

## Trump cuts trade talks with Canada amid digital tax dispute

### US core PCE rose more than expected in May

Core PCE rose 0.2% in May, exceeding the 0.1% forecast and accelerating from the previous 0.1%. For annual basis, core PCE increased to 2.7%, above expectations, with the previous figure revised up to 2.6% from 2.5%. Meanwhile, headline PCE came in line with forecasts, rising 0.1% month-over-month and 2.3% year-over-year, up from a revised 2.2%. The hotter-than-expected core PCE underscores persistent inflation, remaining above the Fed's 2% target, and raises concerns that upcoming tariffs may further elevate price pressures. Elsewhere, personal income fell 0.4% (vs. +0.3% expected), adjusted consumption slipped 0.1%, and real consumption dropped 0.3%, reversing the prior month's 0.1% gain.

### Trump cuts trade talks with Canada amid digital tax dispute

President Donald Trump announced the suspension of all trade talks with Canada in response to the country's digital services tax and threatened new tariffs within a week. The tax, enacted a year ago, is set to take effect Monday, with initial payments due despite business warnings that it could raise service costs and provoke U.S. retaliation. Canadian officials and business groups have reacted strongly, with Prime Minister Mark Carney affirming Canada's commitment to ongoing complex negotiations, while some urge dropping the tax to resume trade discussions.

### Senate gives initial approval to Trump's expansive tax and spending legislation

President Trump's major tax cut and spending bill passed its first Senate hurdle on Saturday with a narrow 51–49 vote, boosting its chances of full approval soon. Trump celebrated the vote as a significant victory, calling it a "great big, beautiful bill." However, the non-partisan Congressional Budget Office warned that the Senate version would add \$3.3 trillion to the US national debt over the next decade.

### Slight inflation uptick in France and Spain not troubling ECB

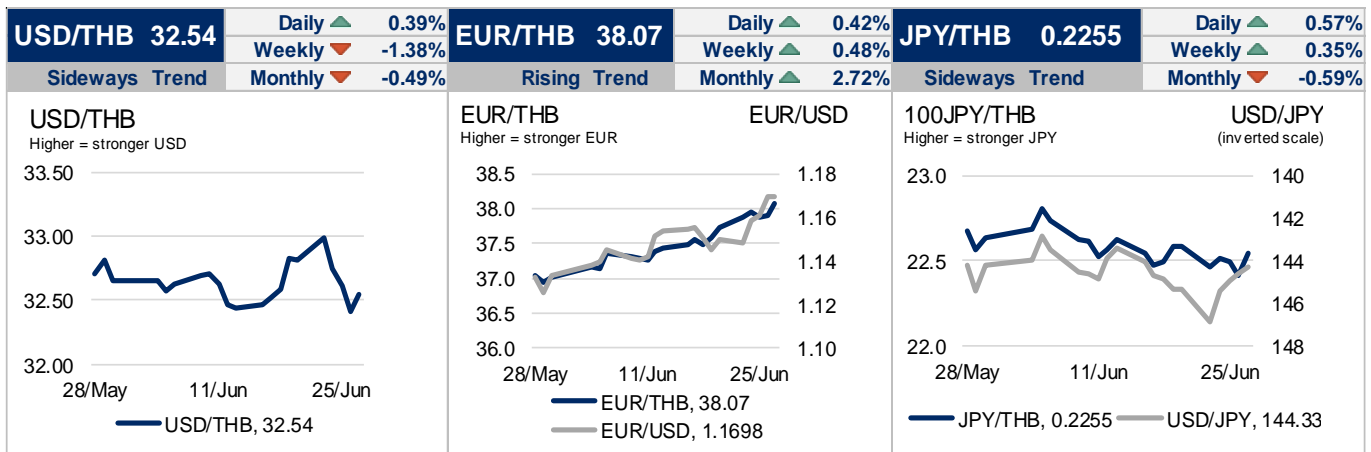
Inflation ticked up in France and Spain in June, but not enough to worry ECB officials, who remain confident in meeting their 2% target. France saw a rise to 0.8%, driven by services, while Spain's 2.2% increase matched forecasts, led by higher fuel and food prices.

