

# Daily Market Review

## At-A-Glance

16 October 2025

### Daily Baht Movement



Expect intraday range:  
**32.35 – 32.60**

**USDTHB:** Baht strengthened alongside the yuan after the PBOC set the reference rate at its strongest level in almost a year. The baht also gained support from the rebound in the Industrial Sentiment Index. Meanwhile, the US dollar index fell overnight after Fed Governor Miran said that renewed trade tensions make it more important for policymakers to cut rates quickly. US Treasury yields moved sideways following a sharp decline in the previous week.

		Support 3	Support 2	Support 1	Resistance 1	Resistance 2	Resistance 3
	USD/THB	32.15	32.30	32.50	32.65	32.80	33.00

**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	1.1200	1.1400	1.1550	1.1700	1.1850	1.1950	Buy on dips
	USD/JPY	148.50	149.30	150.00	151.20	152.50	154.00	Buy on dips

#### Market Highlight

- The PBOC strengthened support for the yuan, setting the daily reference rate at the strongest level in nearly a year. Inflation data meanwhile improved: consumer price deflation eased from -0.4% in August to -0.3% in September, helped by smaller fuel price declines, though still weaker than expected. Core CPI rose to a 19-month high of 1%YOY, largely driven by higher gold prices and temporary distortions from the consumer goods trade-in program, rather than the "anti-involution" campaign. Producer price deflation narrowed from -2.9% to -2.3%, marking its 36th consecutive monthly drop, mainly due to base effects. Factory-gate prices were flat month-on-month, while deflation in consumer durables deepened to -3.9%, the sharpest fall in 20 years, underscoring persistent industrial overcapacity.
- The Thai Industries Sentiment Index (TISI) rose for the first time in seven months to 87.8 in September, up from 86.4 in August, the Federation of Thai Industries (FTI) reported. The rebound was supported by the swift formation of the new government and its pro-growth policies, which boosted business confidence. Higher exports of agricultural and electronic products also contributed to the improvement. Domestic electric vehicle sales increased, helped by the BIG Motor Sale 2025 event, while foreign direct investment surged 125%YOY in the first eight months to 225.5 billion baht. However, the FTI noted challenges from the baht's appreciation and severe monsoon-related flooding, which disrupted agricultural production and raw material supplies for food processing industries.
- Fed Governor Stephen Miran said rising US-China trade tensions have heightened uncertainty over economic growth, underscoring the need for policymakers to lower interest rates more quickly. He noted that downside risks have increased in recent days, adding that the shift in the balance of risks makes it more urgent to bring policy to a neutral stance. While Miran said his preferred rate level hasn't changed, he expects two additional cuts this year to be "realistic." He also highlighted a "new tail risk" stemming from trade policy uncertainty and suggested that the Fed should consider halting the reduction of its balance sheet in the near future to preserve financial stability.

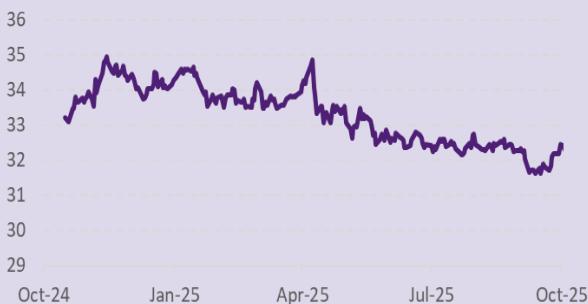
## Exchange Rates & Government Bond Yields

	Current	MTD change	YTD change
USD/THB	32.23	-0.03%	-5.06%
JPY/THB	21.54	-1.77%	-1.08%
EUR/THB	37.84	-0.58%	6.45%
GBP/THB	43.57	-0.08%	1.62%
EUR/USD	1.17	-0.53%	12.73%
GBP/USD	1.34	-0.01%	7.42%
USD/JPY	150.52	1.77%	-4.02%

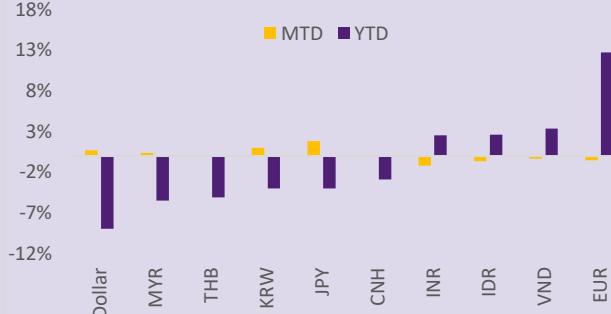
	Current	MTD change	YTD change
US Treasury	3-mth	3.96%	1 bps
	2-yr	3.51%	-10 bps
	5-yr	3.63%	-10 bps
	10-yr	4.05%	-11 bps
Thai Gov	3-mth	1.23%	-4 bps
	2-yr	1.18%	2 bps
	5-yr	1.27%	5 bps
	10-yr	1.54%	12 bps

## Change in Exchange Rates

### USDTB movement



### Change in regional currencies, against the US Dollar



## Other Indicators

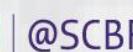
	Closing Prev. Working Day	MTD change	YTD change
SET Index	1,286.69	0.98%	-8.11%
WTI Crude Oil	61.91	-7.62%	-17.06%
Gold	4,207.51	9.62%	61.20%

	Closing Prev. Working Day	MTD change	YTD change
Flows to TH stocks	+1,801.42	-3,018	-100,441
Flows to TH Bonds	-94.18	-313	+28,745

## Economic Calendar

Date	Country	Events	Forecast	Previous
Tue, Oct 14, 2025	GE	CPI (%YOY)	2.40%	2.20%
Wed, Oct 15, 2025	CH	CPI (%YOY)	-0.20%	-0.40%
	EU	Industrial Production (%MOM)	-1.80%	0.30%
Thu, Oct 16, 2025	UK	Industrial Production (%MOM)	0.20%	-0.90%
	US	PPI (%MOM)	0.00%	-0.10%
	US	Retail Sales (%MOM)	0.00%	0.60%
Fri, Oct 17, 2025	US	Change in Nonfarm Payrolls	52K	22K

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