LH BANK

BUSINESS RESEARCH

THAI ECONOMIC AND FINANCIAL UPDATE

for December 2025

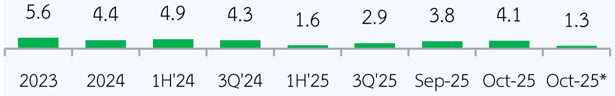
Highlight:

Thailand's economy expanded in October compared to the previous month. This growth was driven by continued expansion in merchandise exports, excluding gold, particularly in electronics. Foreign tourist receipts increased in line with higher tourist arrivals, and private consumption rose across almost all categories, partly due to government stimulus measures. However, private investment in machinery and equipment contracted, and government spending declined from the same period last year due to lower central government current expenditures and reduced capital spending by state-owned enterprises. Headline inflation remained negative due to lower oil and fresh food prices.

Private Consumption

The seasonally adjusted private consumption indicator increased from the previous month, with improvements seen in almost all categories. The main drivers were the services sector and spending on durable goods, particularly higher sales of passenger vehicles, including electric vehicles (EVs). Government economic stimulus measures and rising consumer confidence supported overall consumption.

Unit: %YoY

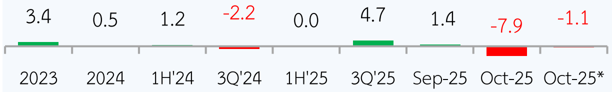


Note:*%MoM is calculated from seasonally adjusted data.

Private Investment

The seasonally adjusted private investment indicator declined from the previous month, with contractions across all investment categories. Investment in machinery and equipment decreased due to lower net imports of capital goods, especially computers. Construction investment also contracted, as indicated by fewer construction permits for residential and nonresidential properties.

Unit: %YoY



Note:*%MoM is calculated from seasonally adjusted data.

Exports

- **In October 2025, Thailand's merchandise exports totaled USD 28.8 billion, an increase of 5.7%YoY,** driven by exports to major markets, including the U.S., China, and the EU. This growth was supported by exports of electronics and automotive products, which benefited from increased production and new orders. Meanwhile, agricultural exports continued to contract.
- **For 10M2025, cumulative exports reached USD 282.9 billion, an increase of 13.0%YoY,** driven by exports to key markets including ASEAN, the US, China, the EU, and Japan, with strong growth in electronics, electrical appliances, gems and jewelry, and rubber products.

Market	Share (%) Jan-Oct 2025	Jan-Oct 2025		Oct-25	
		USD Mn	%YoY**	USD Mn	%YoY**
Total	100.0	282,982	13.0	28,836	5.7
ASEAN	21.7	61,481	5.3	6,406	-3.8
U.S.A.	20.8	58,842	29.1	6,665	32.9
China	11.9	33,781	15.5	3,114	9.3
EU	9.0	25,487	8.1	2,626	6.3
Japan	7.0	19,837	1.7	2,147	1.9
India	4.7	13,168	38.3	1,261	29.0

Commodity Price & Exchange Rate	Jan-Oct 2025		Oct-25	
	Price	%YoY	Price	%YoY
Dubai oil price (USD/bbl)	69.8	-13.5	64.3	-7.7
Gold price (USD/troy oz)	3,231.8	40.1	4,058.3	42.7
Exchange rate (THB/USD)	33.1	-6.8	32.6	-2.5
NEER index	128.3	6.9	129.3	2.1

Farm Income

Farmers' income declined from the previous year due to lower agricultural commodity prices. Prices of rubber and white rice were affected by high supply levels, while durian prices were under pressure due to high output and concerns over China's residue inspections. Meanwhile, production of feed corn, rubber, and oil palm increased, supported by favorable weather conditions.

Item (%YoY)	Farm Income		Agricultural Price		Agricultural Production	
	Sep-25	Oct-25	Sep-25	Oct-25	Sep-25	Oct-25
Agriculture	-16.9	-14.8	-14.3	-15.8	-3.0	1.1
Paddy	-19.3	-19.9	-20.4	-19.7	1.4	-0.2
Rubber	-20.6	-27.3	-23.6	-29.0	3.9	2.4
Durian	-55.3	-2.3	-6.2	-6.2	-52.3	4.1
Longan	-74.2	-52.3	-52.3	-36.1	-45.9	-25.4
Palm kernel	2.4	5.0	5.0	-6.1	-2.4	11.8

MPI and Capacity Utilization (Cap-U)

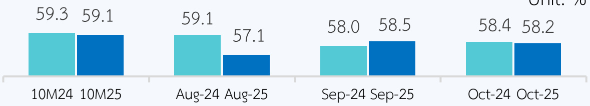
The seasonally adjusted Manufacturing Production Index contracted slightly from the previous month. Although electronics and automotive production increased in line with exports, overall growth slowed due to declining petroleum production declined due to scheduled refinery maintenance.

