

## The Geneva Resuscitation & Extreme Volatility

- The temporary breakdown in US-Iran optics is geopolitical noise.
- The Bank of Thailand is highly likely to maintain the policy rate at 1.00%.
- We recommend **BH, BDMS, GULF, GPSC, AMATA** and **WHA**.

### The Hormuz Whiplash as Geopolitical Noise

Last week, global markets priced in a major geopolitical de-escalation as a draft US-Iran agreement promised to reopen the Strait of Hormuz, temporarily softening crude prices. However, conflicting reports over the weekend suggested the deal was faltering. We view this immediate turbulence as temporary diplomatic noise rather than a structural collapse of the peace framework. With both sides heavily incentivized to sustain negotiations, a full blockade remains a low-probability tail risk. Consequently, global energy markets will likely absorb this noise, allowing the broader inflation relief narrative to survive the temporary friction.

### Navigating the Geopolitical Tug-of-War

For the SET Index, these rapid headlines create a highly erratic, range-bound trading environment. The Thai benchmark is caught in a temporary geopolitical tug-of-war, which causes the immediate market-relief for aviation sector without triggering a catastrophic sell-off. Expect the SET to experience intraday swings this week as domestic institutions digest the conflicting diplomatic optics. Broad index-level beta will remain tightly capped, forcing foreign capital to stay on the sidelines until the negotiation framework stabilizes, providing a definitive, long-term direction for global energy costs and stabilizing localized market sentiment.

### Domestic Reality: The BoT's June 24 Rate Decision

Domestically, this external energy volatility creates a complex backdrop for the Bank of Thailand's Monetary Policy Committee meeting this Wednesday, June 24. The central bank remains trapped between sluggish domestic GDP growth and the lingering threat of imported supply-side inflation. Given the intense uncertainty surrounding the US-Iran negotiations, the BoT cannot risk a premature dovish pivot. We firmly expect the committee to maintain the policy rate at 1.00%. Consequently, the heavily indebted local consumer will receive zero immediate credit relief, keeping grassroots retail spending thoroughly constrained and highly reliant on targeted government subsidies.

### Filtering Noise for Structural Growth

This noisy environment demands a strategy that completely filters out geopolitical unpredictability and domestic consumer sluggishness. We explicitly advise against rotating into Upstream Energy; chasing crude spikes based on diplomatic rumors is a low-conviction trade. Instead, we recommend structural growth themes that operate independently of the Middle East. We maintain our overweight on Industrial Estates and large-cap Power Utilities. These entities are directly monetizing massive, ongoing global tech and data center relocations, providing robust earnings visibility that is entirely insulated from both oil market volatility and the BoT's restrictive monetary policy.

### Strategy and Recommendations: The Structural Insulation Playbook

We recommend portfolio rebalancing to filter out this week's headline noise. Unconstrained portfolios should avoid chasing commodity volatility, as the US-Iran friction will likely subside. For Thai equities, execute the "Structural Insulation" playbook: aggressively accumulate Industrial FDI champions (**WHA, AMATA**) and dominant Power Utilities (**GULF, GPSC**) to capture the multi-year data center boom. Anchor the portfolio with premier Healthcare (**BH, BDMS**) for highly defensive, inelastic international yield.

Analyst

Suwat Sinsadok, CFA, FRM, ERP  
suwat.s@globlex.co.th,  
+662 687 7026

Assistant Analyst

Peerayu Sirivorawong

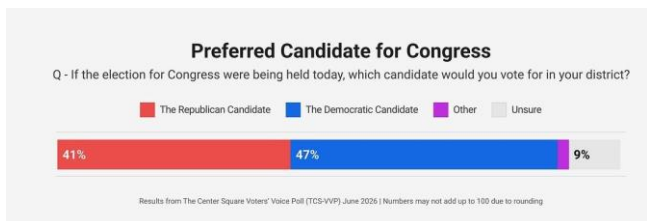
### Exhibit 1: Monetary Policy Outlook: Bank of Thailand Braces for June 24 Rate Decision



Calendar	GMT	Reference	Actual	Previous	Consensus	TEForecast
2025-12-17	07:00 AM	Interest Rate Decision	1.25%	1.5%	1.25%	1.25%
2026-02-25	07:00 AM	Interest Rate Decision	1%	1.25%	1.25%	1.25%
2026-04-29	07:00 AM	Interest Rate Decision	1%	1%	1%	1%
2026-06-24	07:00 AM	Interest Rate Decision		1%	1.0%	1.0%

Sources: Tradingeconomics

### Exhibit 2: Midterm Sentiment Monitor: Quantifying Generic Congressional Vote Spreads



Sources: thecentersquare

### Exhibit 3: Geopolitical Noise: Dissecting Social Media Claims on Hormuz Shipping Tolls



There will be NO TOLLS in the Hormuz Strait for 60 days during the Cease Fire Period, and there will be NO TOLLS after the 60 day period has expired, unless they are imposed by and for the United States of America, should the deal not be completed, for services rendered as the Guardian Angel to the countries of the Middle East for purposes of both past, present, and future reimbursement of costs. Thank you for your attention to this matter!!! President DJT

37 ReTruths 118 Likes

6/20/26, 2:15 PM

Sources: x.com

## GENERAL DISCLAIMER Analyst Certification

Suwat Sinsadok, Register No. 020799, Globlex Securities Public Company Limited

The opinions and information presented in this report are those of the Globlex Securities Co. Ltd. Research Department. No representation or warranty in any form regarding the accuracy, completeness, correctness or fairness of opinions and information of this report is offered by Globlex Securities Co. Ltd. Globlex Securities Co. Ltd. Accepts no liability whatsoever for any loss arising from the use of this report or its contents. This report (in whole or in part) may not be reproduced or published without the express permission of Globlex Securities Co. Ltd.

## RECOMMENDATION STRUCTURE

### Stock Recommendations

Stock ratings are based on absolute upside or downside, which we define as  $(\text{target price}^* - \text{current price}) / \text{current price}$ .

- BUY:** Expected return of 10% or more over the next 12 months.  
**HOLD:** Expected return between -10% and 10% over the next 12 months.  
**REDUCE:** Expected return of -10% or worse over the next 12 months.

Unless otherwise specified, these recommendations are set with a 12-month horizon. Thus, it is possible that future price volatility may cause temporary mismatch between upside/downside for a stock based on market price and the formal recommendation.

\* In most cases, the target price will equal the analyst's assessment of the current fair value of the stock. However, if the analyst doesn't think the market will reassess the stock over the specified time horizon due to a lack of events or catalysts, then the target price may differ from fair value. In most cases, therefore, our recommendation is an assessment of the mismatch between current market price and our assessment of current fair value.

### Sector Recommendations

- Overweight:** The industry is expected to outperform the relevant primary market index over the next 12 months.  
**Neutral:** The industry is expected to perform in line with the relevant primary market index over the next 12 months.  
**Underweight:** The industry is expected to underperform the relevant primary market index over the next 12 months.

### Country (Strategy) Recommendations

**Overweight:** Over the next 12 months, the analyst expects the market to score positively on two or more of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.

**Neutral:** Over the next 12 months, the analyst expects the market to score positively on one of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.

**Underweight:** Over the next 12 months, the analyst does not expect the market to score positively on any of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.