### Dollar rises as Trump sparks new trade worries

The 10-year government bond yield (interpolated) on the previous trading day was 1.60, -1.45 bps. The benchmark government bond yield (LB353A) was 1.61, -0.76 bps. Meantime, the latest closed US 10-year bond yields was 4.29, +3.0 bps. USDTHB on the previous trading day closed around 32.54, moving in a range of 32.605 – 32.64 this morning. USDTHB could be closed between 32.50 – 32.75 today. The dollar index ended its four-day decline after President Trump renewed tariff threats against Canada, triggering risk-off sentiment in FX markets. Meanwhile, May's PCE data revealed persistent core inflation and an unexpected decline in personal income, causing a brief dip in the dollar before it rebounded. The Atlanta Fed also revised its Q2 GDP forecast down to 2.9% from 3.4% after recent US reports. G10 FX was mostly flat or weaker vs. the dollar. The euro gained after reports the EU may cut US tariffs to win Trump's favor, with a deal expected by July 9. Meanwhile, stronger-than-expected preliminary CPI data from France and Spain weighed on Bunds. The euro outperformed, with EUR/USD around 1.1700 going into the weekend.

Sources : ttb analytics, Bloomberg, CNBC, Trading economics, Investing, CEIC

| SET Index | 1,082.4 | S&P500 | 6,173.1 | 10Y UST | 4.29%     | Brent  | 67.77  | Gold   | 3,286.3 |
|-----------|---------|--------|---------|---------|-----------|--------|--------|--------|---------|
| 27-Jun    | ▼ -2.2% | 27-Jun | ▲ 0.52% | 27-Jun  | ▲ 3.0 bps | 27-Jun | ▲ 0.1% | 27-Jun | ▼ -1.6% |



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoT's daily closing rates

















#### Main Contributor

Wajarawij Ramindra  
Wajarawij.ram@ttbbank.com










Pimchatr Ekkachan  
pimchatr.ekk@ttbbank.com

ttb analytics ttbanalytics@ttbbank.com  
Naris Sathapholdeja naris.sat@ttbbank.com  
Kasem Harnchanpanich kasem.har@ttbbank.com

## Currency Market

| Currency     | 1M History   | Last   | % Chg (1D) | % Chg (1W) | % Chg (1M) | 1M Range |        |
|--------------|--|--------|------------|------------|------------|----------|--------|
|              |  |        |            |            |            | Min      | Max    |
| Dollar Index |   | 97.32  | -0.1%      | -1.8%      | -2.3%      | 97.37    | 100.16 |
| EUR/USD      |   | 1.1698 | 0.0%       | 1.88%      | 3.3%       | 1.1258   | 1.1695 |
| USD/JPY      |   | 144.33 | -0.2%      | -1.7%      | 0.1%       | 142.51   | 146.84 |
| USD/CHF      |   | 0.8000 | -0.3%      | -2.4%      | -3.2%      | 0.8020   | 0.8308 |
| GBP/USD      |   | 1.3738 | 0.2%       | 2.4%       | 1.7%       | 1.3389   | 1.3712 |
| USD/CAD      |   | 1.3671 | -0.1%      | -0.8%      | -1.1%      | 1.3589   | 1.3869 |
| AUD/USD      |   | 0.6540 | 0.2%       | 2.0%       | 1.3%       | 0.6409   | 0.6529 |
| NZD/USD      |   | 0.6059 | 0.1%       | 2.1%       | 1.5%       | 0.5934   | 0.6053 |
| ASEAN Dollar |   | 104.94 | 0.1%       | -1.4%      | -0.5%      | 104.01   | 106.44 |
| USD/THB      |   | 32.54  | 0.4%       | -1.4%      | -0.5%      | 32.41    | 32.99  |
| USD/SGD      |   | 1.2746 | 0.1%       | -1.3%      | -1.0%      | 1.2733   | 1.2929 |
| USD/MYR      |   | 4.2242 | 0.1%       | -1.3%      | -0.4%      | 4.2050   | 4.2802 |
| USD/IDR      |   | 16,117 | -0.3%      | -1.6%      | -0.6%      | 16,130   | 16,376 |
| USD/PHP      |   | 56.79  | -0.1%      | -1.9%      | 1.7%       | 55.47    | 57.90  |
| USD/CNY      |   | 7.1635 | 0.21%      | -0.3%      | -0.3%      | 7.1488   | 7.2039 |
| USD/HKD      |  | 7.8466 | 0.2%       | -0.1%      | 0.1%       | 7.8162   | 7.8642 |

## FX Swap Market and BoT's Reserves






















| USTH FX Sp       | 1M History  | Last    | %Chg(1D)     |
|------------------|---|---------|--------------|
| 1-month          |  | 0.15    | 0.15         |
| 3-month          |  | 0.70    | -0.05        |
| 6-month          |  | 1.50    | -0.20        |
| Reserves (\$mn)  | 3M History  | Last    | \$mn Chg(1W) |
| Total            |  | 258,411 | -1476        |
| Gold             |  | 25,405  | -486         |
| SDR              |  | 5,674   | -14          |
| IMF Reserves     |  | 1,132   | 63           |
| Foreign Ccy      |  | 226,201 | -1040        |
| Net Fwd Position |  | 22,510  | 145          |

