

Geopolitical tensions back in the spotlight

**Geopolitical tensions back in the spotlight**

Oil prices climbed as geopolitical tensions in the Strait of Hormuz escalated following multiple reported attacks on commercial vessels. Iran's IRGC was reported to have fired missiles at two ships, including a Qatari oil tanker, while UKMTO later received reports of two additional incidents. Saudi Arabia subsequently confirmed that one of the targeted vessels was a Saudi tanker and blamed Iran for the attacks. The escalation prompted fresh US military strikes and the revocation of Iran's oil waiver, heightening concerns over potential disruptions to global energy supplies and further undermining the fragile ceasefire.

**Inflation expectations rise while Fed maintains flexible policy stance**

The New York Fed's survey of consumer expectations indicated a further increase in one- and three-year inflation expectations to 3.7% and 3.3%, respectively, while five-year expectations remained anchored at 3.0%. Separately, New York Fed President Williams noted that lower energy prices have improved the near-term inflation outlook, although inflation remains elevated. He reiterated that monetary policy is well positioned and stressed that future policy decisions will remain data-dependent, adding that forward guidance is inappropriate given the current level of uncertainty.

**Political events add to European market uncertainty**

Political developments weighed on sentiment in Europe; with Marine Le Pen convicted of embezzlement in France while reaffirming her 2027 presidential ambitions. In the UK, Nigel Farage announced plans to resign as an MP to trigger a by-election ahead of his campaign for the Clacton-on-Sea seat.

**S&P Dow Jones flags Indonesia for potential frontier market downgrade**

S&P Dow Jones Indices placed Indonesia on watch for a potential downgrade to frontier market status, warning that special measures for Indonesian securities may be introduced if market conditions worsen. While a downgrade is not imminent, the index provider said it could make a decision at its 2027 annual review if the issues remain unresolved.

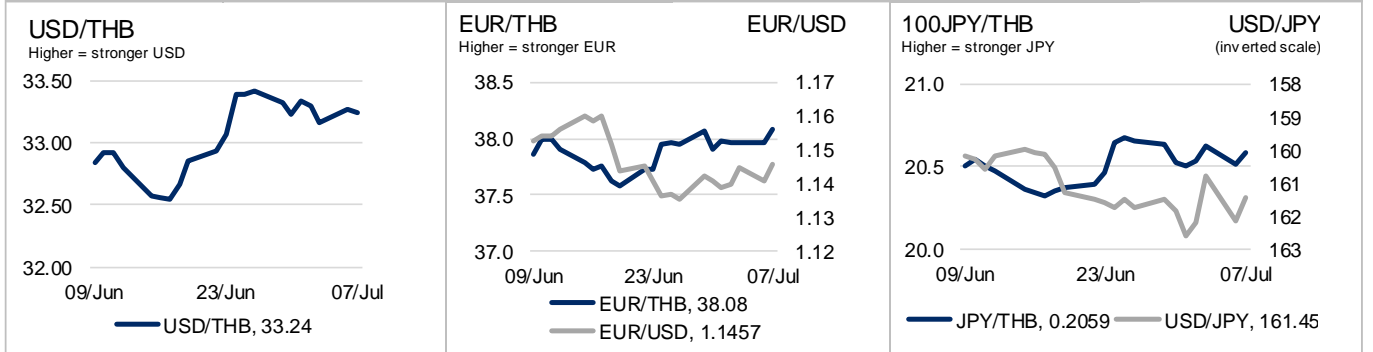
**Dollar strengthens on rising geopolitical tensions and higher treasury yields**

The 10-year government bond yield (interpolated) on the previous trading day was 1.967, -0.11 bps. The benchmark government bond yield (LB365A) was 1.95, +1.00 bps. Meantime, the latest closed US 10-year bond yields was 4.55, +7.0 bps. USDTHB on the previous trading day closed around 33.24, moving in a range of 33.36 – 33.41 this morning. USDTHB could be closed between 33.30 – 33.50 today. The US dollar strengthened broadly against its G10 peers on Tuesday, with gains accelerating late in the US session after Washington adopted a tougher stance on Iran by revoking Iran's General License X and warning Tehran of consequences over its actions in the Strait of Hormuz. The geopolitical escalation, alongside higher US Treasury yields and oil prices, supported the Greenback. Meanwhile, EUR and GBP ended modestly lower amid political developments in France and the UK, while JPY initially outperformed after Japan's Economy Minister Kiuchi dismissed speculation of government pressure on the BoJ to cut rates. However, the yen later reversed its gains, with USD/JPY climbing back above the 162.00 level by the close.

