9.0 bps	24-Mar	▲ 1.2%	24-Mar	▼ -0.03%

USD/THB 33.94	Daily ▲ 0.30%	EUR/THB 36.74	Daily ▲ 0.16%	JPY/THB 0.2266	Daily ▼ -0.17%
Rising Trend	Weekly ▲ 0.99%	Rising Trend	Weekly ▲ 0.27%	Sideways Trend	Weekly ▲ 0.80%
	Monthly ▲ 1.39%		Monthly ▲ 4.25%		Monthly ▲ 1.13%



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		104.12	0.2%	0.5%	-1.9%	103.42	107.36
EUR/USD		1.0826	-0.1%	-0.71%	2.9%	1.0401	1.0925
USD/JPY		149.74	0.5%	0.2%	0.3%	147.00	151.89
USD/CHF		0.8838	0.2%	0.2%	-1.3%	0.8763	0.9037
GBP/USD		1.2928	-0.2%	-0.3%	1.9%	1.2597	1.2984
USD/CAD		1.4354	0.0%	0.0%	1.3%	1.4165	1.4495
AUD/USD		0.6283	-0.2%	-1.3%	-1.7%	0.6205	0.6390
NZD/USD		0.5736	-0.4%	-1.2%	-0.6%	0.5603	0.5816
ASEAN Dollar		106.29	0.2%	0.4%	0.1%	0.00	107.07
USD/THB		33.94	0.3%	1.0%	1.4%	33.47	34.26
USD/SGD		1.3366	0.1%	0.4%	0.4%	1.3312	1.3496
USD/MYR		4.4282	0.2%	-0.3%	0.6%	4.3999	4.4637
USD/IDR		16,457	0.3%	0.6%	1.5%	16,195	16,486
USD/PHP		57.61	0.1%	0.2%	-0.9%	57.41	58.42
USD/CNY		7.2582	0.09%	0.4%	0.4%	7.2311	7.2964
USD/HKD		7.7733	0.0%	0.0%	0.2%	7.7591	7.7830

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		247,530	109
Gold		22,511	553
SDR		5,536	6
IMF Reserves		1,042	-26
Foreign Ccy		218,440	-424
Net Fwd Position		24,125	585

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
24/03/2025	-82	1,056	974
21/03/2025	469	657	1,126
20/03/2025	-2,834	2,910	76
19/03/2025	-708	-1,321	-2,028
18/03/2025	886	2,245	3,131
Last 5 days	-2,269	5,548	3,279

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -16,354	↑ 17,851	↑ 1,497
QTD	Quarter	↓ -34,356	↑ 9,602	↓ -24,754
YTD	Year	↓ -34,356	↑ 9,602	↓ -24,754

Money Market

Last update: 14/03/2025

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		2.25	0.00	2.50	ON		1.72	1.14	1.72	ON		0.08	0.07	0.08
1W		2.27	0.00	2.53	1W		1.61	0.22	1.61	1W		0.00	0.00	0.00
1M		2.30	0.00	2.55	1M		1.59	0.88	1.72	1M		0.35	0.12	0.35
2M		2.35	0.00	2.60	2M					2M		0.00	0.00	0.00
3M		2.40	0.00	2.65	3M		1.81	1.09	1.82	3M		0.75	0.34	0.75
6M		2.45	0.00	2.70	6M		1.95	1.31	1.99	6M		1.04	0.56	1.04
12M		2.55	0.00	2.81	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

Fixed Income Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		4.3400	9.00	7.00	-18.00	4.16	4.58
Gilt 10y		4.6760	4.38	-2.58	11.60	4.44	4.70
Bund 10y		2.7800	2.00	-12.00	30.00	2.35	2.90
JGB 10y		1.5270	0.70	1.60	30.20	1.20	1.55
TGB 1y		1.8546	-0.56	-4.01	-20.49	1.86	2.07
TGB 2y		1.7696	0.17	-7.85	-24.82	1.77	2.04
TGB 5y		1.8255	0.30	-9.05	-24.93	1.82	2.11
TGB 7y		1.9398	1.21	-9.07	-24.74	1.93	2.22
TGB 10y		2.0566	1.25	-7.62	-20.25	2.04	2.30
AAA Spread		71.09	0.00	-0.86	2.11	68.38	72.92
AA Spread		64.28	-0.36	-0.19	-0.91	63.67	65.61
A Spread		105.49	0.40	0.67	2.84	102.44	105.49
BBB Spread		313.43	-0.21	0.11	-22.11	312.98	335.59

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		73.00	1.2%	3.5%	-1.8%	69.28	76.05
London Gold		3030.3	-0.03%	0.3%	3.0%	2,861.4	3,034.0

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)		5,767.6	1.8%	2.72%	-3.6%	5,521.5	6,144.2
STOXX (EU)		559.70	-0.2%	-1.4%	0.3%	548.1	569.1
FTSE All-Share(UK)		4,662.9	-0.1%	-0.8%	-0.6%	4,591.0	4,784.8
DAX (DE)		22,852.7	-0.2%	-2.3%	1.9%	22,287.6	23,419.5
CAC All-Tradable(FR)		5,939.3	-0.2%	-1.2%	-0.6%	5,876.0	6,068.9
TOPIX (JP)		2,790.9	-0.5%	0.3%	2.0%	2,670.7	2,804.2
Shanghai (CH)		3,531.7	0.2%	-1.7%	-0.1%	3,476.5	3,594.4
Hang Seng (HK)		23,905.6	0.9%	-3.4%	2.4%	22,577.0	24,771.1
ASX 200 (AU)		7,936.9	0.1%	1.0%	-4.5%	7,749.1	8,419.2
SET (TH)		1,190.1	0.29%	1.2%	-3.7%	1,159.6	1,262.3
SET50 (TH)		758.2	0.5%	1.8%	-3.7%	732.8	808.6
Straits Times (SG)		3,936.3	0.3%	1.1%	0.2%	3,825.8	3,936.3
FTSE Malay (MY)		1,503.8	-0.1%	-1.6%	-5.1%	1,484.8	1,591.0
JSX Index (ID)		6,161.2	-1.5%	-1.0%	-8.7%	6,161.2	6,803.0
PSE Index (PH)		6,192.0	-1.2%	-1.5%	1.6%	5,998.0	6,360.8
Vn Index (VN)		1,330.3	0.6%	0.0%	2.0%	1,288.6	1,336.3

Sources: ttb analytics, CEIC

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

Important Disclosures

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