

Market sentiment turns positive as hopes for tariff reductions grow

The US announced a trade framework with the UK

The UK and US finalized a trade deal maintaining a 10% UK tariff rate, with the UK set to purchase \$10B in Boeing planes. In exchange, Rolls-Royce can export engines and parts to the US tariff-free. The agreement is expected to generate \$6B in US tariff revenue and \$5B in new export opportunities, while enhancing national security through a metals trade zone and pharma supply chain. The UK will ease access for US exports like ethanol, beef, and tobacco. Auto exports are capped at 100,000 vehicles at the 10% rate, with a 25% tariff above that. Though Trump said the 10% rate isn't a template, USTR Greer called the deal a potential model for others.

Trump says China tariffs will come down from 145%

President Donald Trump said Thursday he anticipates meaningful trade talks with China this weekend and expects the current 145% U.S. tariffs on Chinese goods to likely be reduced.

Initial jobless claims drop, beating market expectations

Initial jobless claims for the week ending May 3 came in at 228,000, slightly below expectations of 230,000 and down from the previous week's 241,000. Continued claims for the week ending April 26 also declined, reaching 1.879 million versus the expected 1.886 million and prior 1.908 million.

BOE cuts rates to 4.25% in split vote as tariffs hit growth

The MPC cut the base rate by 25bps to 4.25% as expected, but the 7-2 vote revealed more division than anticipated. Mann and Pill opposed the cut, citing the need to stay restrictive to combat inflation. Dhingra and Taylor supported a deeper 50bps cut, warning of global growth risks and potential output gaps. The other five backed a 25bps cut, mostly influenced by recent trade developments. The MPC kept its "gradual and careful" easing guidance and reiterated that policy must remain restrictive, defying expectations of a shift in tone. The MPR lowered near-term inflation, raised 2025 growth, and cut 2026 forecasts, though it didn't factor in the upcoming UK-US trade deal. The press conference offered minimal new insight.

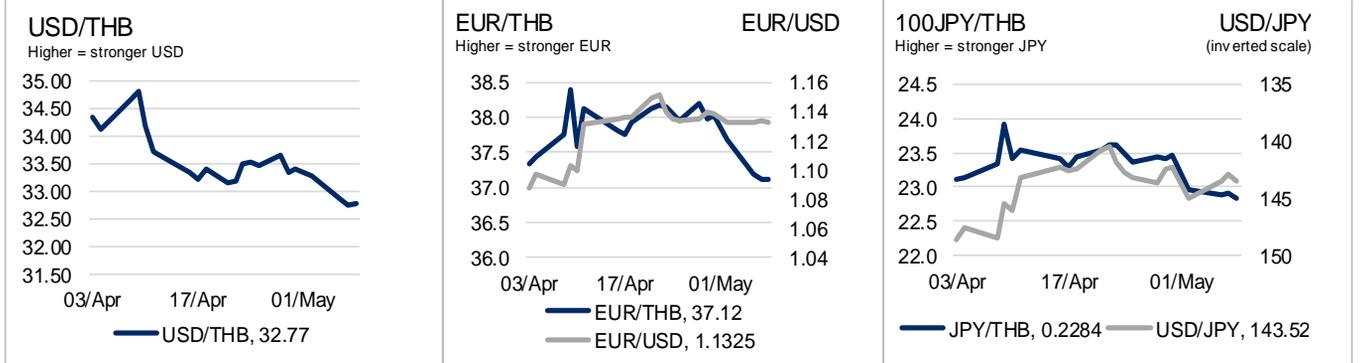
The dollar gained, fueled by optimism over the US-UK trade deal

The 10-year government bond yield (interpolated) on the previous trading day was 1.823, -0.46 bps. The benchmark government bond yield (LB353A) was 1.814, -0.66 bps. Meantime, the latest closed US 10-year bond yields was 4.37, +11.0 bps. USDTHB on the previous trading day closed around 32.77, moving in a range of 33.125 – 33.185 this morning. USDTHB could be closed between 32.95 – 33.35 today. The US dollar extended its post-FOMC gains, strengthening against all major currencies as renewed confidence in the US economy and trade optimism boosted sentiment. Mixed data releases had limited impact, though falling jobless claims and rising unit labor costs provided additional support. The euro weakened under pressure from a stronger dollar, slipping below the 1.1300 level, as the EU Commission unveiled a list of potential retaliatory measures against the US if trade talks collapse. The Japanese yen softened, with USD/JPY briefly reclaiming the 146.00 level, driven by improved risk appetite and rising US Treasury yields.

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

SET Index	1,206.6	S&P500	5,663.9	10Y UST	4.37%	Brent	62.84	Gold	3,341.1
8-May	▼ -1.1%	8-May	▲ 0.6%	8-May	▲ 11.0 bps	8-May	▲ 2.8%	8-May	▼ -1.0%

USD/THB 32.77	Daily ▲ 0.12%	EUR/THB 37.12	Daily ▼ -0.03%	JPY/THB 0.2284	Daily ▼ -0.27%
Sideways Trend	Weekly ▼ -1.89%	Falling Trend	Weekly ▼ -2.41%	Falling Trend	Weekly ▼ -2.75%
	Monthly ▼ -4.67%		Monthly ▼ -0.62%		Monthly ▼ -1.20%



