

KBank

Daily Update

23 June 2025

The US strikes on three nuclear sites in Iran

Market summary: The US dollar index was flat on Friday and jumps this morning after President Trump announced that the US had successfully carried out strikes on three nuclear sites in Iran. Iran announced the closure of the Strait of Hormuz. Federal Reserve Governor, Christopher Waller said a rate cut could come as early as July. The EU said the US had made an unbalanced proposal in talks over import tariffs.

Factors to watch: Manufacturing PMIs (Mon) US Consumer confidence (Tue) BoT meeting, US New Home Sales (Wed) US GDP & Durable Goods Orders (Thu) Tokyo CPI, Japan Retail Sales, US PCE inflation & UoM consumer sentiment (Fri)

USD/THB: Open 32.90, Support 32.75, Resistance 33.05

Dr.Kobsidthi Silpachai, CFA

Kobsidthi.s@kasikornbank.com

Head - Market and Economic Research

Kittika Boonsrang

Kittika.bo@kasikornbank.com

Senior Market and Economic Research Specialist

Sarah Polpibulaya

Sarah.p@kasikornbank.com

Senior Market and Economic Research Specialist

Jongrak Kongkumchai

Jongrak.k@kasikornbank.com

Market and Economic Research Specialist

Macro update

- **The US dollar index was flat on Friday but ended the week up 0.7%, marking its strongest weekly gain since February 2025. The dollar continued to strengthen this morning after President Trump announced that the US had successfully carried out strikes on three nuclear sites in Iran.** He declared that it is now up to Iran to choose between peace or tragedy—warning that if Iran chooses not to de-escalate, the US will continue to target other sites in Iran. Any military retaliation would be met with military force, he added. The Pentagon later stated that it does not seek war with Iran.
- **Iran responded by accusing the US of betraying diplomatic agreements and warned of consequences. It also announced the closure of the Strait of Hormuz,** a key chokepoint through which about 20% of the world's oil—especially shipments to Asia—passes. This pushed global financial markets into risk-off mode, with gold and oil prices surging at market open this morning, while US equities and Bitcoin saw selloffs.
- **Trump also stated that he might reconsider firing Fed Chair Jerome Powell** due to the Fed's reluctance to cut interest rates as Trump has demanded. However, shortly after, he clarified that he would not remove Powell and noted that Powell's term would end soon anyway.
- **Federal Reserve Governor, Christopher Waller said a rate cut could come as early as July,** depending on the effects of the import tariff policy. However, San Francisco Fed President Mary Daly stated that a rate cut should wait until the fall, around September onward.
- On trade, **the EU said the US had made an unbalanced proposal in talks over import tariffs, making it difficult for the EU to agree.** The EU insists on a deal that benefits both sides. Meanwhile, the US is also reportedly considering taking action against semiconductor companies with manufacturing operations in China.
- **The Thai baht closed flat on Friday amid capital outflows from both the Thai stock and bond markets. This morning, the baht opened weaker, in line with other regional currencies,** which are likely to be affected by the surge in oil prices

- **following the US strikes in Iran.** Meanwhile, the Stock Exchange of Thailand announced emergency measures, cutting the ceiling and floor limits to 15% from the previous 30%, and reducing the Dynamic Price Band to 5% from 10%.

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,
Dr.Kobsidthi Silpachai, CFA
Head – Capital Markets Research
Kasikornbank

Awardee (Individual)	Awardee Company	Award	Markets	Function
Kobsidthi Silpachai	Kasikornbank	Best Sellside Individual	Thai Baht	Research
	Kasikornbank	Top arranger - Investors' Choice for primary issues - Corporate bonds	Thai Baht	
	Kasikornbank	Top sellside firm in the secondary market- Corporate bonds	Thai Baht	
	Kasikornbank	Top sellside firm in the secondary market- Government bonds	Thai Baht	

KBANK Counter rates:

as of 23-Jun-25 Round 1	Sight Bill	Buying T/T	Selling T/T
USD/THB	32.62	32.72	33.02
EUR/THB	37.28	37.34	38.08
GBP/THB	43.54	43.61	44.52
JPY/THB	0.220	0.221	0.229

KBANK SWAP Point Rates:

Premium/Discount (1M) as of 23-Jun-25
Export/Import
-8.45 / -5.5
-12.05 / 10.47
-20.27 / 10.54
0.0249 / 19.6943

Market Summary:

US Markets	20-Jun-25	18-Jun-25	Change
Dow Jones	42,206.82	42,171.66	0.1%
S&P 500	5,967.84	5,980.87	-0.2%
Treasury Yield 2yr note (%)	3.91	3.94	-3 bps
Treasury Yield 10yr note (%)	4.38	4.39	-2 bps
European Markets	20-Jun-25	19-Jun-25	Change
Germany (DAX)	23,351	23,057	1.3%
France (CAC 40)	7,590	7,553	0.5%
UK (FTSE 100)	8,775	8,792	-0.2%
Bund Yield 2yr note (%)	1.85	1.84	1 bps
Bund Yield 10yr note (%)	2.52	2.52	0 bps
Thai Markets	20-Jun-25	19-Jun-25	Change
SET	1,067.63	1,068.73	-0.1%
TGB Yield 2yr note (%)	1.46	1.47	-1 bps
TGB Yield 5yr note (%)	1.49	1.49	-1 bps
TGB Yield 10yr note (%)	1.67	1.67	0 bps

Money Markets

THOR	20-Jun-25	19-Jun-25
O/N	1.74328	1.74581
1M	1.74542	1.74541
3M	1.85922	1.86194
6M	2.02736	2.03014
BIBOR	20-Jun-25	19-Jun-25
1M	1.79469	1.79484
3M	1.89140	1.89154
6M	1.93309	1.93348

Foreign capital flows

	20-Jun-25	19-Jun-25
Thai Bonds (M THB)	-121	2,108
Thai Stocks (M THB)	-3,756	-693

Commodities

	20-Jun-25	change
WTI Crude (USD/bbl)	74.9	-0.28%
Dubai Fateh (USD/bbl)	74.5	-0.47%
Gold (USD/ounce)	3,368.4	-0.07%

FX Markets	Morning Spot	Closing rates		Daily % Change		Consensus End-2025
		20-Jun-25	19-Jun-25			
USD/THB**	32.90	32.79	32.76	0.07%		33.70
EUR/USD	1.148	1.152	1.150	0.24%		1.15
USD/JPY	146.46	146.09	145.45	0.44%		140.0
GBP/USD	1.342	1.345	1.347	-0.1%		1.36
USD/CNY	7.182	7.182	7.188	-0.09%		7.20
USD/SGD	1.289	1.287	1.287	-0.01%		1.29
USD/IDR	16,385	16,385	16,395	-0.06%		16,300
USD/MYR	4.272	4.254	4.260	-0.16%		4.24
USD/PHP	57.17	57.17	57.45	-0.49%		55.55
USD/KRW	1,380	1,371	1,380	-0.69%		1,380
USD/NTD	29.52	29.52	29.62	-0.33%		30.20
AUD/USD	0.6435	0.6452	0.6482	-0.46%		0.6600
USD/CHF	0.8192	0.8178	0.8168	0.12%		0.82
USD/VND	26129	26131	26127	0.02%		25975
JPY/THB	22.46	22.44	22.53	-0.37%		24.07
EUR/THB	37.78	37.78	37.66	0.32%		38.76
GBP/THB	44.14	44.10	44.12	-0.03%		45.83
CNY/THB	4.58	4.57	4.56	0.16%		4.68

***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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