

KBank

Daily Update

15 July 2025

Bond yields surged amid deficits fear while eye US CPI today

Market summary: Dollar index gained further, and bond yields rose especially in Japan and Europe amid rising deficits fears. BoJ are likely to raise inflation forecasts at meeting later this month. China exports rose 5.8%YoY higher than expected amid US-China trade truce mid-May. Thailand's cabinet is set to endorse the appointment of a new BOT chief today.

Factors to watch: China 2Q GDP, US CPI (Tue) UK CPI, US PPI, BI meeting (Wed) Japan Exports, UK Unemployment rate, US Retail Sales and Industrial Production (Thu) Japan CPI, US UoM Consumer Sentiment (Fri)

USD/THB: Open 32.47, Support 32.35, Resistance 32.60

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Macro update

- **The U.S. dollar index closed 0.2% stronger at 98.08** and Treasury yields rose with 2-year up 1.5bps to 3.9%, 10-year up 2.4bps to 4.43% and 30-year rose 2.8bps to 4.98% near the highest level in a month **amid Trump's latest tariffs threat and as markets keep close eyes on US CPI tonight** which is expected to accelerate owing to tariffs impact. Goods worth watching are toys, furniture and recreational goods.
- Pressures have been building globally on government debt, especially on longer-dated bonds. In **Japan, 30-year yields spiked 11bps yesterday on worries about further spending and tax cuts**. In **Germany and France, yields on 30-year bond crept up near the highest level in 14 years as investor demand a growing premium to fund the governments' increased outlays on defense**.
- **Euro fell -0.2% against US dollar**. EU is targeting EUR 72 billion worth of US goods in second round of trade countermeasures, including Boeing aircraft, cars and car parts, and bourbon.
- **Yen fell -0.2% against US dollar**. BoJ are likely to consider raising at least one of their inflation forecasts at a policy meeting later this month, after rice and food-related prices rose more than expected, according to people familiar with the matter. **The bank is widely expected by BOJ watchers to keep its benchmark rate unchanged at 0.5% at the meeting**, amid uncertainties stemming from ongoing US-Japan trade talks. **Japan 10-year surged 2.5bps to 1.595%, the highest since 2008 amid fiscal deficits fear**.
- **Yuan steadied at 7.17 per US dollar**. China exports rose 5.8%YoY higher than expected for 5.0%YoY from 4.8%YoY prior month. While imports rose 1.1%YoY higher than expected for 0.3%YoY as well. **Exports to the US improved to -16%YoY from -34%YoY in May amid US-China trade truce in mid-May, while exports to ASEAN rose 17%YoY offsetting weak exports to the US**.
- **Thai baht gained 0.4% against US dollar at 32.39** with continue inflows into both stock and bond market yesterday. **Thailand's cabinet is set to endorse the appointment of a new BOT chief today** which is widely expected to be Vitai Ratanakorn, president of the Government Savings Bank.

Dear Valued Customers,

Thank you very much for your participations in The Asset’s survey regarding “The Asian Local Currency Bond Benchmark Review 2024”.



As always, we thank you for your continued support of our research products and services.

Yours Sincerely,
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Head – Capital Markets Research
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| Awardee (Individual) | Awardee Company | Award | Markets | Function |
|----------------------|-----------------|---|-----------|----------|
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KBank Counter rates:




| as of 15-Jul-25 Round 1 | Sight Bill | Buying T/T | Selling T/T |
|-------------------------|------------|------------|-------------|
| USD/THB | 32.23 | 32.33 | 32.63 |
| EUR/THB | 37.44 | 37.49 | 38.25 |
| GBP/THB | 43.07 | 43.14 | 44.06 |
| JPY/THB | 0.216 | 0.216 | 0.224 |

KBank SWAP Point Rates:

| Premium/Discount (1M) as of 15-Jul-25 |
|---------------------------------------|
| Export/Import |
| -8.45 / -5.5 |
| -12.05 / 10.47 |
| -20.27 / 10.54 |
| 0.0249 / 19.6943 |