## Foreign Fund Flows (THB.mn)

| Date           | Equity    | Bond      | Total     |
|----------------|-----------|-----------|-----------|
| 27/06/2025     | -1,129    | -2,513    | -3,642    |
| 26/06/2025     | 765       | -2,142    | -1,377    |
| 25/06/2025     | 2,652     | -2,493    | 159       |
| 24/06/2025     | 240       | 41        | 281       |
| 23/06/2025     | 913       | 1,320     | 2,233     |
| Last 5 days    | 3,441     | -5,787    | -2,346    |
| Period-to-date | Equity    | Bond      | Total     |
| MTD Month      | ↓ -8,070  | ↓ -16,475 | ↓ -24,545 |
| QTD Quarter    | ↓ -38,941 | ↑ 38,612  | ↓ -330    |
| YTD Year       | ↓ -78,808 | ↑ 51,181  | ↓ -27,627 |

## Money Market

Last update: 20/06/2025





















































| THB BIBOR | 1M Hist  | Last | 1M Range |      | THBFIX | 1M Hist   | Last | 1M Range |      | USD LIBOR | 1M Hist   | Last | 1M Range |      |
|-----------|--|------|----------|------|--------|---|------|----------|------|-----------|---|------|----------|------|
|           |  |      | Min      | Max  |        |   |      | Min      | Max  |           |   |      | Min      | Max  |
| ON        |  | 1.75 | 1.75     | 1.75 | ON     |  | 1.72 | 1.14     | 1.72 | ON        |  | 0.08 | 0.07     | 0.08 |
| 1W        |  | 1.77 | 1.77     | 1.77 | 1W     |  | 1.61 | 0.22     | 1.61 | 1W        |  | 0.00 | 0.00     | 0.00 |
| 1M        |  | 1.79 | 1.79     | 1.80 | 1M     |  | 1.59 | 0.88     | 1.72 | 1M        |  | 0.35 | 0.12     | 0.35 |
| 2M        |  | 1.84 | 1.84     | 1.85 | 2M     |  |      |          |      | 2M        |  | 0.00 | 0.00     | 0.00 |
| 3M        |  | 1.89 | 1.89     | 1.90 | 3M     |  | 1.81 | 1.09     | 1.82 | 3M        |  | 0.75 | 0.34     | 0.75 |
| 6M        |  | 1.93 | 1.93     | 1.94 | 6M     |  | 1.95 | 1.31     | 1.99 | 6M        |  | 1.04 | 0.56     | 1.04 |
| 12M       |  | 2.03 | 2.03     | 2.04 | 12M    |  | 2.26 | 1.59     | 2.26 | 12M       |  | 1.49 | 1.00     | 1.49 |

Last Updated: 29/03/2023

Last Updated: 09/03/2022









Note: D=d=day; M=mth=month; Y=year; %chg = percentage change; chg = change; USTH FX Sp = USD/THB FX Swap point; \$mn=million US dollar; THB.mn= Thai baht million; Hist=history; THB implied = Thai baht rate that are calculated by FX forward rate; ASEAN Index = value average ASEAN FX Jan2008=100

Sources: ttb analytics, CEIC

| Fixed Income | 1M History  | YTM (%) | Bps Chg (1D)  | Bps Chg (1W)   | Bps Chg (1M)   | 1M Range |        |
|--------------|---|---------|---|--|--|----------|--------|
|              |   |         |   |  |  | Min      | Max    |
| UST10y       |  | 4.2900  | 3.00   | -10.00  | -1.00   | 4.25     | 4.54   |
| Gilt 10y     |  | 4.4864  | -0.93  | -6.32   | -3.50   | 4.45     | 4.77   |
| Bund 10y     |  | 2.5700  | 2.00   | 2.00    | 7.00    | 2.50     | 2.68   |
| JGB 10y      |  | 1.4450  | 1.90   | -5.30   | 12.70   | 1.28     | 1.56   |
| TGB 1y       |  | 1.4706  | -0.06  | -2.29   | -7.74   | 1.47     | 1.56   |
| TGB 2y       |  | 1.4014  | -0.13  | -4.97   | -17.08  | 1.40     | 1.60   |
| TGB 5y       |  | 1.4098  | -0.62  | -8.93   | -20.84  | 1.42     | 1.65   |
| TGB 7y       |  | 1.5189  | -1.40  | -8.76   | -26.06  | 1.53     | 1.80   |
| TGB 10y      |  | 1.5997  | -1.45  | -8.61   | -22.68  | 1.61     | 1.86   |
| AAA Spread   |  | 71.85   | 0.07   | 0.91    | 2.99    | 68.86    | 72.45  |
| AA Spread    |  | 67.50   | 0.01   | -0.50   | 1.13    | 65.80    | 68.02  |
| A Spread     |  | 109.88  | -0.89  | -0.73   | 1.54    | 108.01   | 111.78 |
| BBB Spread   |  | 285.39  | 0.01   | 0.12    | -39.14  | 285.14   | 324.53 |

































