MPI (%YoY)	2023	2024	Sep-25	Oct-25	%MoM
Overall MPI	-3.6	-1.3	1.2	-0.1	-0.2*
Automotive	0.8	-17.0	6.0	8.6	1.5
Petroleum	8.6	1.6	4.6	-2.4	-4.6
Hard disk drive	-29.8	4.2	-1.2	11.8	-17.2

Note:*%MoM Overall MPI is calculated from seasonally adjusted data.

Capacity Utilization Rate

Unit: %



Note: MPI stands for Manufacturing Production Index

Sources: BOT, OAE, MOC (**Custom basis), World Bank, and OIE

Domestic Vehicle Sale

In October 2025, domestic car sales marked the seventh consecutive month of expansion, with 47,032 units sold, up 24.8%YoY. This growth was driven by passenger cars, which increased 24.0%YoY, especially electric vehicles, as well as commercial vehicles, which grew 25.3%YoY, particularly SUVs, which surged 90.3%. However, sales of one-ton pickup trucks decreased 7.1%YoY due to weak purchasing power, especially among lower-income groups, amid the sluggish economic recovery. Notably, registrations of xEV increased across all categories.

Domestic vehicle sales, 10M2025

Total Vehicle Sales

495,001 Units

+3.9%YoY

Market Share By Brand

Toyota	Isuzu	Honda	BYD	Mitsubishi
37.4%	11.9%	11.5%	7.0%	4.5%

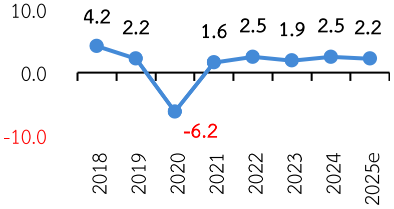
By Model

1. Toyota Hilux 10.8%
2. Toyota Yaris ATIV 9.2%
3. Isuzu D-Max 9.0%
4. Toyota Yaris Cross 6.1%
5. Honda City 5.2%

For the first 10 months of 2025, domestic car sales totaled 495,001 units, marking a 3.9%YoY increase, driven by growth in both passenger cars and commercial vehicles, supported by electric vehicles and SUVs despite a 14.8% YoY contraction in pickup trucks. Toyota maintained its position as the market leader with a 37.4% share, followed by Isuzu, Honda, and BYD. The Toyota Hilux remained the best-selling model with a 10.8% market share, followed by the Toyota Yaris ATIV and the Isuzu D-Max.

Domestic Vehicle Sales by Body Type	Jan-Oct 2025		Oct-25	
	Unit	%YoY	Unit	%YoY
Passenger car	193,403	4.3	19,291	24.0
Commercial car	301,598	3.7	27,741	25.3
Pickup 1 ton	117,166	-14.8	10,122	-7.1
SUV	127,202	28.6	11,901	90.3
Other	57,230	4.8	5,718	14.8
Overall	**495,001**	**3.9**	**47,032**	**24.8**

Thai GDP Forecast by BOT (%YoY)



%YoY	2022	2023	2024	2025e
Private Consumption	6.2	7.1	4.4	2.1
Government Consumption	0.1	-4.6	2.5	0.8
Private Investment	4.7	3.2	-1.6	0.3
Public Investment	-3.9	-4.6	4.8	5.1
Value of Merchandise Exports*	5.4	-1.5	5.9	10.0
Headline Inflation (%)	6.1	1.2	0.4	0.0

*BOP Basis Note: 1) Data as of Oct 2025 2) e = estimate in lower tariffs scenario

Tourism

In October 2025, Thailand recorded 2.57 million foreign tourists, marking a 3.9%YoY decline but a 15.1%MoM increase. Although tourists from major markets, such as China, Malaysia, and South Korea, continued to decline from the same period last year, tourists from India, Russia, and Europe showed solid growth. Notably, the number of Chinese tourists increased compared to the previous month. Tourism receipts decreased compared to the same period last year but increased compared to the previous month, supported by growth in long-haul tourists. **For the first 10 months of 2025, cumulative foreign tourist arrivals totaled 26.7 million, a 7.2%YoY decline** due to significant decreases in arrivals from major markets, such as China and ASEAN. Cumulative tourism receipts totaled THB 1.37 trillion, a 6.5%YoY decline.

