

New tariff threats take center stage ahead of the PCE data release

**US GDP in Q4 2025 grew by 2.4%, slightly exceeding expectations**

The US economy grew more quickly in the fourth quarter than previously thought, driven by a strong increase in corporate profits. The latest data shows GDP grew at a 2.4% annualized rate. Revisions to net exports, government spending, and business investment contributed to the upward revision. However, consumer spending growth, which makes up two-thirds of GDP, was revised down to 4%. The deflator eased to 2.3%, headline PCE held at 2.4%, and core PCE was revised down to 2.6%. Additionally, after-tax profits increased 5.9%, the largest jump in over two years, and corporate profit margins reached 15.9%, well above pre-pandemic levels.

**The US merchandise trade deficit decreased slightly as exports rose**

The US merchandise trade deficit shrank in February for the first time in four months, thanks to stronger exports, though high imports still suggested companies were stockpiling ahead of tariffs. The goods trade gap fell 4.9% to \$147.9 billion from a record high in January, surpassing economists' expectations of \$139 billion. Exports rose 4.1% to \$178.6 billion, driven by increased automobile shipments. Imports dipped 0.2% from a record, with a decline in industrial supplies.

**Tokyo inflation accelerates, keeping BOJ on rate hike path**

The cost of living in Tokyo increased slightly faster than the previous month, keeping the Bank of Japan on course for gradual interest rate hikes. Headline inflation rose to 2.9% in March, up from 2.8% in February. The data also showed continued upward pressure from food inflation, with non-fresh foods rising 5.6%. Rice prices surged by 92.4%, marking the largest increase since data began in 1971. Meanwhile, CPI excluding fresh food climbed 2.4% year-over-year, driven by rising inflation in processed foods. This exceeded the median economist forecast of 2.2%.

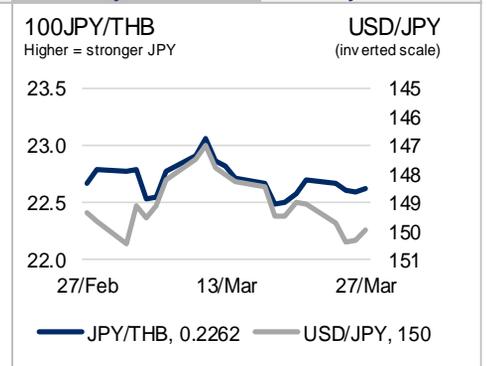
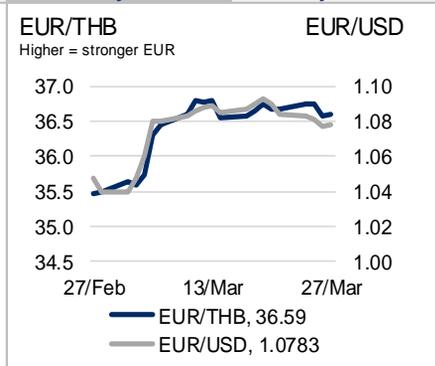
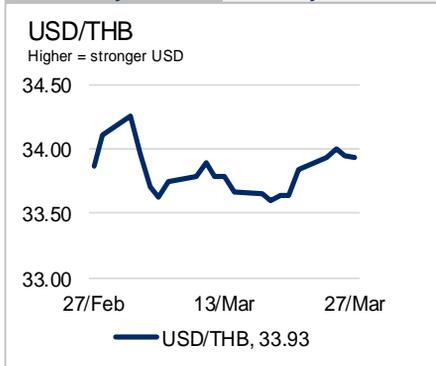
**The US dollar fell as earlier tariff-driven gains faded**

The 10-year government bond yield (interpolated) on the previous trading day was 2.057, -1.77 bps. The benchmark government bond yield (LB353A) was 2.06, -1.0 bps. Meantime, the latest closed US 10-year bond yields was 4.38, +3.0 bps. USDTHB on the previous trading day closed around 33.93, moving in a range of 33.855 – 33.885 this morning. USDTHB could be closed between 33.80 – 33.95 today. The dollar weakened, reversing most of Wednesday's gains, as Trump confirmed auto tariffs set to take effect April 2nd, amid ongoing growth concerns. Q4 GDP revisions showed higher GDP and sales, but lower core PCE prices, GDP deflator estimates, and consumer spending. Initial claims stayed around 225k, and continued claims fell more than expected, with markets awaiting the monthly Core PCE data. The Euro strengthened and briefly reached the 1.0800 level against the weaker dollar, with tariffs remaining the primary focus. The British pound gained, as the UK is viewed as less exposed to tariffs, though the upside in GBP/USD was limited by resistance around the 1.3000 level. The Japanese yen continued its recent decline, with USD/JPY rising back above the 151.00 mark.

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

<b>SET Index</b>	<b>1,187.9</b>	<b>S&amp;P500</b>	<b>5,693.3</b>	<b>10Y UST</b>	<b>4.38%</b>	<b>Brent</b>	<b>74.03</b>	<b>Gold</b>	<b>3,021.9</b>
27-Mar	▼ -0.2%	27-Mar	▼ -0.3%	27-Mar	▲ 3.0 bps	27-Mar	▲ 0.3%	27-Mar	▲ 1.0%

<b>USD/THB 33.93</b>	Daily ▼ -0.06%	<b>EUR/THB 36.59</b>	Daily ▲ 0.02%	<b>JPY/THB 0.2262</b>	Daily ▲ 0.15%
Sideways Trend	Weekly ▲ 0.28%	Sideways Trend	Weekly ▼ -0.25%	Sideways Trend	Weekly ▼ -0.36%
	Monthly ▲ 0.19%		Monthly ▲ 3.11%		Monthly ▼ -0.24%