*Note:* UST = US Treasury; Gilt = UK Government Bond; JGB = Japanese Government bond; Bund = German Government Bond; TGB = Thai government Bond; tenors of the bonds are put after their name; bps=basis point; Corporate spreads are Thai and reported in basis points over government bond for the tenors 3-5 years.

## Commodity Market

| Commodity   | 1M History   | Last   | %Chg (1D)  | %Chg (1W)  | %Chg (1M)  | 1M Range |         |
|-------------|--|--------|--|--|--|----------|---------|
|             |  |        |  |  |  | Min      | Max     |
| Brent Crude |   | 67.77  | 0.1%    | -5.2%   | 6.1%    | 63.90    | 77.31   |
| London Gold |  | 3286.3 | -1.6%  | -2.3%  | -0.2%  | 3,278.9  | 3,420.2 |

*Note:* Unit of Brent crude oil price is \$/barrel; unit of gold price is \$/ounce

## Equity Market

| Equity Index         | 1M History  | Last     | %Chg (1D)  | %Chg (1W)   | %Chg (1M)   | 1M Range |          |
|----------------------|---|----------|--|---|---|----------|----------|
|                      |   |          |  |   |   | Min      | Max      |
| S&P500 (US)          |  | 6,173.1  | 0.52%   | 2.5%   | 4.4%   | 5,888.6  | 6,173.1  |
| STOXX (EU)           |  | 563.40   | 1.4%    | 2.2%   | -0.5%  | 549.3    | 571.2    |
| FTSE All-Share(UK)   |  | 4,793.1  | 0.77%   | 0.8%   | 0.7%   | 4,732.0  | 4,823.6  |
| DAX (DE)             |  | 24,033.2 | 1.6%    | 3.3%   | 0.1%   | 23,057.4 | 24,323.6 |
| CAC All-Tradable(FR) |  | 5,728.7  | 1.7%    | 2.1%   | -0.7%  | 5,610.0  | 5,818.9  |
| TOPIX (JP)           |  | 2,840.5  | 1.3%    | 2.9%   | 1.4%   | 2,756.5  | 2,840.5  |
| Shanghai (CH)        |  | 3,589.2  | -0.7%   | 1.3%   | 1.8%   | 3,500.3  | 3,622.4  |
| Hang Seng (HK)       |  | 24,284.2 | -0.2%   | 2.5%   | 4.3%   | 23,158.0 | 24,474.7 |
| ASX 200 (AU)         |  | 8,514.2  | -0.43%  | 0.5%   | 1.2%   | 8,361.0  | 8,592.1  |
| SET (TH)             |  | 1,082.4  | -2.20%  | 1.8%   | -6.7%  | 1,062.8  | 1,178.4  |
| SET50 (TH)           |  | 703.8    | -2.6%   | 1.6%   | -6.9%  | 692.5    | 770.5    |
| Straits Times (SG)   |  | 3,966.2  | 0.7%    | 2.2%   | 1.8%   | 3,879.3  | 3,966.2  |
| FTSE Malay (MY)      |  | 1,528.2  | 0.6%    | 1.7%   | 0.3%   | 1,501.4  | 1,535.4  |
| JSX Index (ID)       |  | 6,897.4  | 1.0%    | -0.1%  | -4.4%  | 6,787.1  | 7,230.7  |
| PSE Index (PH)       |  | 6,408.3  | 1.2%    | 3.1%   | -0.3%  | 6,218.3  | 6,425.8  |
| Vn Index (VN)        |  | 1,371.4  | 0.4%    | 1.0%   | 2.9%   | 1,310.6  | 1,371.4  |

Sources: ttb analytics, CEIC

*Note:* A = actual, P = previous; C = consensus

### Important Disclosures

This document is issued by ttb analytics, a division of ttb Bank PCL. All analyses are based on information available to the public. Although the information contained herein is believed to be gathered from reliable sources, ttb makes no guarantee to its accuracy and completeness. ttb may have issued, and may in the future issue, other reports that are inconsistent with, and reach different conclusions from, the information presented in this report. Opinions or predictions expressed herein reflect the authors' views, not that of ttb, as of date of the analysis and are subject to change without notice. ttb shall not be responsible for the use of contents and its implication.