International tourist arrivals, 10M2025

No. of Foreign Arrivals

26,689,071 Persons

-7.2%YoY

Total Revenues

1,369,586 THB Mn

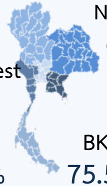
-6.5%YoY

Top 5 Nationalities Visiting Thailand

Malaysia	China	India	Russia	S.Korea
14.5%	14.1%	7.4%	5.3%	4.8%

In October 2025, the national average hotel occupancy rate was 69.5%, increasing from 66.2% the previous month. This increase was driven by higher visitor numbers from both domestic and international travelers. Bangkok recorded the highest occupancy rate at 76.9%, followed by the south at 72.8% and the east at 68.6%. Improvements were observed across all regions. For the first 10 months of 2025, the national average occupancy rate remained stable at 70.7%, similar to the same period last year.

Occupancy Rate, 10M2025



North 63.3%

Northeast 65.9%

Central & West 63.5%

East 73.6%

South 74.0%

BKK 75.5%

Sources: NESDC, Toyota, FTI, and MOTS

Export of Goods

For December 2025

Major products	Share	Jan-Oct 25		Oct-25	
	Jan-Oct 2025 (%)	USD million	%YoY*	USD million	%YoY*
Total exports	100.0	282,982	13.0	28,836	5.7
Agriculture	8.4	23,730	-3.4	1,964	-14.6
- Rice	1.3	3,740	-31.5	354	-38.6
- Rubber	1.5	4,204	1.9	399	-12.5
- Tapioca	0.9	2,501	-7.4	186	-19.2
- Fruits	2.1	5,975	1.9	197	-35.8
- Fishery	0.5	1,274	-0.1	158	14.2
Agro-industrial	7.3	20,641	4.3	2,059	6.2
- Prepared or preserved seafood	1.1	3,158	-0.9	349	-4.8
- Cane sugar and molasses	0.9	2,514	12.1	130	8.9
- Wheat products and other food preparations	0.9	2,683	20.8	270	8.0
- Beverages	0.6	1,739	-1.0	149	-9.8
Manufacturing	81.7	231,202	17.5	24,032	8.8
- Automotive	11.8	33,426	2.3	3,514	14.9
- Electronics	21.0	59,477	35.9	6,760	38.8
- Electrical appliances	9.6	27,208	11.0	2,774	12.7
- Precious stones and jewelry	8.2	23,168	50.3	1,446	-51.4
- Unwrought gold	4.1	11,565	51.6	515	-76.9
- Rubber products	4.6	13,072	13.7	1,341	1.3
- Petro-chemical products	2.5	7,181	-2.5	706	-6.6
- Chemicals	2.4	6,932	-0.3	738	-5.0
- Machinery & equipment	3.5	9,845	16.2	1,058	2.5
- Apparels & Textile	1.8	5,128	-0.4	510	-5.0
- Metal & steel	2.0	5,725	2.9	614	17.1
Mining & Fuel	2.6	7,409	-19.4	781	-19.2

Product	Oct-25	
	USD million	%YoY*
Automotive	3,514	14.9
- Passenger car	661	-27.0
- Pick up and trucks	1,116	90.5
- Motorcycle	270	0.7
- Spark-ignition reciprocating internal combustion	357	16.7
- Parts & accessories	976	11.3

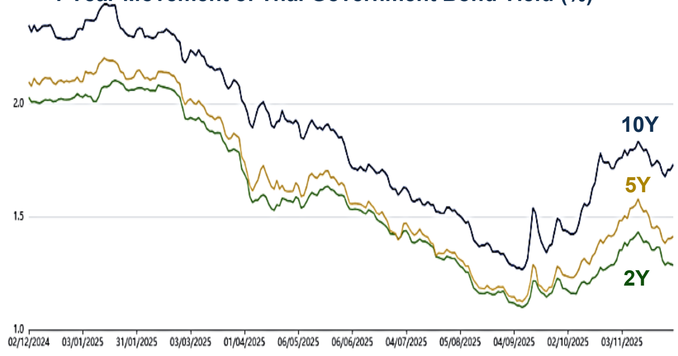
Products	Oct-25	
	USD million	%YoY*
Electronics	6,760	38.8
- Computer parts	3,657	67.8
- HDD	1,023	15.3
- Electronic integrated circuits	848	10.8
- Telecommunication	1,054	21.5
- Semi-conductor devices, transistors, diodes	273	-7.4

