

Daily Market Review

At-A-Glance

8 October 2025



Daily Baht Movement



Expect intraday range:

32.40 – 32.65

USDTHB: Baht continues to weaken as the US dollar index rose. Fed's Neel Kashkari delivered hawkish comments, warning that any drastic rate cuts could risk fueling inflation. US Treasury yields fell after a 3-year bond auction drew solid demand. Meanwhile, gold prices climbed toward \$4,000 per ounce, providing some support to the baht overnight. The yen continued to weaken, reviving interest in the carry trade strategy, where investors use the yen as a funding currency.

		Support 3	Support 2	Support 1	Resistance 1	Resistance 2	Resistance 3
	USD/THB	32.00	32.15	32.30	32.55	32.69	32.80
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	37.20	38.50	39.30	40.00	Buy on dips
	JPY/THB	0.2000	0.2045	0.2120	0.2250	0.2370	0.2410	Buy on dips
	CNH/THB	4.300	4.340	4.450	4.600	4.650	4.700	Sell on rallies
	EUR/USD	1.1400	1.1550	1.1620	1.1750	1.1850	1.1950	Buy on dips
	USD/JPY	148.50	149.30	151.20	153.00	154.40	156.00	Buy on dips

Market Highlight

- The US dollar strengthened despite the ongoing government shutdown, as attention shifted to remarks from Federal Reserve officials. Minneapolis Fed President Neel Kashkari warned that aggressive rate cuts could reignite inflation, noting signs of stagflation with slowing growth and persistent price pressures. Though not a voting member this year, he emphasized the risks of pushing the economy beyond its productive capacity. Fed Governor Stephen Miran, by contrast, expressed a more optimistic inflation outlook, saying slower population growth and limited inflationary impact from President Donald Trump's tariff policies would allow the Fed to continue easing. He noted less conflict between the Fed's inflation and employment goals than some colleagues perceive.
- President Donald Trump suggested he may block back pay for some federal employees once the government reopens, saying not all workers "deserve to be taken care of." The White House Budget Office, led by Russell Vought, issued a memo stating that compensation during the shutdown isn't guaranteed, escalating tensions with Democrats nearly a week into the closure. The Government Employee Fair Treatment Act of 2019 allows back pay only if Congress passes a bill appropriating funds when the shutdown ends, despite a later amendment clarifying that congressional approval remains necessary. Senator Patty Murray, the top Democrat on the Appropriations Committee, countered that the law clearly entitles furloughed employees to back pay, calling the administration's stance an unfounded effort to intimidate federal workers.
- The yen weakened over 152 per dollar and hit a record low against the euro, as markets scaled back expectations for a Bank of Japan rate hike following the victory of pro-stimulus lawmaker Sanae Takaichi. The so-called "Takaichi trade" has fueled a steeper yield curve, an equity rally, and a weaker yen. The currency's slide has revived interest in carry trades, where investors borrow yen to buy higher-yielding currencies like the Brazilian real or Australian dollar. Traders now see only a 25% chance of a BOJ rate hike at the October 30 meeting, down from 57% earlier. Hedging costs against further yen depreciation have climbed to a three-year high, with some strategists expecting additional weakness if Takaichi maintains her stance.

Exchange Rates & Government Bond Yields

		Current	MTD change	YTD change
	USD/THB	32.23	0.12%	-4.92%
	JPY/THB	21.33	-2.75%	-2.08%
	EUR/THB	37.83	-0.62%	6.40%
	GBP/THB	43.56	-0.09%	1.61%
	EUR/USD	1.16	-0.75%	12.48%
	GBP/USD	1.34	-0.20%	7.22%
	USD/JPY	152.30	2.97%	-2.89%

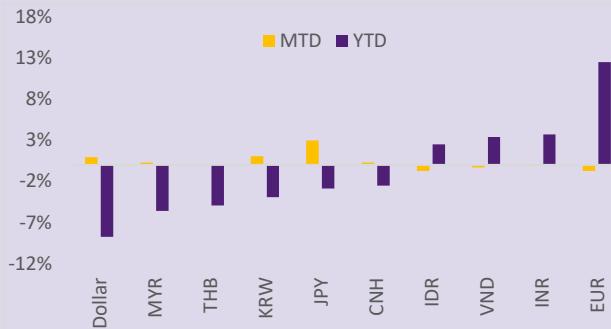
		Current	MTD change	YTD change
	3-mth	3.94%	0 bps	-38 bps
	2-yr	3.57%	-3 bps	-68 bps
	5-yr	3.71%	-3 bps	-69 bps
	10-yr	4.13%	-2 bps	-45 bps
	3-mth	1.22%	-5 bps	-72 bps
	2-yr	1.14%	-2 bps	-89 bps
	5-yr	1.22%	0 bps	-87 bps
	10-yr	1.41%	-1 bps	-89 bps

Change in Exchange Rates

USDTB movement



Change in regional currencies, against the US Dollar



Other Indicators

	Closing Prev. Working Day	MTD change	YTD change
SET Index	1,305.24	2.44%	-6.78%
WTI Crude Oil	65.45	-2.34%	-12.31%
Gold	3,983.55	3.58%	52.30%

	Closing Prev. Working Day	MTD change	YTD change
Flows to TH stocks	+1,329.57	+511	-96,911
Flows to TH Bonds	-1.04	-540	+28,519

Economic Calendar

Date	Country	Events	Forecast	Previous
Mon, Oct 6, 2025	TH	CPI (%YOY)	-0.60%	-0.79%
Tue, Oct 7, 2025	JP	Household Spending (%YOY)	1.40%	1.40%
Wed, Oct 8, 2025	GE	Industrial Production (%MOM)	-1.00%	1.30%
	TH	BOT's Rate Decision	1.50%	1.50%
Thu, Oct 9, 2025	US	Initial Jobless Claims	223K	218K
Fri, Oct 10, 2025	US	Michigan 1-Year Inflation Expectations	4.70%	4.70%
	US	Change in Nonfarm Payrolls	52K	22K

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