

Daily Market Review

At-A-Glance

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Daily Baht Movement



Expect intraday range:

32.70 – 32.95

USDTHB: Baht retreated this morning as the US dollar strengthened following better-than-expected PMI data in the US. Meanwhile, the euro also declined against the dollar after eurozone PMI came in below expectations. The pound weakened as well due to continued weakness in UK PMI. The US House of Representatives passed the tax bill, while US Treasury yields retreated after rising sharply over the past few days.

	Support 3	Support 2	Support 1	Resistance 1	Resistance 2	Resistance 3
USD/THB	32.30	32.50	32.65	33.00	33.30	33.50
Recommendation : Buy on dips						








Other currencies:



	Support 3	Support 2	Support 1	Resistance 1	Resistance 2	Resistance 3	Short term strategy
EUR/THB	36.00	36.50	36.80	37.40	38.00	38.50	Sell on rallies
JPY/THB	0.2160	0.2200	0.2260	0.2300	0.2370	0.2410	Buy on dips
CNH/THB	4.300	4.450	4.500	4.650	4.700	4.800	Sell on rallies
EUR/USD	1.0700	1.0950	1.1200	1.1400	1.1570	1.1650	Sell on rallies
USD/JPY	141.40	142.00	143.00	145.00	146.00	148.00	Sell on rallies

Market Highlight

- US S&P Global PMIs rose across the board in May, signaling improved business sentiment. The manufacturing PMI climbed to 52.3 from 50.2 (vs. 49.9 expected), services to 52.3 from 50.8 (vs. 51.0 expected), and the composite to 52.1 from 50.6 (vs. 50.3 expected). Confidence rebounded from April's slump, helped by a pause in higher rate tariffs. Firms successfully passed on rising import duties, with the composite measure of prices charged reaching its highest since August 2022. Supply concerns led manufacturers to boost inventories, with input stockpiles hitting a record high since the survey began in 2007. Part of the improvement is attributed to front-loading amid tariff uncertainty.
- Private-sector activity in the euro area unexpectedly contracted in May, with the S&P Global Composite PMI falling to 49.5 from 50.4, missing expectations of a rise to 50.6. The decline was driven by the services sector, which saw its weakest performance in 16 months, weighed down by soft foreign demand and notably weak domestic demand. Germany's PMI also fell below 50 due to a similar services pullback, while France remained below that threshold for a ninth consecutive month. Notably, euro-zone manufacturers outperformed services for the first time since the pandemic, likely due to preemptive actions ahead of tariffs and support from falling oil prices, providing some offsetting momentum.
- US President Donald Trump's signature tax bill narrowly passed the House of Representatives by one vote, advancing a multitrillion-dollar Republican package that extends tax cuts and raises the US debt ceiling by \$4 trillion. The bill, which now moves to the Senate for debate and a vote by August, aims to avoid a potential default by late summer, according to Treasury projections. It would prolong Trump's earlier tax cuts, increase the SALT deduction cap to \$40,000, and temporarily exempt tips and overtime pay from taxes. However, it also proposes deep cuts to social safety net programs like food stamps and Medicaid, raising concerns about growing inequality. The bill is expected to add trillions to the nearly \$37 trillion national debt, intensifying investor worries already reflected in Moody's recent US credit rating downgrade.

Exchange Rates & Government Bond Yields

		Current	MTD change	YTD change
	USD/THB	32.84	-1.59%	-3.86%
	JPY/THB	22.84	-2.08%	4.87%
	EUR/THB	37.12	-1.81%	4.40%
	GBP/THB	44.11	-0.80%	2.89%
	EUR/USD	1.13	-0.21%	9.18%
	GBP/USD	1.34	0.81%	7.38%
	USD/JPY	143.77	0.49%	-8.33%

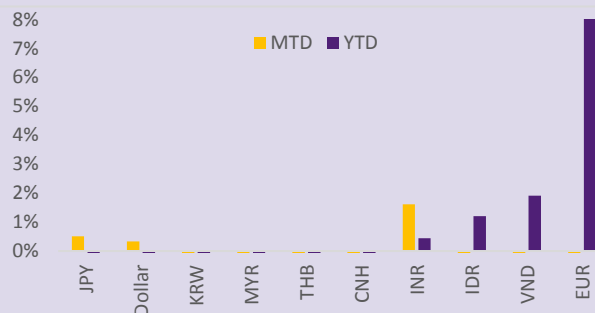
		Current	MTD change	YTD change
 US Treasury	3-mth	4.35%	5 bps	3 bps
	2-yr	4.00%	38 bps	-25 bps
	5-yr	4.11%	36 bps	-28 bps
	10-yr	4.55%	38 bps	-2 bps
 Thai Gov	3-mth	1.57%	-6 bps	-37 bps
	2-yr	1.61%	7 bps	-41 bps
	5-yr	1.68%	9 bps	-41 bps
	10-yr	1.89%	0 bps	-42 bps

Change in Exchange Rates

USDTHB movement



Change in regional currencies, against the US Dollar



Other Indicators

	Closing Prev. Working Day	MTD change	YTD change
SET Index	1,173.37	-2.00%	-16.20%
WTI Crude Oil	64.44	2.09%	-13.67%
Gold	3,294.10	0.50%	25.93%

	Closing Prev. Working Day	MTD change	YTD change
Flows to TH stocks	+1,423.95	-2,297	-56,888
Flows to TH Bonds	+6,758.49	+5,854	+73,104

Economic Calendar

Date	Country	Events	Forecast	Previous
Mon, May 19, 2025	EU	CPI (%YOY)	2.20%	2.20%
Tue, May 20, 2025	CH	PBoC Loan Prime Rate	3.00%	3.10%
Wed, May 21, 2025	UK	CPI (%YOY)	3.30%	2.60%
Thu, May 22, 2025	JP	Service PMI	52.4	52.4
	EU	Manufacturing PMI	49.3	49.0
	US	Manufacturing PMI	49.9	50.2
Fri, May 23, 2025	JP	National CPI (%YOY)	3.50%	3.20%
	GE	GDP Q1 (%QOQ)	0.20%	-0.20%

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