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		99.69	0.2%	0.5%	-3.7%	98.32	104.43
EUR/USD		1.1325	-0.2%	-0.52%	4.1%	1.0775	1.1508
USD/JPY		143.52	0.4%	0.9%	-3.4%	140.42	150.91
USD/CHF		0.8229	-0.3%	-0.1%	-6.5%	0.8097	0.8835
GBP/USD		1.3331	-0.1%	-0.6%	2.6%	1.2820	1.3422
USD/CAD		1.3815	0.1%	-0.2%	-3.6%	1.3796	1.4382
AUD/USD		0.6447	-0.6%	0.6%	3.0%	0.5984	0.6483
NZD/USD		0.5977	-0.5%	0.5%	4.9%	0.5545	0.6009
ASEAN Dollar		103.44	0.2%	-1.3%	-2.8%	103.19	108.18
USD/THB		32.77	0.1%	-1.9%	-4.6%	32.73	34.80
USD/SGD		1.2931	0.2%	-1.1%	-3.7%	1.2906	1.3502
USD/MYR		4.2616	0.7%	-1.2%	-4.5%	4.2251	4.4971
USD/IDR		16,408	-0.1%	-1.3%	-0.5%	16,342	16,851
USD/PHP		55.78	0.3%	-0.7%	-2.9%	55.63	57.77
USD/CNY		7.2186	0.06%	-0.6%	-1.2%	7.2075	7.3700
USD/HKD		7.7554	0.1%	0.0%	-0.3%	7.7270	7.7862

FX Swap Market and BoT's Reserves

Foreign Fund Flows (THB.mn)

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

Date	Equity	Bond	Total
08/05/2025	-3,009	-7,956	-10,965
07/05/2025	4,524	11,252	15,776
06/05/2025	853	25,883	26,737
02/05/2025	-1,355	1,578	224
30/04/2025	3,319	-2,186	1,132
Last 5 days	4,332	28,571	32,903

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		255,779	-119
Gold		25,035	-65
SDR		5,633	-7
IMF Reserves		1,060	-1
Foreign Ccy		224,051	-47
Net Fwd Position		23,915	245

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 1,014	↑ 30,757	↑ 31,771
QTD	Quarter	↓ -13,710	↑ 87,197	↑ 73,488
YTD	Year	↓ -53,577	↑ 99,767	↑ 46,190

Money Market

Last update: 25/04/2025

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		1.75	1.75	2.00	ON		1.72	1.14	1.72	ON		0.08	0.07	0.08
1W		1.77	1.77	2.02	1W		1.61	0.22	1.61	1W		0.00	0.00	0.00
1M		1.80	1.80	2.05	1M		1.59	0.88	1.72	1M		0.35	0.12	0.35
2M		1.85	1.85	2.10	2M					2M		0.00	0.00	0.00
3M		1.90	1.90	2.15	3M		1.81	1.09	1.82	3M		0.75	0.34	0.75
6M		1.95	1.95	2.20	6M		1.95	1.31	1.99	6M		1.04	0.56	1.04
12M		2.04	2.04	2.30	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

Sources: ttb analytics, CEIC

Fixed Income Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		4.3700	11.00	18.00	8.00	4.06	4.42
Gilt 10y		4.4597	-6.17	-3.10	-20.47	4.45	4.77
Bund 10y		2.5000	-3.00	0.00	-38.00	2.45	2.92
JGB 10y		1.3180	3.50	-2.20	-20.90	1.18	1.59
TGB 1y		1.5643	-0.67	-5.95	-17.36	0.00	1.81
TGB 2y		1.5227	0.63	-1.79	-4.31	0.00	1.69
TGB 5y		1.5718	0.39	-1.91	-4.20	0.00	1.74
TGB 7y		1.7292	0.39	-4.62	-4.01	0.00	1.88
TGB 10y		1.8232	-0.46	-6.66	-6.51	0.00	1.99
AAA Spread		71.57	2.49	1.83	0.38	69.05	71.57
AA Spread		66.37	-0.49	-0.33	-0.91	62.06	67.30
A Spread		107.78	-0.06	-1.08	-2.78	104.88	110.98
BBB Spread		337.24	-0.07	0.05	1.03	335.63	337.31

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		62.84	2.8%	2.5%	-4.0%	60.23	67.96
London Gold		3341.1	-1.0%	3.6%	10.4%	3,002.7	3,454.7

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)		5,663.9	0.6%	-0.40%	3.8%	4,982.8	5,686.7
STOXX (EU)		554.50	0.9%	0.3%	15.1%	481.7	554.5
FTSE All-Share(UK)		4,628.8	-0.20%	0.6%	11.3%	4,151.4	4,656.5
DAX (DE)		23,280.6	0.7%	0.8%	17.6%	19,670.9	23,344.5
CAC All-Tradable(FR)		5,721.1	0.8%	-0.9%	11.5%	5,091.4	5,812.5
TOPIX (JP)		2,698.7	0.1%	1.2%	17.9%	2,288.7	2,698.7
Shanghai (CH)		3,513.0	0.3%	2.0%	8.2%	3,245.4	3,513.0
Hang Seng (HK)		22,775.9	0.4%	3.0%	-0.3%	19,828.3	23,206.8
ASX 200 (AU)		8,191.7	0.2%	-0.6%	9.1%	7,343.3	8,238.0
SET (TH)		1,206.6	-1.12%	0.8%	3.9%	1,074.6	1,220.3
SET50 (TH)		783.6	-1.3%	1.0%	5.7%	683.7	793.7
Straits Times (SG)		3,848.2	-0.4%	0.1%	10.9%	3,393.7	3,942.2
FTSE Malay (MY)		1,542.7	-0.5%	0.0%	10.1%	1,400.6	1,549.9
JSX Index (ID)		6,827.8	-1.4%	0.2%	13.9%	5,968.0	6,926.2
PSE Index (PH)		6,389.5	-1.2%	-0.3%	5.0%	5,822.9	6,465.5
Vn Index (VN)		1,269.8	1.6%	3.5%	4.9%	1,094.3	1,317.8

Sources: ttb analytics, CEIC

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

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