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

<b>SET Index</b>	<b>1,604.13</b>	<b>S&amp;P500</b>	<b>7,503.85</b>	<b>10Y UST</b>	<b>4.55%</b>	<b>Brent</b>	<b>74.16</b>	<b>Gold</b>	<b>4,106.24</b>
7-Jul	▼ -0.79%	7-Jul	▼ -0.45%	7-Jul	▲ 7.0 bps	7-Jul	▲ 3.0%	7-Jul	▼ -0.8%

<b>USD/THB 33.24</b>	Daily ▼ -0.08%	<b>EUR/THB 38.08</b>	Daily ▲ 0.33%	<b>JPY/THB 0.2059</b>	Daily ▲ 0.34%
Weekly ▼ -0.30%	Weekly ▲ 0.28%	Weekly ▲ 0.40%	Monthly ▲ 0.58%	Monthly ▲ 0.40%	
Sideways Trend	Monthly ▲ 1.19%	Rising Trend	Monthly ▲ 0.58%	Rising Trend	Monthly ▲ 0.40%



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoT's daily closing rates

**Main Contributor**

Wajarawij Ramindra  
wajarawij.ram@ttbank.com

Pimchatr Ekkachan  
pimchatr.ekk@ttbank.com

ttb analytics | ttbanalytics@ttbank.com  
Naris Sathapholdeja | naris.sat@ttbank.com  
Kasem Harnchanpanich | kasem.har@ttbank.com

Currency Market

Currency	1M History	Last	% Chg (1D)	% Chg (1W)	% Chg (1M)	1M Range	
						Min	Max
Dollar Index		100.69	-0.44%	-0.7%	0.6%	99.08	101.57
EUR/USD		1.1457	0.4%	0.6%	-0.6%	1.1355	1.1645
USD/JPY		161.45	-0.4%	-0.7%	0.8%	159.52	162.59
USD/CHF		0.8035	-0.3%	-0.8%	0.8%	0.7853	0.8114
GBP/USD		1.3417	0.7%	1.4%	0.6%	1.3167	1.3463
USD/CAD		1.4188	-0.5%	-0.4%	1.7%	1.3813	1.4260
AUD/USD		0.6954	0.5%	0.9%	-1.3%	0.6880	0.7165
NZD/USD		0.5707	0.4%	0.9%	-1.8%	0.5639	0.5954
ASEAN Dollar		107.95	-0.23%	-0.32%	0.1%	106.78	108.63
USD/THB		33.24	-0.1%	-0.3%	1.2%	32.54	33.42
USD/SGD		1.2892	-0.4%	-0.5%	0.1%	1.2773	1.2976
USD/MYR		4.0655	-0.2%	-0.5%	0.1%	3.9589	4.1446
USD/IDR		17,870	-0.1%	0.1%	-1.0%	17,636	18,050
USD/PHP		61.42	-0.3%	-0.4%	-0.5%	60.46	61.79
USD/CNY		6.7823	-0.2%	-0.3%	0.0%	6.7566	6.8119
USD/HKD		7.8250	-0.2%	-0.3%	-0.1%	7.8269	7.8559

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		279,304	-3340
Gold		30,844	-535
SDR		5,677	-18
IMF Reserves		1,139	-20
Foreign Ccy		241,644	-2767
Net Fwd Position		22,670	-130

Last update: 26/06/2026

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
07/07/2026	1,054	-7,014	-5,960
06/07/2026	735	-830	-95
03/07/2026	5,782	4,051	9,833
02/07/2026	8,560	2,802	11,362
01/07/2026	-1,592	4,328	2,736
Last 5 days	14,540	3,336	17,876

	Period-to-date	Equity	Bond	Total
MTD	Month	↑ 14,540	↑ 3,336	↑ 17,876
QTD	Quarter	↑ 14,540	↑ 3,336	↑ 17,876
YTD	Year	↑ 41,714	↑ 59,106	↑ 100,820

