

Markets turn risk-off on concerns the US could enter the Israel-Iran war

Trump assembles security team amid tensions with Iran

President Trump met with his national security team amid rising Middle East tensions, fueling speculation the US may join Israel against Iran. After speaking with Prime Minister Netanyahu, Trump demanded Iran's "UNCONDITIONAL SURRENDER" on social media. The conflict's escalation has pushed up oil prices and raised concerns about global economic impacts as the US considers its next move.

US retail sales fall again amid tariff worries

US retail sales fell 0.9% in May, marking the biggest decline this year as seven of 13 categories saw decreases. The drop is tied to growing consumer concerns about tariffs and personal finances after strong spending earlier in the year. Restaurant and bar sales saw their steepest decline since early 2023. Although control-group sales, which feed into GDP, rose 0.4%, economists view the report as underwhelming, with signs of caution and potential weakness in certain retail segments.

US industrial output falls again, marking second drop in three months

US industrial production fell 0.2% in May, missing forecasts for a 0.1% rise. Manufacturing output edged up 0.1%, driven by a 4.9% jump in motor vehicles and parts, but output excluding that category fell 0.3%. Utilities dropped 2.9%, while mining rose 0.1%. Capacity utilization slipped to 77.4%, below expectations.

BoJ maintains rates, signals slower cutback in bond buying

The BoJ kept its interest rate steady at 0.5% as expected in a unanimous decision. It also announced plans to reduce monthly JGB purchases by about JPY 200 billion each quarter starting April 2026, following reports. Until March 2026, JGB purchases will continue to taper by JPY 400 billion per month. From April 2026, the reduction will slow to JPY 200 billion quarterly, with total monthly purchases around JPY 2 trillion by early 2027. Additionally, the BoJ will reduce auction frequency for shorter-maturity JGBs from four to three times per month. Meanwhile, Japan's economic assessment remains unchanged.

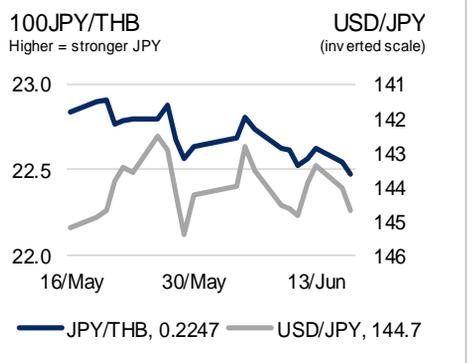
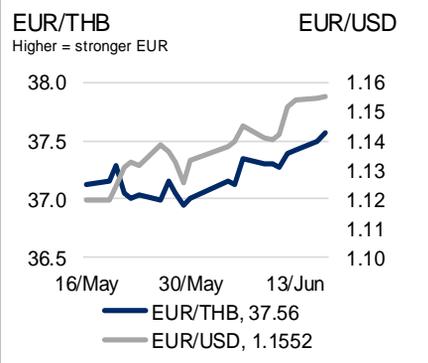
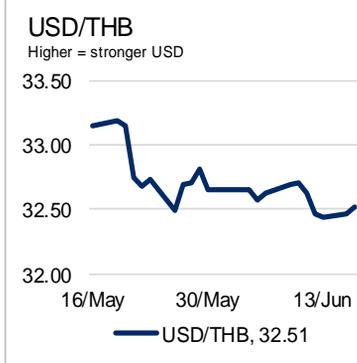
Dollar strengthens as Middle East conflict intensifies

The 10-year government bond yield (interpolated) on the previous trading day was 1.70, -1.17 bps. The benchmark government bond yield (LB353A) was 1.71, -1.27 bps. Meantime, the latest closed US 10-year bond yields was 4.39, -7.0 bps. USDTHB on the previous trading day closed around 32.51, moving in a range of 32.585 – 32.615 this morning. USDTHB could be closed between 32.50 – 32.75 today. The dollar strengthened broadly against other currencies on Tuesday, likely driven by a haven demand amid growing expectations of US involvement alongside Israel in the attack on Iran. All G10 currencies weakened, pressured by the flight to safety trade. This risk-averse mood favored the dollar and US Treasuries, while the Japanese yen held up relatively better. However, the yen gave way to USD gains, as the hawkish reaction to the BoJ's decision to keep rates steady at 0.5% proved short-lived.

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

SET Index	1,113.6	S&P500	5,982.7	10Y UST	4.39%	Brent	76.45	Gold	3,380.6
17-Jun	▼ -0.1%	17-Jun	▼ -0.84%	17-Jun	▼ -7.0 bps	17-Jun	▲ 4.3%	17-Jun	▼ -1.1%

USD/THB 32.51	Daily ▲ 0.13%	EUR/THB 37.56	Daily ▲ 0.19%	JPY/THB 0.2247	Daily ▼ -0.34%
Sideways Trend	Weekly ▼ -0.35%	Rising Trend	Weekly ▲ 0.78%	Falling Trend	Weekly ▼ -0.26%
	Monthly ▼ -1.95%		Monthly ▲ 1.16%		Monthly ▼ -1.62%



