

Forecasts, data preview, central bank watch

26 June 2026

KEY DATA RELEASES AND EVENTS NEXT WEEK

- South Korea's June exports to stay strong, supporting AI trades.
- Indonesia's and South Korea's June CPI to edge higher, reinforcing rate hike expectations.
- Vietnam's 2Q GDP growth to hold steady at 7.8%.



Ma Tieying, CFA
Senior Economist
matieying@dbs.com

The Week Ahead covers the key data releases and central bank events of the coming week, collating our macro forecasts.

KEY FORECASTS FOR THE COMING WEEK

Date	Indicator	Forecast 1	Forecast 2
June 29 (Mon)	India: industrial production (May)	3.6% y/y	4.9% y/y
June 30 (Tue)	South Korea: industrial production (May)	4.3% y/y	1.5% y/y
	Japan: industrial production (May)	1.6% y/y	2.0% y/y
July 1 (Wed)	South Korea: exports (May)	58.9% y/y	53.4% y/y
	- imports	22.0% y/y	20.7% y/y
	- trade balance	USD33.1bn	USD27.0bn
	Indonesia: exports (May)	1.6% y/y	22.0% y/y
	- imports	18% y/y	22.5% y/y
	- trade balance	US\$1.0bn	USD90mn
	- CPI (Jun)	3.3% y/y	3.1% y/y
	Eurozone: CPI (Jun)	3.2% y/y	3.2% y/y
July 2 (Thu)	South Korea: CPI (Jun)	3.4% y/y	3.1% y/y
July 3 (Fri)	Vietnam: GDP (2Q)	7.8% y/y	7.8% y/y
	Vietnam: exports (June)	20.5% y/y	18.0% y/y
	- imports	36.0% y/y	33.8% y/y
	- trade balance	-USD2.3bn	-USD5.2bn
	- retail sales YoY YTD (June)	11.4% y/y	11.2% y/y
	Vietnam: CPI (June)	5.0% y/y	5.6% y/y

FORTHCOMING DATA RELEASES

South Korea

June trade and inflation data will be the key focus ahead. Exports are expected to maintain strong growth of 50-60% yoy for the fourth consecutive month, based on the preliminary data for the first 20 days of June, which showed a 60.4% yoy increase. The trade surplus is expected to widen to above USD30bn, compared with USD27bn in the previous month. AI-driven demand and rising memory chip prices continue to support South Korea's semiconductor exports, helping to offset higher energy import costs.

On the inflation front, headline CPI is expected to accelerate further to 3.4% yoy from 3.1% in the previous month, remaining above the 3% threshold for the second consecutive month. Core CPI is also expected to rise to 2.7% from 2.5%. Imported inflationary pressures are building amid accumulated raw material cost increases and KRW weakness.

The Bank of Korea has signaled a bias toward rate hikes to contain inflation expectations and prevent broader second-round inflation effects. We expect a 25bps rate hike to 2.75% in July, followed by another 25bps hike to 3.00% in 4Q.

Vietnam

We expect Vietnam's real GDP to expand by 7.8% yoy in 2Q26, remaining firm compared with 7.8% yoy in 1Q26. Growth momentum remained robust in 2Q26, underpinned by strong electronics manufacturing activity and shipments, which benefitted from the global technology upcycle driven by artificial intelligence tailwinds, supportive foreign direct investments, and resilient retail spending, despite challenges from the Middle East conflict and high base effects. We anticipate headline inflation to ease to 5.0% yoy in June 2026 from 5.6% yoy in May. This moderation primarily reflected receding transport inflation

due to the unwinding of global and domestic energy price pressures, amid a de-escalation of Middle East tensions following a US-Iran interim peace deal, while other components such as food and housing remained sticky. The central bank's refinancing rate remained steady in 2Q26, and policymakers have room to maintain this path to support high growth objectives, given easing energy prices and a stable currency, notwithstanding hawkish US Fed expectations.