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		104.27	-0.1%	0.3%	-2.2%	103.42	107.36
EUR/USD		1.0783	0.1%	-0.52%	3.0%	1.0401	1.0925
USD/JPY		150.00	-0.2%	0.6%	0.4%	147.00	150.64
USD/CHF		0.8827	-0.2%	0.1%	-1.5%	0.8763	0.9025
GBP/USD		1.2915	-0.1%	-0.3%	2.1%	1.2597	1.2984
USD/CAD		1.4250	-0.3%	-0.7%	-0.7%	1.4165	1.4495
AUD/USD		0.6313	0.3%	0.3%	0.2%	0.6205	0.6390
NZD/USD		0.5750	0.3%	-0.1%	1.0%	0.5603	0.5816
ASEAN Dollar		106.81	-0.1%	0.2%	0.8%	0.00	107.58
USD/THB		33.93	-0.1%	0.3%	0.2%	33.47	34.26
USD/SGD		1.3369	-0.1%	0.1%	-0.2%	1.3312	1.3496
USD/MYR		4.4252	-0.1%	0.1%	-0.3%	4.3999	4.4637
USD/IDR		16,474	-0.2%	0.4%	0.8%	16,207	16,510
USD/PHP		57.71	-0.4%	0.2%	-0.8%	57.41	58.22
USD/CNY		7.2611	-0.09%	0.1%	-0.2%	7.2311	7.2964
USD/HKD		7.7667	-0.2%	-0.1%	-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
27/03/2025	1,172	4,269	5,441
26/03/2025	-182	-5,306	-5,489
25/03/2025	-2,750	-1,190	-3,940
24/03/2025	-82	1,056	974
21/03/2025	469	657	1,126
Last 5 days	-1,373	-514	-1,887

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -18,114	↑ 15,623	↓ -2,491
QTD	Quarter	↓ -36,116	↑ 7,374	↓ -28,742
YTD	Year	↓ -36,116	↑ 7,374	↓ -28,742

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	2.52	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		<b>4.3800</b>	3.00	9.00	-14.00	4.22	4.62
Gilt 10y		<b>4.7022</b>	-2.72	9.94	16.47	4.44	4.73
Bund 10y		<b>2.7900</b>	0.00	-5.00	44.00	2.35	2.92
JGB 10y		<b>1.5830</b>	0.50	6.10	36.20	1.20	1.58
TGB 1y		<b>1.8494</b>	-0.26	-1.08	-11.02	1.85	2.06
TGB 2y		<b>1.7623</b>	-0.71	-0.56	-14.95	1.77	2.02
TGB 5y		<b>1.8268</b>	-0.91	0.43	-14.64	1.82	2.07
TGB 7y		<b>1.9510</b>	-1.46	2.34	-15.06	1.93	2.19
TGB 10y		<b>2.0565</b>	-1.77	1.25	-10.30	2.04	2.26
AAA Spread		<b>69.27</b>	-1.81	-1.81	-2.75	68.38	72.92
AA Spread		<b>63.70</b>	-0.16	-0.94	-1.07	63.67	65.61
A Spread		<b>105.20</b>	-0.59	0.10	2.23	102.44	105.89
BBB Spread		<b>335.89</b>	0.06	22.26	22.78	312.98	335.89

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		<b>74.03</b>	0.3%	2.6%	0.0%	69.28	74.31
London Gold		<b>3051.7</b>	1.0%	0.7%	5.5%	2,861.4	3,051.7

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)		<b>5,693.3</b>	-0.3%	0.45%	-2.9%	5,521.5	5,983.3
STOXX (EU)		<b>556.53</b>	-0.5%	-0.7%	-0.7%	548.1	569.1
FTSE All-Share(UK)		<b>4,676.3</b>	-0.3%	0.2%	-1.2%	4,591.0	4,784.8
DAX (DE)		<b>22,678.7</b>	-0.7%	-0.9%	0.6%	22,326.8	23,419.5
CAC All-Tradable(FR)		<b>5,915.2</b>	-0.5%	-0.7%	-1.2%	5,876.0	6,068.9
TOPIX (JP)		<b>2,815.5</b>	0.1%	0.4%	2.9%	2,670.7	2,815.5
Shanghai (CH)		<b>3,535.5</b>	0.1%	0.3%	-0.4%	3,476.5	3,594.4
Hang Seng (HK)		<b>23,578.8</b>	0.4%	-0.5%	-0.6%	22,941.3	24,771.1
ASX 200 (AU)		<b>7,969.0</b>	-0.4%	0.5%	-3.6%	7,749.1	8,308.2
SET (TH)		<b>1,187.9</b>	-0.21%	0.1%	-2.3%	1,159.6	1,235.9
SET50 (TH)		<b>759.1</b>	0.0%	0.6%	-2.1%	732.8	787.5
Straits Times (SG)		<b>3,981.6</b>	0.5%	1.4%	1.5%	3,825.8	3,981.6
FTSE Malay (MY)		<b>1,535.7</b>	1.2%	2.0%	-3.2%	1,484.8	1,588.7
JSX Index (ID)		<b>6,510.6</b>	0.6%	4.0%	0.4%	6,161.2	6,749.6
PSE Index (PH)		<b>6,139.5</b>	-0.4%	-2.0%	0.3%	5,998.0	6,360.8
Vn Index (VN)		<b>1,323.8</b>	-0.2%	0.1%	1.2%	1,303.0	1,336.3

Sources: ttb analytics, CEIC

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

**Important Disclosures**

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