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		98.21	0.04%	-0.9%	-2.5%	98.16	101.57
EUR/USD		1.1552	0.1%	1.14%	3.2%	1.1109	1.1546
USD/JPY		144.70	0.5%	-0.1%	-0.3%	142.51	147.74
USD/CHF		0.8138	0.3%	-1.1%	-2.4%	0.8092	0.8434
GBP/USD		1.3569	0.0%	0.5%	1.9%	1.3196	1.3577
USD/CAD		1.3595	0.0%	-0.7%	-2.6%	1.3589	1.3966
AUD/USD		0.6523	0.5%	0.3%	1.7%	0.6393	0.6513
NZD/USD		0.6044	0.5%	0.1%	2.5%	0.5879	0.6047
ASEAN Dollar		106.03	0.0%	-0.1%	-1.7%	104.01	107.82
USD/THB		32.51	0.1%	-0.4%	-1.9%	32.44	33.40
USD/SGD		1.2820	0.0%	-0.3%	-1.1%	1.2816	1.3035
USD/MYR		4.2388	-0.1%	0.1%	-0.7%	4.2050	4.3266
USD/IDR		16,158	-0.1%	-0.1%	-1.4%	16,130	16,474
USD/PHP		56.67	0.2%	0.9%	1.6%	55.47	56.55
USD/CNY		7.1814	0.00%	0.0%	-0.2%	7.1676	7.2385
USD/HKD		7.8525	0.0%	0.1%	0.6%	7.7685	7.8554

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
17/06/2025	-608	-3,865	-4,472
16/06/2025	-3,530	-679	-4,210
13/06/2025	330	-275	55
12/06/2025	-731	-1,636	-2,367
11/06/2025	-234	-1,928	-2,162
Last 5 days	-4,774	-8,382	-13,156

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		257,740	190
Gold		24,967	157
SDR		5,659	8
IMF Reserves		1,064	2
Foreign Ccy		226,051	23
Net Fwd Position		22,085	240

Period-to-date	Equity	Bond	Total
MTD Month	↓ -5,921	↓ -13,503	↓ -19,425
QTD Quarter	↓ -36,793	↑ 41,584	↑ 4,790
YTD Year	↓ -76,660	↑ 54,153	↓ -22,507

Money Market

Last update: 06/06/2025

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	1.75	ON		1.72	1.14	1.72	ON		0.08	0.07	0.08
1W		1.77	1.77	1.77	1W		1.61	0.22	1.61	1W		0.00	0.00	0.00
1M		1.79	1.79	1.80	1M		1.59	0.88	1.72	1M		0.35	0.12	0.35
2M		1.84	1.84	1.85	2M					2M		0.00	0.00	0.00
3M		1.89	1.89	1.90	3M		1.81	1.09	1.82	3M		0.75	0.34	0.75
6M		1.93	1.93	1.94	6M		1.95	1.31	1.99	6M		1.04	0.56	1.04
12M		2.03	2.03	2.04	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		4.3900	-7.00	-12.00	10.00	4.17	4.54
Gilt 10y		4.5418	-1.78	-8.92	-1.76	4.45	4.76
Bund 10y		2.5500	-1.00	0.00	7.00	2.45	2.67
JGB 10y		1.4770	4.80	-0.40	15.40	1.29	1.57
TGB 1y		1.5075	-1.09	-1.44	-5.94	1.52	1.57
TGB 2y		1.5010	-0.67	-0.47	-7.15	1.49	1.61
TGB 5y		1.5298	-1.60	-0.29	-11.86	1.52	1.68
TGB 7y		1.6389	-0.58	0.23	-15.13	1.62	1.83
TGB 10y		1.6980	-1.17	-0.15	-16.95	1.68	1.90
AAA Spread		71.20	-0.60	0.23	0.32	68.34	71.82
AA Spread		67.35	1.42	1.28	0.98	65.80	67.35
A Spread		111.59	-0.05	1.41	2.82	107.98	111.64
BBB Spread		285.21	-0.02	-0.06	-39.17	285.14	337.10

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		76.45	4.4%	9.6%	16.9%	63.90	76.45
London Gold		3380.6	-1.1%	1.3%	4.4%	3,171.4	3,420.2

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)		5,982.7	-0.8%	-0.7%	0.7%	5,802.8	6,045.3
STOXX (EU)		557.76	-1.0%	-1.8%	-2.6%	557.8	572.9
FTSE All-Share(UK)		4,795.4	-0.43%	-0.4%	1.6%	4,664.6	4,823.6
DAX (DE)		23,434.7	-1.1%	-2.1%	-2.5%	23,434.7	24,323.6
CAC All-Tradable(FR)		5,713.5	-0.7%	-1.2%	-3.1%	5,713.3	5,896.3
TOPIX (JP)		2,787.0	0.4%	-0.1%	1.8%	2,717.1	2,812.0
Shanghai (CH)		3,550.5	0.0%	-0.4%	0.6%	3,500.3	3,567.6
Hang Seng (HK)		23,980.3	-0.3%	-1.6%	1.3%	23,158.0	24,366.9
ASX 200 (AU)		8,541.3	-0.08%	-0.6%	3.0%	8,279.6	8,592.1
SET (TH)		1,113.6	-0.08%	-2.5%	-6.9%	1,113.6	1,216.7
SET50 (TH)		724.1	-0.2%	-2.5%	-7.1%	724.1	793.9
Straits Times (SG)		3,930.6	0.6%	0.3%	1.2%	3,875.6	3,936.3
FTSE Malay (MY)		1,511.6	-0.5%	-0.8%	-2.9%	1,503.3	1,583.5
JSX Index (ID)		7,155.9	0.5%	-0.9%	2.5%	6,827.8	7,230.7
PSE Index (PH)		6,369.2	0.2%	0.3%	-1.5%	6,305.4	6,566.8
Vn Index (VN)		1,347.7	0.7%	2.5%	2.5%	1,296.3	1,347.7

Sources: ttb analytics, CEIC

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

Important Disclosures

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