GROWTH, INFLATION, POLICY RATES & FX FORECASTS

	GDP GROWTH, % YOY				CPI INFLATION, % YOY			
	2024	2025	2026f	2027f	2024	2025	2026f	2027f
CHINA	5.0	5.0	4.5	4.0	0.2	0.0	1.2	1.5
HONG KONG	2.5	3.5	3.0	2.8	1.5	1.4	1.6	1.5
INDIA	6.7	7.8	6.5	6.4	4.9	2.2	4.5	4.2
INDIA (FISCAL YEAR) *	6.5	7.7	6.5	6.4	4.6	2.1	4.9	4.0
INDONESIA	5.0	5.1	5.1	5.1	2.3	1.9	3.2	2.2
MALAYSIA	5.1	5.2	4.7	4.2	1.8	1.4	2.0	2.0
PHILIPPINES**	5.6	4.5	4.7	5.0	3.2	1.7	6.5	4.0
SINGAPORE	5.3	5.0	2.8	2.3	2.4	0.9	2.2	2.0
SOUTH KOREA	2.0	1.0	2.6	2.0	2.3	2.1	2.6	2.1
TAIWAN	5.3	8.8	9.4	3.5	2.2	1.7	1.9	1.8
THAILAND	2.9	2.4	1.6	2.0	0.4	-0.1	2.5	1.5
VIETNAM	7.0	8.0	6.5	6.5	3.6	3.3	4.8	3.3
EUROZONE	0.7	1.5	1.0	1.2	2.3	2.2	3.1	2.1
JAPAN	-0.2	1.2	0.5	0.5	2.7	3.2	1.8	1.8
UNITED STATES***	2.8	2.0	1.9	1.7	3.0	2.7	3.5	3.0

* 2020 = Fiscal year Apr20-Mar21 ** new CPI series *** eop for CPI inflation

POLICY INTEREST RATES, EOP

	1Q26	2Q26	3Q26	4Q26	1Q27	2Q27	3Q27	4Q27
CHINA*	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
INDIA	5.25	5.25	5.25	5.50	5.75	5.75	5.75	5.75
INDONESIA	4.75	5.75	6.00	6.00	6.00	6.00	6.00	6.00
MALAYSIA	2.75	2.75	2.75	2.75	2.75	2.75	2.75	2.75
PHILIPPINES	4.25	4.75	5.25	5.25	5.25	5.25	5.25	5.25
SINGAPORE**	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20
SOUTH KOREA	2.50	2.50	2.75	3.00	3.00	3.00	3.00	3.00
TAIWAN	2.00	2.00	2.00	2.13	2.13	2.13	2.13	2.13
THAILAND	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
VIETNAM***	4.50	5.00	5.00	5.00	5.00	5.00	5.00	5.00
EUROZONE^	2.00	2.25	2.50	2.50	2.50	2.50	2.50	2.50
JAPAN	0.75	1.00	1.00	1.25	1.25	1.50	1.50	1.50
UNITED STATES	3.75	3.75	3.75	3.75	3.75	3.75	3.75	3.75

* 1-yr Loan Prime Rate; ** 3M SORA OIS; *** refinancing rate; ^ deposit facility rate

EXCHANGE RATES, EOP

	1Q26	2Q26	3Q26	4Q26	1Q27	2Q27	3Q27	4Q27
USD/CNY	6.89	6.83	6.77	6.70	6.74	6.78	6.81	6.85
USD/HKD	7.84	7.82	7.81	7.81	7.81	7.81	7.80	7.80
USD/INR	94.8	96.7	97.1	97.4	97.8	98.2	98.6	98.9
USD/IDR	17041	17990	18060	18130	18200	18270	18340	18410
USD/MYR	4.05	3.91	3.85	3.80	3.85	3.90	3.95	4.00
USD/PHP	60.7	62.1	62.4	62.7	63.0	63.3	63.6	63.9
USD/SGD	1.29	1.27	1.26	1.25	1.26	1.27	1.27	1.28
USD/KRW	1516	1470	1435	1400	1415	1425	1440	1450
USD/THB	32.6	32.1	31.6	31.0	31.4	31.8	32.1	32.5
USD/VND	26340	26230	26110	26000	26130	26250	26380	26500
AUD/USD	0.69	0.71	0.72	0.73	0.73	0.72	0.72	0.71
EUR/USD	1.16	1.18	1.19	1.21	1.20	1.19	1.18	1.17
USD/JPY	159	156	153	149	151	152	153	154
GBP/USD	1.32	1.36	1.39	1.41	1.40	1.39	1.38	1.37