Market Summary:

| US Markets | | | | Money Markets | | | |
|------------------------------|-----------|-----------|--|-----------------------|-----------|-----------|---|
| | 14-Jul-25 | 11-Jul-25 | Change | | 14-Jul-25 | 11-Jul-25 | |
| Dow Jones | 44,459.65 | 44,371.51 | 0.2%  | THOR | | | |
| S&P 500 | 6,268.56 | 6,259.75 | 0.1%  | O/N | 1.74645 | 1.74553 |  |
| Treasury Yield 2yr note (%) | 3.90 | 3.89 | 1 bps  | 1M | 1.74520 | 1.74511 |  |
| Treasury Yield 10yr note (%) | 4.43 | 4.41 | 2 bps  | 3M | 1.79847 | 1.79996 |  |
| | | | | 6M | 1.95907 | 1.96907 |  |
| European Markets | | | | BIBOR | 14-Jul-25 | 11-Jul-25 | |
| Germany (DAX) | 24,161 | 24,255 | -0.4%  | 1M | 1.79227 | 1.79205 |  |
| France (CAC 40) | 7,808 | 7,829 | -0.3%  | 3M | 1.88704 | 1.88680 |  |
| UK (FTSE 100) | 8,998 | 8,941 | 0.6%  | 6M | 1.91851 | 1.91864 |  |
| Bund Yield 2yr note (%) | 1.88 | 1.90 | -2 bps  | | | | |
| Bund Yield 10yr note (%) | 2.73 | 2.73 | 0 bps  | | | | |
| Thai Markets | | | | Foreign capital flows | 14-Jul-25 | 11-Jul-25 | |
| SET | 1,143.31 | 1,121.13 | 2%  | Thai Bonds (M THB) | -2,563 | -2,563 |  |
| TGB Yield 2yr note (%) | 1.38 | 1.37 | 1 bps  | Thai Stocks (M THB) | 1,374 | 2,187 |  |
| TGB Yield 5yr note (%) | 1.42 | 1.41 | 2 bps  | | | | |
| TGB Yield 10yr note (%) | 1.56 | 1.55 | 0 bps  | | | | |
| | | | | Commodities | 14-Jul-25 | change | |
| | | | | WTI Crude (USD/bbl) | 67.0 | -2.15% |  |
| | | | | Dubai Fateh (USD/bbl) | 71.4 | 2.9% |  |
| | | | | Gold (USD/ounce) | 3,347.9 | -0.18% |  |

| FX Markets | Morning Spot | Closing rates | | Daily %Change | Consensus End-2025 |
|------------|--------------|---------------|-----------|--|--------------------|
| | | 14-Jul-25 | 11-Jul-25 | | |
| USD/THB** | 32.47 | 32.39 | 32.51 | -0.35%  | 33.70 |
| EUR/USD | 1.167 | 1.166 | 1.169 | -0.26%  | 1.17 |
| USD/JPY | 147.60 | 147.72 | 147.37 | 0.24%  | 140.0 |
| GBP/USD | 1.344 | 1.344 | 1.351 | -0.53%  | 1.36 |
| USD/CNY | 7.172 | 7.172 | 7.170 | 0.03%  | 7.15 |
| USD/SGD | 1.282 | 1.283 | 1.280 | 0.18%  | 1.27 |
| USD/IDR | 16,245 | 16,245 | 16,211 | 0.21%  | 16,180 |
| USD/MYR | 4.255 | 4.254 | 4.254 | 0%  | 4.20 |
| USD/PHP | 56.66 | 56.66 | 56.48 | 0.31%  | 56.00 |
| USD/KRW | 1,383 | 1,383 | 1,377 | 0.42%  | 1,350 |
| USD/NTD | 29.29 | 29.29 | 29.20 | 0.32%  | 29.30 |
| AUD/USD | 0.6550 | 0.6548 | 0.6579 | -0.47%  | 0.6700 |
| USD/CHF | 0.7971 | 0.7979 | 0.7962 | 0.21%  | 0.81 |
| USD/VND | 26114 | 26121 | 26109 | 0.05%  | 26200 |
| JPY/THB | 22.00 | 21.93 | 22.06 | -0.59%  | 24.07 |
| EUR/THB | 37.90 | 37.77 | 38.00 | -0.61%  | 39.43 |
| GBP/THB | 43.63 | 43.52 | 43.90 | -0.88%  | 45.83 |
| CNY/THB | 4.53 | 4.52 | 4.53 | -0.38%  | 4.71 |

***FOR MOST RECENT KBANK COUNTER RATE PLEASE FOLLOW THE LINKS:

Foreign Exchange Rate: <https://www.kasikornbank.com/en/rate/Pages/Foreign-Exchange.aspx>

1-Month Forward Rate: <https://www.kasikornbank.com/en/rate/Pages/forward.aspx>

Source: Bloomberg and ** denotes KBank's projection

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