Money Market

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		1.00	1.00	1.00	ON		1.72	1.14	1.72	ON		0.08	0.07	0.08
1W		1.02	1.02	1.02	1W		1.61	0.22	1.61	1W		0.00	0.00	0.00
1M		1.05	1.05	1.05	1M		1.59	0.88	1.72	1M		0.35	0.12	0.35
2M		1.10	1.10	1.10	2M					2M		0.00	0.00	0.00
3M		1.15	1.15	1.15	3M		1.81	1.09	1.82	3M		0.75	0.34	0.75
6M		1.21	1.21	1.21	6M		1.95	1.31	1.99	6M		1.04	0.56	1.04
12M		1.30	1.30	1.31	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		4.5500	7.00		11.00		0.00		4.38	4.56
Gilt 10y		4.8582	0.46		9.56		-19.02		4.76	5.21
Bund 10y		2.9800	5.00		13.00		-19.00		2.84	3.17
JGB 10y		2.8230	5.50		18.60		13.20		2.55	2.82
TGB 1y		0.9385	-0.27		-1.04		-3.27		0.94	0.97
TGB 2y		1.1021	0.27		-5.99		-15.17		1.10	1.26
TGB 5y		1.5054	0.85		-8.73		-22.95		1.50	1.75
TGB 7y		1.6991	0.19		-11.95		-30.60		1.70	2.03
TGB 10y		1.9674	-0.11		-9.40		-35.08		1.97	2.32
AAA Spread		68.19	0.08		0.11		-0.45		65.49	69.43
AA Spread		51.28	0.04		0.27		-0.53		50.12	55.33
A Spread		92.00	0.02		0.46		-0.70		91.10	93.14
BBB Spread		313.26	-0.04		0.25		-46.66		313.01	360.37

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		74.16	3.0%		3.6%		-18.9%		71.57	95.03
London Gold		4106.24	-0.8%		3.2%		-5.1%		3,978.6	4,465.0

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)		7,503.85	-0.45%		0.3%		1.6%		7,267.0	7,584.3
STOXX (EU)		669.80	-1.3%		0.4%		3.6%		643.6	680.5
FTSE All-Share(UK)		5,724.9	0.1%		1.6%		4.1%		5,501.2	5,735.5
DAX (DE)		25,465.3	-1.4%		1.7%		4.2%		24,195.3	25,817.9
CAC All-Tradable(FR)		6,253.8	-0.6%		1.3%		2.6%		6,061.7	6,310.2
TOPIX (JP)		4,062.3	-1.0%		1.3%		4.3%		3,830.4	4,102.0
Shanghai (CH)		4,184.3	-1.3%		-3.0%		0.8%		4,151.9	4,366.0
Hang Seng (HK)		23,496.9	-0.5%		2.7%		-5.9%		22,671.9	26,038.3
ASX 200 (AU)		8,803.9	-0.3%		0.9%		2.3%		8,604.2	8,966.3
SET (TH)		1,604.13	-0.79%		1.0%		1.3%		1,540.9	1,616.9
SET50 (TH)		1,054.7	-0.6%		1.9%		3.5%		1,006.1	1,060.8
Straits Times (SG)		5,342.2	1.6%		3.5%		6.4%		4,958.9	5,342.2
FTSE Malay (MY)		1,682.9	0.0%		1.6%		0.2%		1,656.8	1,712.0
JSX Index (ID)		5,986.5	1.2%		5.1%		12.1%		5,342.1	6,255.0
PSE Index (PH)		6,247.1	0.4%		2.9%		6.3%		5,879.4	6,272.9
Vn Index (VN)		1,848.3	0.3%		-1.0%		3.1%		1,790.5	1,878.0

Sources: ttb analytics, CEIC

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

### Important Disclosures

This document is issued by ttb analytics, a division of ttb Bank PCL. All analyses are based on information available to the public. Although the information contained herein is believed to be gathered from reliable sources, ttb makes no guarantee to its accuracy and completeness. ttb may have issued, and may in the future issue, other reports that are inconsistent with, and reach different conclusions from, the information presented in this report. Opinions or predictions expressed herein reflect the authors' views, not that of ttb, as of date of the analysis and are subject to change without notice. ttb shall not be responsible for the use of contents and its implication.