INTEREST RATE FORECASTS

		2026				2027			
		Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
US	3M SOFR OIS	3.68	3.65	3.65	3.65	3.65	3.65	3.65	3.65
	2Y	3.79	3.80	3.85	3.85	3.90	3.95	3.95	3.95
	10Y	4.32	4.30	4.40	4.50	4.55	4.60	4.65	4.65
	10Y-2Y	52	50	55	65	65	65	70	70
Japan	3M TIBOR	1.27	1.40	1.45	1.50	1.55	1.75	1.75	1.75
	2Y	1.35	1.45	1.55	1.70	1.80	1.90	1.90	1.90
	10Y	2.35	2.60	2.65	2.70	2.70	2.70	2.75	2.75
	10Y-2Y	100	115	110	100	90	80	85	85
Eurozone	3M EURIBOR	2.08	2.45	2.70	2.70	2.70	2.70	2.70	2.70
	2Y	2.62	2.55	2.55	2.60	2.65	2.70	2.70	2.70
	10Y	3.00	3.00	3.10	3.20	3.25	3.30	3.30	3.30
	10Y-2Y	39	45	55	60	60	60	60	60
Indonesia	IDR 3M OIS	4.12	5.40	5.90	5.90	5.90	5.90	5.90	5.90
	2Y	6.31	7.10	6.90	6.85	6.80	6.75	6.75	6.70
	10Y	6.86	7.20	7.00	6.95	6.90	6.90	6.90	6.90
	10Y-2Y	55	10	10	10	10	15	15	20
Malaysia	3M KLIBOR	3.37	3.35	3.35	3.35	3.35	3.35	3.35	3.35
	3Y	3.26	3.25	3.25	3.25	3.25	3.25	3.25	3.25
	10Y	3.63	3.60	3.65	3.65	3.65	3.65	3.70	3.70
	10Y-3Y	37	35	40	40	40	40	45	45
Philippines	3M NDF implied yield	6.09	5.05	5.55	6.05	6.05	6.05	6.05	6.05
	2Y	5.42	6.00	6.10	6.20	6.25	6.30	6.35	6.35
	10Y	6.98	7.50	7.65	7.75	7.80	7.85	7.90	7.95
	10Y-2Y	156	150	155	155	155	155	155	160
Singapore	3M SORA OIS	1.16	1.20	1.20	1.20	1.20	1.20	1.20	1.20
	2Y	1.61	1.50	1.55	1.60	1.62	1.65	1.67	1.70
	10Y	2.29	2.10	2.20	2.20	2.25	2.25	2.30	2.30
	10Y-2Y	68	60	65	60	63	60	63	60
Thailand	3M BIBOR	1.15	1.15	1.15	1.15	1.15	1.15	1.15	1.15
	2Y	1.41	1.30	1.35	1.35	1.45	1.50	1.50	1.50
	10Y	2.23	2.45	2.55	2.60	2.70	2.75	2.80	2.90
	10Y-2Y	82	115	120	125	125	125	130	140
China	1Y LPR	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
	2Y	1.37	1.25	1.25	1.25	1.25	1.25	1.25	1.25
	10Y	1.86	1.75	1.75	1.80	1.80	1.85	1.85	1.85
	10Y-2Y	48	50	50	55	55	60	60	60
Hong Kong, SAR	3M HIBOR	2.36	2.75	2.75	2.75	2.75	2.75	2.75	2.75
	2Y*	2.82	2.80	2.85	2.85	2.90	2.95	2.95	2.95
	10Y*	3.08	3.30	3.40	3.50	3.55	3.60	3.65	3.65
	10Y-2Y	26	50	55	65	65	65	70	70
Korea	3M CD	2.82	3.00	3.10	3.20	3.20	3.20	3.20	3.20
	3Y	3.56	3.50	3.60	3.75	3.75	3.75	3.75	3.75
	10Y	3.88	4.00	4.20	4.25	4.25	4.25	4.25	4.25
	10Y-3Y	32	50	60	50	50	50	50	50
India	3M MIBOR	7.25	6.75	6.75	6.75	6.75	6.75	6.75	6.75
	2Y	6.37	6.25	6.30	6.30	6.35	6.35	6.35	6.35
	10Y	7.04	6.95	6.95	6.90	6.90	6.90	6.85	6.85
	10Y-2Y	67	70	65	60	55	55	50	50

%, eop, govt bond yield for 2Y and 10Y, spread bps

Sources: Data for all charts and tables are from CEIC, Bloomberg and DBS Group Research (forecasts and transformations)

ECONOMICS & STRATEGY

Taimur BAIG, Ph.D.

Chief Economist
Global

taimurbaig@dbs.com

Mo Ji, Ph.D.

