

Daily Market Review

At-A-Glance

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Daily Baht Movement



Expect intraday range:

32.45 – 32.70

USDTHB: Baht strengthened due to a weakening US dollar on Monday following softer-than-expected ISM manufacturing PMI data in the US. Despite a rebound in the US dollar index after higher-than-expected job openings data, the Baht remains firm. Meanwhile, the euro weakened after reports showed that inflation eased more than expected, reinforcing investors' expectations of a rate cut by the ECB this week.

| | Support 3 | Support 2 | Support 1 | Resistance 1 | Resistance 2 | Resistance 3 |
|-------------------------------------|-----------|-----------|-----------|--------------|--------------|--------------|
| USD/THB | 32.00 | 32.30 | 32.50 | 32.80 | 33.00 | 33.30 |
| 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 | 140.00 | 141.40 | 143.00 | 144.40 | 146.00 | 147.70 | Sell on rallies |

Market Highlight

- US factory activity contracted for a third consecutive month in May, with the ISM manufacturing index declining slightly to 48.5.** Tariff-related uncertainty weighed heavily on producers, leading to declines in both imports and exports. The ISM import gauge fell 7.2 points to a 16-year low of 39.9, while the export index dropped to its lowest level in five years. New orders and backlogs also weakened. The evolving and inconsistent trade policy continues to disrupt sourcing and supply chain planning. Separately, US job openings unexpectedly rose in April to 7.39 million, driven by gains in professional and business services, and health care and social assistance, exceeding economists' expectations of 7.10 million.
- US consumer spending slowed notably in April, with personal outlays rising just 0.2%, down from 0.7% in March, while real spending edged up only 0.1%.** Core PCE inflation rose 0.1% month-over-month and 2.5%YOY, marking its slowest annual increase in over four years. Headline PCE inflation also eased to 2.1%YOY. Supercore inflation, which excludes housing from core services, declined slightly by 0.02%, driven by disinflation in financial and recreation services. In contrast, prices in categories heavily reliant on Chinese imports rose modestly. Meanwhile, U.S. goods imports plummeted by nearly 20%, reflecting the impact of higher tariffs and contributing to a significant narrowing in the merchandise-trade deficit. Overall, the data suggest cooling consumer momentum and easing inflationary pressures amid ongoing trade disruptions.
- Euro-area inflation eased more than expected in May, with headline consumer prices rising 1.9%YOY, below both April's 2.2% and the ECB's 2% target.** Core inflation, which excludes food and energy, moderated to 2.3%, and services-sector price pressures cooled notably. This marks only the second time since mid-2021 that headline inflation has remained below target. The data arrives ahead of the ECB's policy meeting, where markets have nearly fully priced in a 25 basis point rate cut to 2%, amid subdued inflation and heightened trade uncertainty with the U.S. Meanwhile, China's manufacturing sector showed sharp deterioration, with the Caixin PMI falling to 48.3 in May—its lowest since September 2022—amid escalating tariff pressures, particularly affecting smaller exporters.

Exchange Rates & Government Bond Yields

| | | Current | MTD change | YTD change |
|---|---------|---------|------------|------------|
|  | USD/THB | 32.57 | -0.85% | -4.65% |
|  | JPY/THB | 22.64 | -0.69% | 3.98% |
|  | EUR/THB | 37.09 | -0.50% | 4.32% |
|  | GBP/THB | 44.08 | -0.31% | 2.81% |
|  | EUR/USD | 1.14 | 0.33% | 9.97% |
|  | GBP/USD | 1.35 | 0.54% | 8.16% |
|  | USD/JPY | 143.84 | -0.14% | -8.28% |

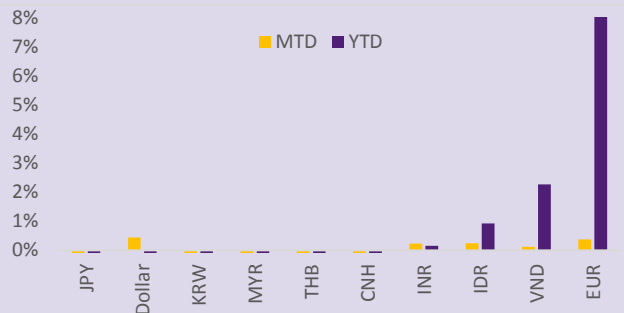
| | | Current | MTD change | YTD change |
|--|-------|---------|------------|------------|
|  US Treasury | 3-mth | 4.35% | 0 bps | 3 bps |
| | 2-yr | 3.91% | 0 bps | -34 bps |
| | 5-yr | 3.98% | 0 bps | -41 bps |
| | 10-yr | 4.42% | 0 bps | -16 bps |
|  Thai Gov | 3-mth | 1.55% | 0 bps | -39 bps |
| | 2-yr | 1.57% | 0 bps | -45 bps |
| | 5-yr | 1.62% | 0 bps | -48 bps |
| | 10-yr | 1.80% | 0 bps | -50 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 | 1,149.18 | 0.00% | -17.93% |
| WTI Crude Oil | 63.90 | 0.00% | -14.39% |
| Gold | 3,289.15 | 0.00% | 28.28% |

| | Closing Prev. Working Day | MTD change | YTD change |
|--------------------|------------------------------|---------------|---------------|
| Flows to TH stocks | -11,093.17 | N/A | -70,738 |
| Flows to TH Bonds | -7,166.42 | +721 | +64,314 |

Economic Calendar

| Date | Country | Events | Forecast | Previous |
|------------------|---------|--|----------|----------|
| Wed, Jun 4, 2025 | US | ISM Nonmanufacturing PMI | 52.1 | 51.6 |
| | US | ADP Employment Change | 111K | 62K |
| | EU | Service PMI | 48.9 | 50.1 |
| Thu, Jun 5, 2025 | TH | CPI (%YOY) | -0.83% | -0.22% |
| | EU | ECB's Rate Decision (Deposit Facility) | 2.00% | 2.25% |
| Fri, Jun 6, 2025 | US | Nonfarm Payrolls | 130K | 177K |
| | US | Unemployment Rate | 4.20% | 4.2% |
| | GE | Industrial Production (%MOM) | -0.90% | 3.0% |

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