

KBank

Daily Update

26 June 2025

BoT kept rate unchanged as expected and revised up GDP 2025

Market summary: Dollar index fell to the weakest since 2022 with Powell said no rush in cutting rate, while Trump may announce Powell's replacement by September or October. Trump said the US would hold a meeting with Iran next week but cast doubt on the need for a diplomatic agreement on the country's nuclear program. NATO leaders agreed to increase defense spending to 5% of GDP. BoT held rate steady at 1.75% as expected.

Factors to watch: US GDP and Durable Goods Orders (Thu) Tokyo CPI, Japan Retail Sales, US PCE inflation & UoM consumer sentiment (Fri)

USD/THB: Open 32.49, Support 32.40, Resistance 32.65

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 fell for a third day at 97.68, the weakest since 2022.** Fed's Chair Powell, in his second day testimony to Congress, said the Fed is still struggling to determine the impact of tariffs on consumer prices, while economy still hold up well, hence the Fed need not rush to cut rates. **Wall Street Journal said Trump is may announcing Powell's replacement by September or October.** Potential replacement including Fed governor Kevin Warsh and National Economic Council director Kevin Hassett. **US Treasury 2-year fell -4bps as markets certain that the Fed will deliver two cuts this year.** 10-year yield quite stable, hence US treasury curve steeper.
- **President Donald Trump said the US would hold a meeting with Iran next week but cast doubt on the need for a diplomatic agreement on the country's nuclear program,** citing the damage that American bombing had done to key sites. Meanwhile, Iran signaled it is ready to resume talks.
- **Euro gained 0.4% against US dollar at 1.1659 and strengthen further this morning to a year-to-date high inching closer to 1.17 a level of which if pass could lead to a push to 1.12 a level last seen four years ago.** NATO leaders agreed to increase defense spending to 5% of GDP from 2% GDP currently, a major win for Trump.
- **Yen closed fell -0.2% against US dollar at 145.24. It strengthen in morning session below 145** as BoJ's Tamura said BoJ may need to hike rate decisively if upside risk to inflation increases despite ongoing economic uncertainty. However, **yen fell in the afternoon** as Tamura said that it is unlikely the BoJ will hike rate amid ongoing trade talks with the US.
- **The Thai baht closed steady at 32.66 per US dollar before open stronger this morning.** BoT held rate steady at 1.75% as expected at yesterday meeting, seeing current rate already help negate some downside risks. **BoT revised up GDP 2025 at 2.3% amid better-than-expected first half of this year, especially exports.** In April, BoT sees growth this year at 1.3%-2.0% depends on Trump's tariff level. However, BoT sees economy in second half of this year will slow.

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 26-Jun-25 Round 1	Sight Bill	Buying T/T	Selling T/T
USD/THB	32.27	32.37	32.67
EUR/THB	37.50	37.56	38.31
GBP/THB	43.94	44.02	44.92
JPY/THB	0.220	0.221	0.229

KBank SWAP Point Rates:

Premium/Discount (1M) as of 26-Jun-25 Export/Import
-8.45 / -5.5
-12.05 / 10.47
-20.27 / 10.54
0.0249 / 19.6943

Market Summary:

US Markets	25-Jun-25	24-Jun-25	Change
Dow Jones	42,982.43	43,089.02	-0.2% ↓
S&P 500	6,092.16	6,092.18	0% ↓
Treasury Yield 2yr note (%)	3.78	3.83	-4 bps ↓
Treasury Yield 10yr note (%)	4.29	4.29	0 bps →

European Markets	25-Jun-25	24-Jun-25	Change
Germany (DAX)	23,498	23,642	-0.6% ↓
France (CAC 40)	7,558	7,616	-0.8% ↓
UK (FTSE 100)	8,719	8,759	-0.5% ↓
Bund Yield 2yr note (%)	1.84	1.85	-1 bps ↓
Bund Yield 10yr note (%)	2.57	2.54	2 bps ↑

Thai Markets	25-Jun-25	24-Jun-25	Change
SET	1,107.69	1,100.01	0.7% ↑
TGB Yield 2yr note (%)	1.43	1.44	-1 bps ↓
TGB Yield 5yr note (%)	1.46	1.48	-2 bps ↓
TGB Yield 10yr note (%)	1.66	1.68	-2 bps ↓

