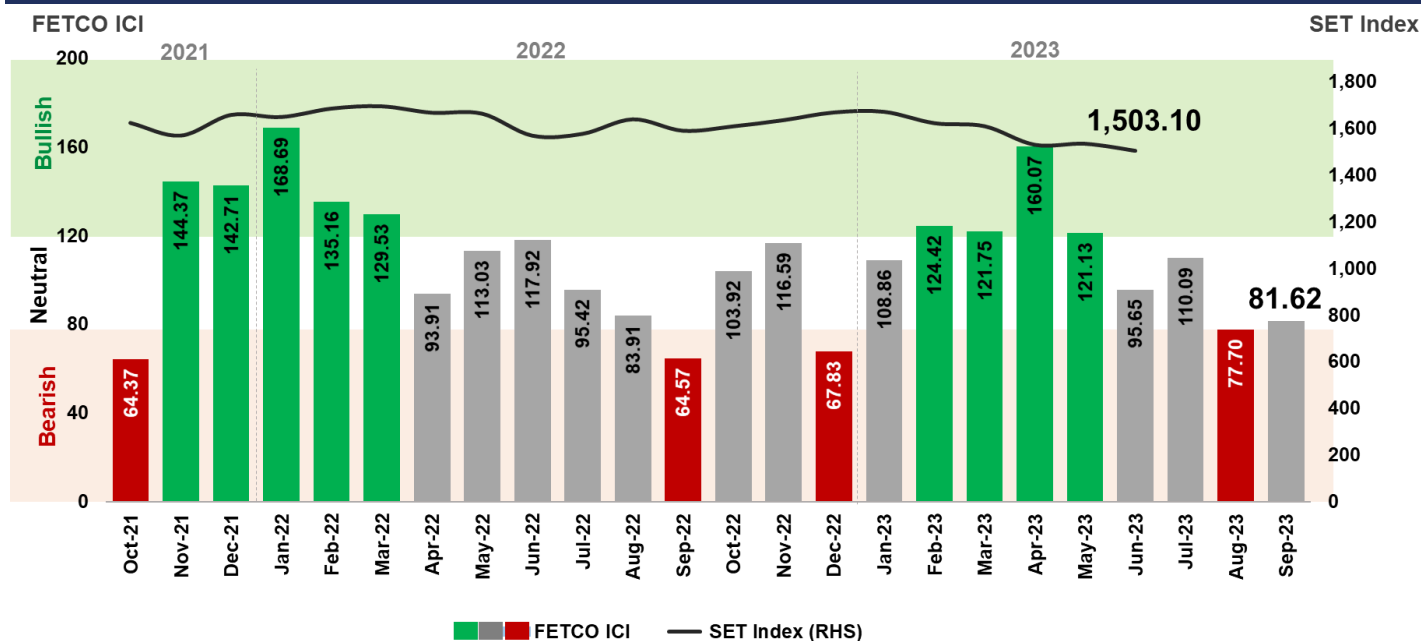


#### FETCO ICI Compared to SET Index



FETCO Investor Confidence Index (FETCO ICI) in June 2023 (survey conducted from 22-30 June), which anticipated the market condition over the next three months, is at 81.62, up 5.1 percent from the previous month and moving back to “neutral” zone. The most supportive factor is pinned on the new government formation after the elections, followed by tourism recovery and local economic recovery. However, investors are most concerned about the uncertainty over the government formation, followed by international conflicts and fund outflow.

The most attractive sectors to investors are Banking (BANK), Tourism & Leisure (TOURISM) and Commerce (COMM), respectively. However, the least attractive ones include Steel & Metal Products (STEEL), Mining (MINE), and Packaging (PKG).

Confidence of retail and proprietary investors is in “bearish” zone while that of institutional and foreign investors is in “neutral” zone.

