FINANCIAL MARKETS

SCB

Daily Market Review

At-A-Glance 18 September 2026

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Daily Baht Movement

Expect intraday range:
33.15 – 33.40

USDTHB: The baht strengthened as oil prices fell. The US Dollar Index also retreated, while long-term US Treasury yields declined following the plunge in UK government bond yields. The BOE held rates steady at 3.75% but signaled potential rate hikes if inflationary pressures from energy prices persist. The BOE also announced a major overhaul of its QT program, abandoning plans to sell long-dated gilts. This supported the UK bond market.

	Support 3	Support 2	Support 1	Resistance 1	Resistance 2	Resistance 3
USD/THB	32.80	33.00	33.15	33.35	33.55	33.65

Recommendation *: Buy on dips*

Other currencies:

	Support 3	Support 2	Support 1	Resistance 1	Resistance 2	Resistance 3	Short term strategy
EUR/THB	36.50	37.20	37.80	38.80	39.20	39.94	Buy on dips
JPY/THB	0.1960	0.2030	0.2080	0.2200	0.2240	0.2350	Buy on dips
CNH/THB	4.9100	4.9280	4.9500	4.9800	4.9920	5.0000	Sell on rallies
EUR/USD	1.1100	1.1250	1.1380	1.1550	1.1640	1.1720	Buy on dips
USD/JPY	153.50	154.80	155.25	156.80	157.50	158.40	Sell on rallies

Market Highlight

- **The Bank of England held its policy rate at 3.75% in September, as expected, but struck a more hawkish tone on inflation.** The MPC voted 6-3, with Huw Pill, Megan Greene and Catherine Mann favoring a 25bp hike. A November hike is increasingly on the table if energy prices remain elevated, with Governor Andrew Bailey warning that persistent Middle East conflict could create stronger second-round inflation effects and may require tighter policy. The BOE now expects inflation to reach around 3.75% in 4Q26 and slightly above 4% in 1Q27, up from 3.2% in both quarters in its July forecast. Meanwhile, the BOE announced a major QT overhaul, including £20bn of annual gilt sales through 2034, while pausing active sales until April 2027. UK bonds rallied, led by the long end, with 30Y yields falling 12bp.

- **The US is expected to delay announcing new tariffs targeting trading partners' excess manufacturing capacity until after next week's planned summit** between Presidents Donald Trump and Xi Jinping. The administration had previously planned to release a report ahead of the meeting recommending an additional 7.5% tariff on Chinese goods. The reason for the delay remains unclear, while it is also uncertain whether the final tariff rate will change. The additional tariff would potentially bring Trump's second-term duties on Chinese imports to around 20%, a level Beijing has previously indicated is consistent with the current trade truce. The summit is expected to cover several key issues, including trade, the war in Iran and artificial intelligence, making the tariff announcement a potentially important part of the broader US-China negotiations.

- **ECB Governing Council member Ante Zigman warned that the ECB must bring inflation under control to avoid jeopardizing the economic expansion.** Despite stronger-than-expected Q2 growth and optimism over the outlook, inflation remains above 3%, well above the ECB's 2% target. Zigman said policymakers should focus on ensuring all inflation indicators are under control rather than placing too much emphasis on estimating the neutral rate. He noted that elevated price growth has not yet spread to other parts of the economy, with wage growth still contained, and rejected the view that the ECB has already entered the adverse scenario outlined in its latest projections. On the prospect of another hike next month, Zigman said the decision would involve intensive discussion and depend heavily on incoming economic data.

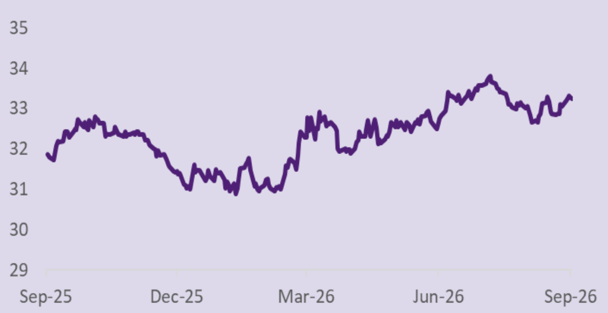
Exchange Rates & Government Bond Yields

	Current	MTD change	YTD change
USD/THB	33.25	0.33%	5.62%
JPY/THB	21.28	2.58%	5.92%
EUR/THB	38.17	-0.85%	3.23%
GBP/THB	44.41	-0.93%	4.71%
EUR/USD	1.15	-1.18%	-2.26%
GBP/USD	1.34	-1.30%	-0.85%
USD/JPY	156.20	-2.21%	-0.29%

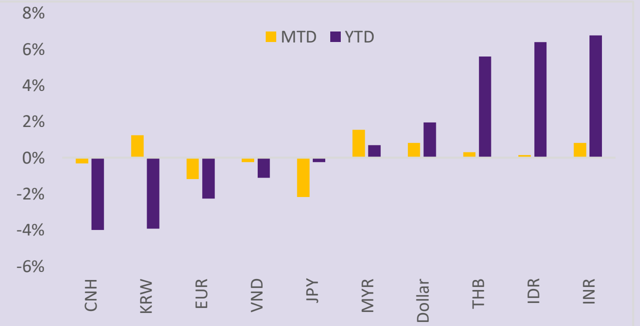
		Current	MTD change	YTD change
US Treasury	3-mth	4.07%	24 bps	43 bps
	2-yr	4.69%	34 bps	122 bps
	5-yr	4.80%	29 bps	109 bps
	10-yr	4.95%	19 bps	79 bps
Thai Gov	3-mth	0.97%	1 bps	-12 bps
	2-yr	1.33%	14 bps	20 bps
	5-yr	1.77%	13 bps	49 bps
	10-yr	2.36%	18 bps	70 bps

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	1,583.34	-0.74%	25.69%
WTI Crude Oil	104.82	15.84%	72.26%
Gold	4,340.09	-2.11%	1.03%

	Closing Prev. Working Day	MTD change	YTD change
Flows to TH stocks	+1,651.14	-783	+50,585
Flows to TH Bonds	+623.17	-14,653	-2,075

Economic Calendar

Date	Country	Events	Forecast	Previous
Tue, Sep 15, 2026	CH	Retail Sales (%YOY)	0.80%	0.60%
Wed, Sep 16, 2026	US	FOMC Rate Decision	4.00%	3.75%
	EU	CPI (%YOY)	3.30%	3.30%
	UK	BOE Rate Decision	3.75%	3.75%
Thu, Sep 17, 2026	UK	CPI (%YOY)	3.1%	2.9%
	US	Retail Sales (%MOM)	0.80%	-0.60%
Fri, Sep 18, 2026	JP	BOJ Rate Decision	1.25%	1.00%