Thai Financial Market Data (1/2)

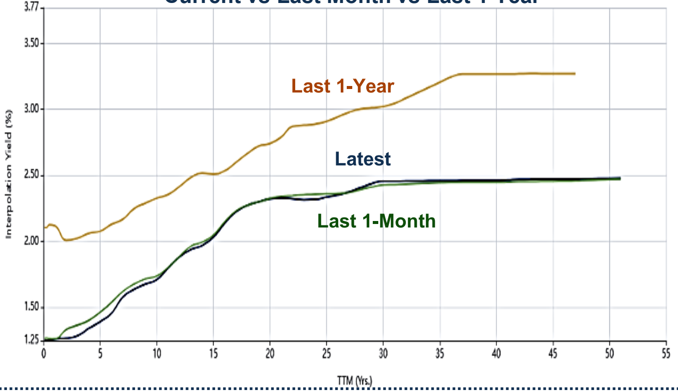
Data as of : 1 Dec 2025

Fixed Income Market

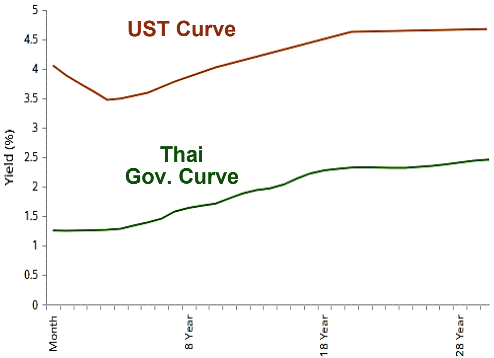
1 Year Movement of Thai Government Bond Yield (%)



Shift in Thai Government Yield Curve Current vs Last Month vs Last 1 Year

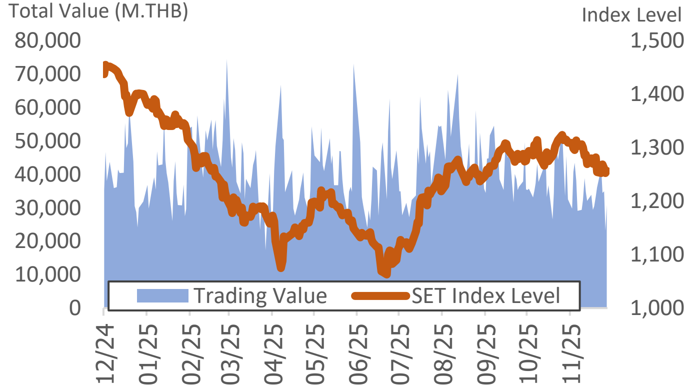


Thai Government Yield Curve versus US Treasury Yield Curve

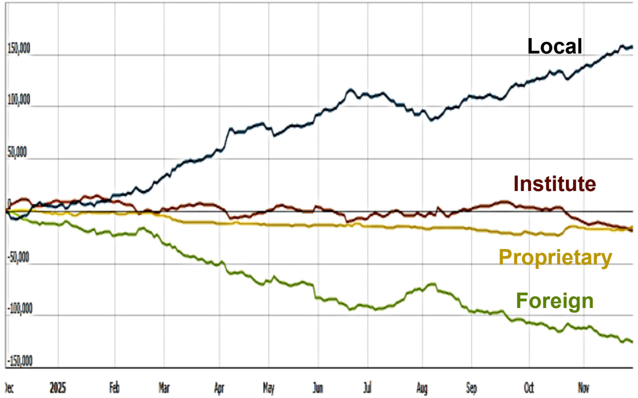


Equity Market

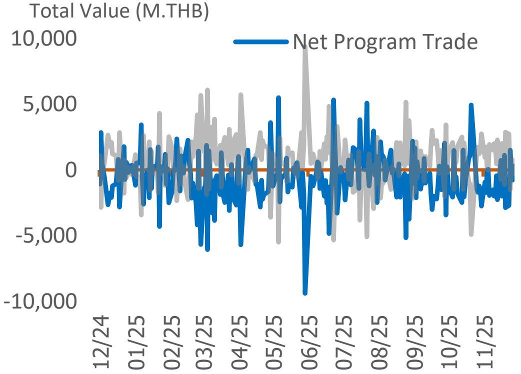
1-Year SET Index Movement & Trading Value