Chief Economist
China/HK SAR
mojim@dbs.com

Nathan CHOW

Senior Economist
China/HK SAR
nathanchow@dbs.com

Radhika RAO

Senior Economist
Eurozone, India, Indonesia
radhikarao@dbs.com

Tieying MA, CFA

Senior Economist
North Asia
matieying@dbs.com

Han Teng CHUA, CFA

Senior Economist
Asean
hantengchua@dbs.com

Byron LAM

Economist
China/HK SAR
byronlamfc@dbs.com

Eugene LEOW

Senior Rates Strategist
G3 & Asia
eugeneleow@dbs.com

Philip WEE

Senior FX Strategist
Global
philipwee@dbs.com

Wei Liang CHANG

FX & Credit Strategist
Global
weiliangchang@dbs.com

Samuel TSE

Rates Strategist
Asia
samueltse@dbs.com

Sherilyn CHEW

Multi-asset Strategist
Global
sherilync Chew@dbs.com

Mervyn TEO

Senior Credit Analyst
USD, SGD, AUD
mervynteo@dbs.com

Dexter CHUN

Credit Analyst
USD
dexterchun@dbs.com

Tracy Li Jun LIM

Credit Analyst
USD, SGD
tracylimt@dbs.com

Ian Haan Chui

Credit Analyst
USD
ianchui@dbs.com

Amanda SEAH

Credit Analyst
USD, SGD, AUD
amandaseah@dbs.com

Teng Chong LIM

Credit Analyst
USD, SGD, AUD
tengchonglim@dbs.com

Joel SIEW, CFA

Credit Analyst
USD, SGD, AUD
joelsiew@dbs.com

Iris GAO

Credit Analyst
USD
irisgao@dbs.com

Lilian LV

Credit Analyst
USD
lilianlv@dbs.com

Daisy SHARMA

Analyst
Data Analytics
daisy@dbs.com

Violet LEE

Associate
Publications
violetleeyh@dbs.com

GENERAL DISCLOSURE/ DISCLAIMER (For Macroeconomics, Currencies, Interest Rates, Digital Assets or Commodities)¹

The information herein is published by DBS Bank Ltd and/or DBS Bank (Hong Kong) Limited (each and/or collectively, the "Company"). It is based on information obtained from sources believed to be reliable, but the Company does not make any representation or warranty, express or implied, as to its accuracy, completeness, timeliness or correctness for any particular purpose. Opinions expressed are subject to change without notice. This research is prepared for general circulation. Any recommendation contained herein does not have regard to the specific investment objectives, financial situation and the particular needs of any specific addressee. The information herein is published for the information of addressees only and is not to be taken in substitution for the exercise of judgement by addressees, who should obtain separate legal or financial advice. The Company, or any of its related companies or any individuals connected with the group accepts no liability for any direct, special, indirect, consequential, incidental damages or any other loss or damages of any kind arising from any use of the information herein (including any error, omission or misstatement herein, negligent or otherwise) or further communication thereof, even if the Company or any other person has been advised of the possibility thereof. The information herein is not to be construed as an offer or a solicitation of an offer to buy or sell any securities, futures, options or other financial instruments or to provide any investment advice or services. The Company and its associates, their directors, officers and/or employees may have positions or other interests in, and may effect transactions in securities mentioned herein and may also perform or seek to perform broking, investment banking and other banking or financial services for these companies. The information herein is not directed to, or intended for distribution to or use by, any person or entity that is a citizen or resident of or located in any locality, state, country, or other jurisdiction (including but not limited to citizens or residents of the United States of America) where such distribution, publication, availability or use would be contrary to law or regulation. The information is not an offer to sell or the solicitation of an offer to buy any security in any jurisdiction (including but not limited to the United States of America) where such an offer or solicitation would be contrary to law or regulation.

[#for Distribution in Singapore] This report is distributed in Singapore by DBS Bank Ltd (Company Regn. No. 196800306E) which is Exempt Financial Advisers as defined in the Financial Advisers Act and regulated by the Monetary Authority of Singapore. DBS Bank Ltd may distribute reports produced by its respective foreign entities, affiliates or other foreign research houses pursuant to an arrangement under Regulation 32C of the Financial Advisers Regulations. Where the report is distributed in Singapore to a person who is not an Accredited Investor, Expert Investor or an Institutional Investor, DBS Bank Ltd accepts legal responsibility for the contents of the report to such persons only to the extent required by law. Singapore recipients should contact DBS Bank Ltd at 65-6878-8888 for matters arising from, or in connection with the report.

DBS Bank Ltd., 12 Marina Boulevard, Marina Bay Financial Centre Tower 3, Singapore 018982. Tel: 65-6878-8888. Company Registration No. 196800306E.

DBS Bank Ltd., Hong Kong Branch, a company incorporated in Singapore with limited liability. 18th Floor, The Center, 99 Queen's Road Central, Central, Hong Kong SAR.

DBS Bank (Hong Kong) Limited, a company incorporated in Hong Kong with limited liability. 11th Floor, The Center, 99 Queen's Road Central, Central, Hong Kong SAR.

¹ This disclaimer may not apply if the applicable assets fall within the definition of 'financial instruments' that are set out in Article 2(1) EU MAR (e.g. financial instruments that are traded on a regulated market, MTF or OTF, etc.). Section C of Annex I of MiFID2 specifies these 'financial instruments'.