Money Markets	25-Jun-25	24-Jun-25
THOR	1.74469	1.74630 →
O/N	1.74535	1.74523 →
1M	1.84553	1.84822 →
3M	2.01348	2.01623 →
6M	1.79443	1.79465 →
BIBOR	1.89097	1.89119 →
1M	1.93245	1.93296 →
3M		
6M		

Foreign capital flows	25-Jun-25	24-Jun-25
Thai Bonds (M THB)	-2,493	41 ↓
Thai Stocks (M THB)	2,652	240 ↑

Commodities	25-Jun-25	change
WTI Crude (USD/bbl)	64.9	0.85% ↑
Dubai Fateh (USD/bbl)	64.7	-2.66% ↓
Gold (USD/ounce)	3,334.9	0.49% ↑

FX Markets	Morning Spot	Closing rates		Daily % Change	Consensus End-2025
		25-Jun-25	24-Jun-25		
USD/THB**	32.49	32.52	32.65	-0.37% ↓	33.70
EUR/USD	1.168	1.163	1.162	0.06% ↑	1.16
USD/JPY	144.81	145.45	144.71	0.51% ↑	140.0
GBP/USD	1.369	1.364	1.363	0.1% ↑	1.36
USD/CNY	7.169	7.174	7.172	0.03% ↑	7.20
USD/SGD	1.277	1.279	1.279	0.01% ↑	1.29
USD/IDR	16,290	16,290	16,350	-0.37% ↓	16,300
USD/MYR	4.232	4.237	4.247	-0.25% ↓	4.22
USD/PHP	56.65	56.71	57.16	-0.79% ↓	55.55
USD/KRW	1,361	1,362	1,359	0.17% ↑	1,365
USD/NTD	29.29	29.38	29.52	-0.48% ↓	30.20
AUD/USD	0.6518	0.6503	0.6506	-0.05% ↓	0.6600
USD/CHF	0.8037	0.8052	0.8042	0.12% ↑	0.82
USD/VND	26125	26149	26158	-0.03% ↓	25975
JPY/THB	22.44	22.36	22.56	-0.88% ↓	24.07
EUR/THB	37.96	37.83	37.95	-0.31% ↓	39.09
GBP/THB	44.48	44.36	44.48	-0.27% ↓	45.83
CNY/THB	4.53	4.53	4.55	-0.41% ↓	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

Disclaimer

"This document is intended to provide material information relating to investment or product in discussion, presentation or seminar only. It does not represent or constitute an advice, offer, recommendation or solicitation by KBank and should not be relied on as such. In preparation of this document, KASIKORNBANK Public Company Limited ("KBank") has made assumptions on the financial and other information from public sources, and KBank makes no warranty of the accuracy and/or completeness of the information described herein.

In the case of derivative products, where the recipient of the information (the "Recipient") provides incomplete or inaccurate information to KBank, KBank may not be capable of delivering information relating to investment or derivative products in conformity with the genuine need of the Recipient. The Recipient also acknowledges and understands that the information provided by KBank does not indicate the expected profit, yield or positive return in the future. Furthermore the Recipient acknowledges that such investment involves a high degree of risk as the market conditions are unpredictable and there may be inadequate regulations and safeguards for the Recipient.

Before making your own independent decision to invest or enter into transaction, the Recipient must review information relating to services or products of KBank including economic and market situation and other factors pertaining to the transaction as posted in KBank's website at URL <https://www.kasikornbank.com> and/or in other websites including all other information, documents prepared by other institutions and consult with your financial, legal or tax advisors before making any investment decision. The Recipient understands and acknowledges that the investment or transaction hereunder is the low liquidity transaction and KBank shall not be responsible for any loss or damage arising from such investment or any transaction made by the Recipient. The Recipient including its employee, officer or other person who receives information from this document or its copy on the behalf of Recipient, represent and agree not to make any copy, reproduce or distribute any information hereunder whether in whole or in part to any other person and shall keep confidential of all information contained therein. The Recipient acknowledges that there may be conflict of interest under the KBank's services, whether directly or indirectly and should further consider the character, risk and investment return of each product by reading details from relevant documents provided by KBank and the Recipient shall review KBank Foreign Exchange Disclosure at <https://www.kasikornbank.com/th/business/derivative-investments/Documents/KASIKORNBANK-Foreign-Exchange-Disclosure.pdf>

Where there is any inquiry, the Recipient may seek further information from KBank or in case of making complaint, the Recipient can contact KBank at (662) 888-8822."