

Trump cuts trade talks with Canada amid digital tax dispute

US core PCE rose more than expected in May

Core PCE rose 0.2% in May, exceeding the 0.1% forecast and accelerating from the previous 0.1%. For annual basis, core PCE increased to 2.7%, above expectations, with the previous figure revised up to 2.6% from 2.5%. Meanwhile, headline PCE came in line with forecasts, rising 0.1% month-over-month and 2.3% year-over-year, up from a revised 2.2%. The hotter-than-expected core PCE underscores persistent inflation, remaining above the Fed's 2% target, and raises concerns that upcoming tariffs may further elevate price pressures. Elsewhere, personal income fell 0.4% (vs. +0.3% expected), adjusted consumption slipped 0.1%, and real consumption dropped 0.3%, reversing the prior month's 0.1% gain.

Trump cuts trade talks with Canada amid digital tax dispute

President Donald Trump announced the suspension of all trade talks with Canada in response to the country's digital services tax and threatened new tariffs within a week. The tax, enacted a year ago, is set to take effect Monday, with initial payments due despite business warnings that it could raise service costs and provoke U.S. retaliation. Canadian officials and business groups have reacted strongly, with Prime Minister Mark Carney affirming Canada's commitment to ongoing complex negotiations, while some urge dropping the tax to resume trade discussions.

Senate gives initial approval to Trump's expansive tax and spending legislation

President Trump's major tax cut and spending bill passed its first Senate hurdle on Saturday with a narrow 51–49 vote, boosting its chances of full approval soon. Trump celebrated the vote as a significant victory, calling it a "great big, beautiful bill." However, the non-partisan Congressional Budget Office warned that the Senate version would add \$3.3 trillion to the US national debt over the next decade.

Slight inflation uptick in France and Spain not troubling ECB

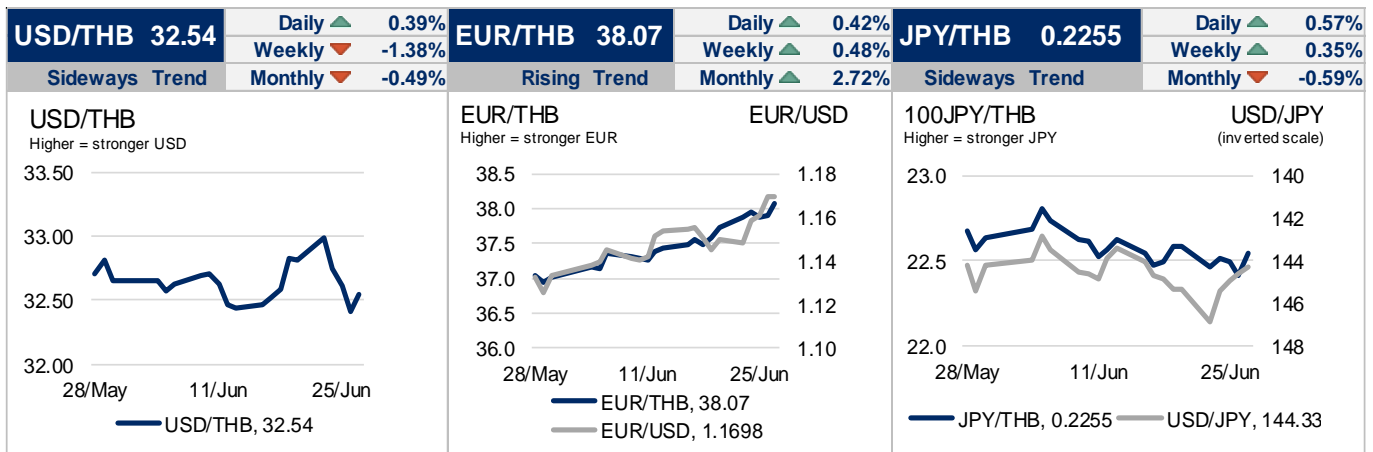
Inflation ticked up in France and Spain in June, but not enough to worry ECB officials, who remain confident in meeting their 2% target. France saw a rise to 0.8%, driven by services, while Spain's 2.2% increase matched forecasts, led by higher fuel and food prices.

Dollar rises as Trump sparks new trade worries

The 10-year government bond yield (interpolated) on the previous trading day was 1.60, -1.45 bps. The benchmark government bond yield (LB353A) was 1.61, -0.76 bps. Meantime, the latest closed US 10-year bond yields was 4.29, +3.0 bps. USDTHB on the previous trading day closed around 32.54, moving in a range of 32.605 – 32.64 this morning. USDTHB could be closed between 32.50 – 32.75 today. The dollar index ended its four-day decline after President Trump renewed tariff threats against Canada, triggering risk-off sentiment in FX markets. Meanwhile, May's PCE data revealed persistent core inflation and an unexpected decline in personal income, causing a brief dip in the dollar before it rebounded. The Atlanta Fed also revised its Q2 GDP forecast down to 2.9% from 3.4% after recent US reports. G10 FX was mostly flat or weaker vs. the dollar. The euro gained after reports the EU may cut US tariffs to win Trump's favor, with a deal expected by July 9. Meanwhile, stronger-than-expected preliminary CPI data from France and Spain weighed on Bunds. The euro outperformed, with EUR/USD around 1.1700 going into the weekend.