1 Year - SET Trading Value by Investor Type (M.THB)



1 Year Period of Daily Program Trading Value (SET and mai)

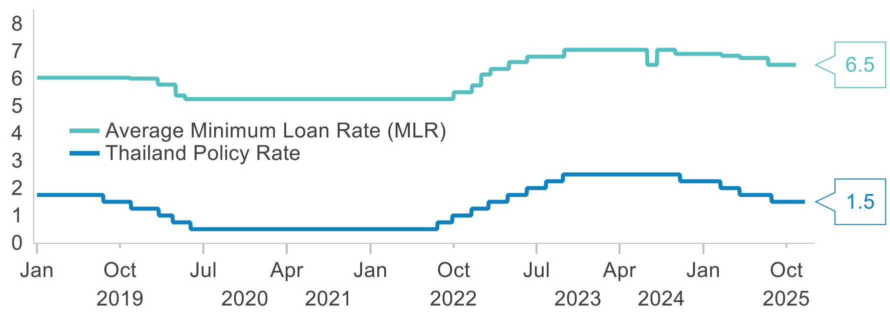


Thai Financial Market Data (2/2)

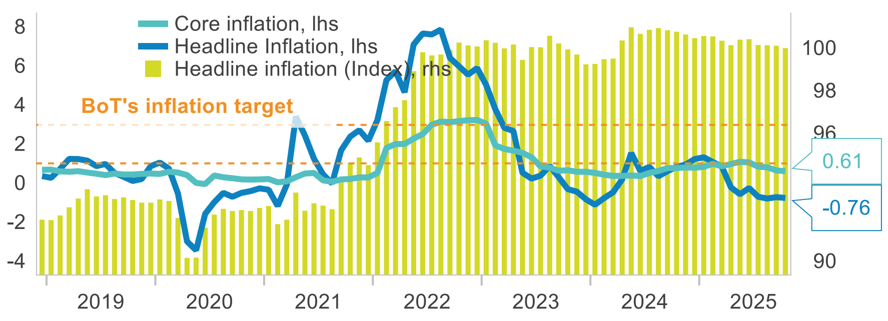
Data as of : 1 Dec 2025

Policy Rate and Inflation

Thailand's Policy Rate and MLR

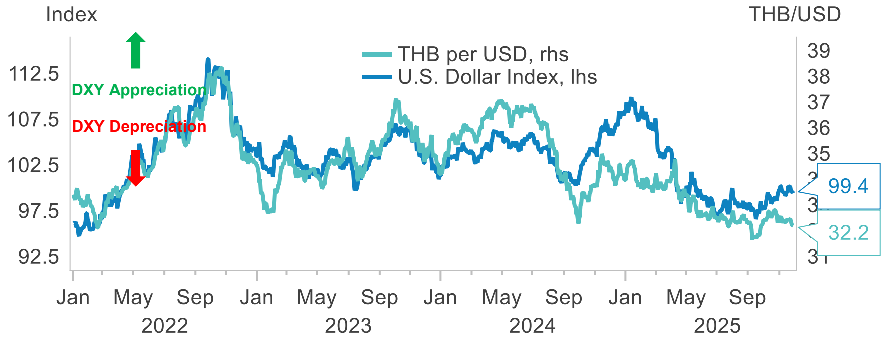


Thailand's Consumer Price Index

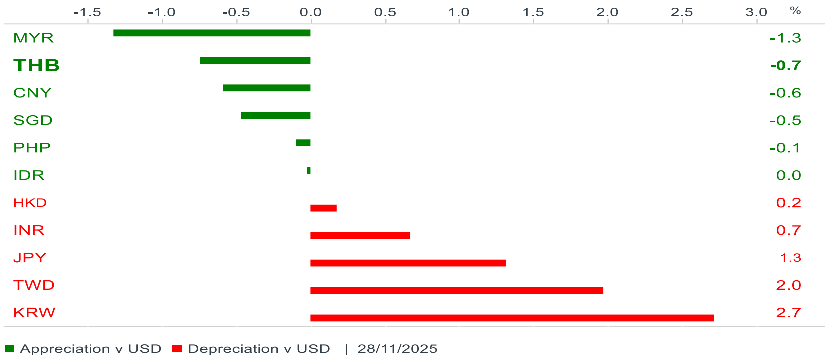


Exchange Rate

US Dollar Index and THB per USD



Asian Exchange Rate/USD (MTD)



End of Presentation

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