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

SET Index	1,082.4	S&P500	6,173.1	10Y UST	4.29%	Brent	67.77	Gold	3,286.3
27-Jun	▼ -2.2%	27-Jun	▲ 0.52%	27-Jun	▲ 3.0 bps	27-Jun	▲ 0.1%	27-Jun	▼ -1.6%



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		97.32	-0.1%	-1.8%	-2.3%	97.37	100.16
EUR/USD		1.1698	0.0%	1.88%	3.3%	1.1258	1.1695
USD/JPY		144.33	-0.2%	-1.7%	0.1%	142.51	146.84
USD/CHF		0.8000	-0.3%	-2.4%	-3.2%	0.8020	0.8308
GBP/USD		1.3738	0.2%	2.4%	1.7%	1.3389	1.3712
USD/CAD		1.3671	-0.1%	-0.8%	-1.1%	1.3589	1.3869
AUD/USD		0.6540	0.2%	2.0%	1.3%	0.6409	0.6529
NZD/USD		0.6059	0.1%	2.1%	1.5%	0.5934	0.6053
ASEAN Dollar		104.94	0.1%	-1.4%	-0.5%	104.01	106.44
USD/THB		32.54	0.4%	-1.4%	-0.5%	32.41	32.99
USD/SGD		1.2746	0.1%	-1.3%	-1.0%	1.2733	1.2929
USD/MYR		4.2242	0.1%	-1.3%	-0.4%	4.2050	4.2802
USD/IDR		16,117	-0.3%	-1.6%	-0.6%	16,130	16,376
USD/PHP		56.79	-0.1%	-1.9%	1.7%	55.47	57.90
USD/CNY		7.1635	0.21%	-0.3%	-0.3%	7.1488	7.2039
USD/HKD		7.8466	0.2%	-0.1%	0.1%	7.8162	7.8642

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		258,411	-1476
Gold		25,405	-486
SDR		5,674	-14
IMF Reserves		1,132	63
Foreign Ccy		226,201	-1040
Net Fwd Position		22,510	145

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
27/06/2025	-1,129	-2,513	-3,642
26/06/2025	765	-2,142	-1,377
25/06/2025	2,652	-2,493	159
24/06/2025	240	41	281
23/06/2025	913	1,320	2,233
Last 5 days	3,441	-5,787	-2,346
Period-to-date	Equity	Bond	Total
MTD Month	↓ -8,070	↓ -16,475	↓ -24,545
QTD Quarter	↓ -38,941	↑ 38,612	↓ -330
YTD Year	↓ -78,808	↑ 51,181	↓ -27,627

Money Market

Last update: 20/06/2025





















































THB BIBOR	1M Hist	Last	1M Range		THBFIX	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: 29/03/2023

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	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		4.2900	3.00 	-10.00 	-1.00 	4.25	4.54
Gilt 10y		4.4864	-0.93 	-6.32 	-3.50 	4.45	4.77
Bund 10y		2.5700	2.00 	2.00 	7.00 	2.50	2.68
JGB 10y		1.4450	1.90 	-5.30 	12.70 	1.28	1.56
TGB 1y		1.4706	-0.06 	-2.29 	-7.74 	1.47	1.56
TGB 2y		1.4014	-0.13 	-4.97 	-17.08 	1.40	1.60
TGB 5y		1.4098	-0.62 	-8.93 	-20.84 	1.42	1.65
TGB 7y		1.5189	-1.40 	-8.76 	-26.06 	1.53	1.80
TGB 10y		1.5997	-1.45 	-8.61 	-22.68 	1.61	1.86
AAA Spread		71.85	0.07 	0.91 	2.99 	68.86	72.45
AA Spread		67.50	0.01 	-0.50 	1.13 	65.80	68.02
A Spread		109.88	-0.89 	-0.73 	1.54 	108.01	111.78
BBB Spread		285.39	0.01 	0.12 	-39.14 	285.14	324.53

































































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		67.77	0.1% 	-5.2% 	6.1% 	63.90	77.31
London Gold		3286.3	-1.6% 	-2.3% 	-0.2% 	3,278.9	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)		6,173.1	0.52% 	2.5% 	4.4% 	5,888.6	6,173.1
STOXX (EU)		563.40	1.4% 	2.2% 	-0.5% 	549.3	571.2
FTSE All-Share(UK)		4,793.1	0.77% 	0.8% 	0.7% 	4,732.0	4,823.6
DAX (DE)		24,033.2	1.6% 	3.3% 	0.1% 	23,057.4	24,323.6
CAC All-Tradable(FR)		5,728.7	1.7% 	2.1% 	-0.7% 	5,610.0	5,818.9
TOPIX (JP)		2,840.5	1.3% 	2.9% 	1.4% 	2,756.5	2,840.5
Shanghai (CH)		3,589.2	-0.7% 	1.3% 	1.8% 	3,500.3	3,622.4
Hang Seng (HK)		24,284.2	-0.2% 	2.5% 	4.3% 	23,158.0	24,474.7
ASX 200 (AU)		8,514.2	-0.43% 	0.5% 	1.2% 	8,361.0	8,592.1
SET (TH)		1,082.4	-2.20% 	1.8% 	-6.7% 	1,062.8	1,178.4
SET50 (TH)		703.8	-2.6% 	1.6% 	-6.9% 	692.5	770.5
Straits Times (SG)		3,966.2	0.7% 	2.2% 	1.8% 	3,879.3	3,966.2
FTSE Malay (MY)		1,528.2	0.6% 	1.7% 	0.3% 	1,501.4	1,535.4
JSX Index (ID)		6,897.4	1.0% 	-0.1% 	-4.4% 	6,787.1	7,230.7
PSE Index (PH)		6,408.3	1.2% 	3.1% 	-0.3% 	6,218.3	6,425.8
Vn Index (VN)		1,371.4	0.4% 	1.0% 	2.9% 	1,310.6	1,371.4

Sources: ttb analytics, CEIC

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

Important Disclosures

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