#### FETCO INVESTOR CONFIDENCE INDICES

RETAIL ICI	65.81	↓
PROPRIETARY ICI	50.00	↓
LOCAL INSTITUTES ICI	85.71	↔
FOREIGN ICI	100.00	↔

#### FETCO ICI Criterion

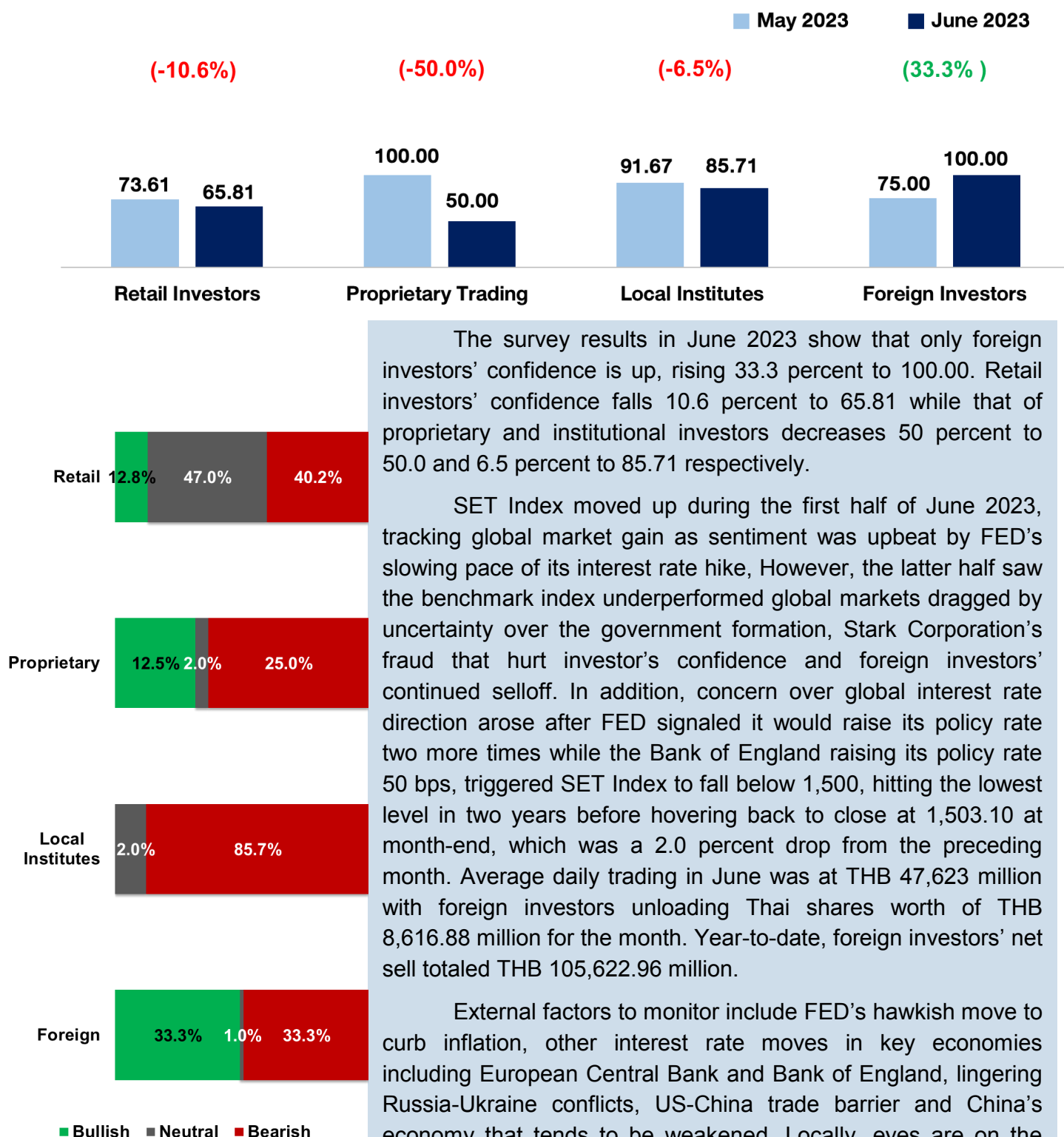
(160 - 200)	Very Bullish	↑↑
(120 - 159)	Bullish	↑
(80 - 119)	Neutral	↔
(40 - 79)	Bearish	↓
(0 - 39)	Very Bearish	↓↓

**Note:** Investor Confidence Index surveys four groups of investors—retail investors, local institutional investors, proprietary trading group, and foreign investors—using a diffusion index with a range from 0 to 200. The index readings are divided into five levels: very bullish; bullish; neutral; bearish; and very bearish.

Research Contributors



**Trends in Investor Confidence by Type of Investor**



The survey results in June 2023 show that only foreign investors' confidence is up, rising 33.3 percent to 100.00. Retail investors' confidence falls 10.6 percent to 65.81 while that of proprietary and institutional investors decreases 50 percent to 50.0 and 6.5 percent to 85.71 respectively.

SET Index moved up during the first half of June 2023, tracking global market gain as sentiment was upbeat by FED's slowing pace of its interest rate hike. However, the latter half saw the benchmark index underperformed global markets dragged by uncertainty over the government formation, Stark Corporation's fraud that hurt investor's confidence and foreign investors' continued selloff. In addition, concern over global interest rate direction arose after FED signaled it would raise its policy rate two more times while the Bank of England raising its policy rate 50 bps, triggered SET Index to fall below 1,500, hitting the lowest level in two years before hovering back to close at 1,503.10 at month-end, which was a 2.0 percent drop from the preceding month. Average daily trading in June was at THB 47,623 million with foreign investors unloading Thai shares worth of THB 8,616.88 million for the month. Year-to-date, foreign investors' net sell totaled THB 105,622.96 million.

External factors to monitor include FED's hawkish move to curb inflation, other interest rate moves in key economies including European Central Bank and Bank of England, lingering Russia-Ukraine conflicts, US-China trade barrier and China's economy that tends to be weakened. Locally, eyes are on the prime minister vote and selection of the House speaker. Additional factors include the stability of the government formation, which will have a direct impact to the country's administration and economy, and Thailand's exports, which has continued to be contracted."

Note: The domestic institutional group includes asset management companies, government pension fund, insurance companies and life insurance.  
Research Contributors

## Most Influential Factor Driving the Stock Market

## Retail Investors

- Most view new government formation the as the important factor boosting investor confidence, followed by tourism recovery and local economic recovery.

## Proprietary Traders

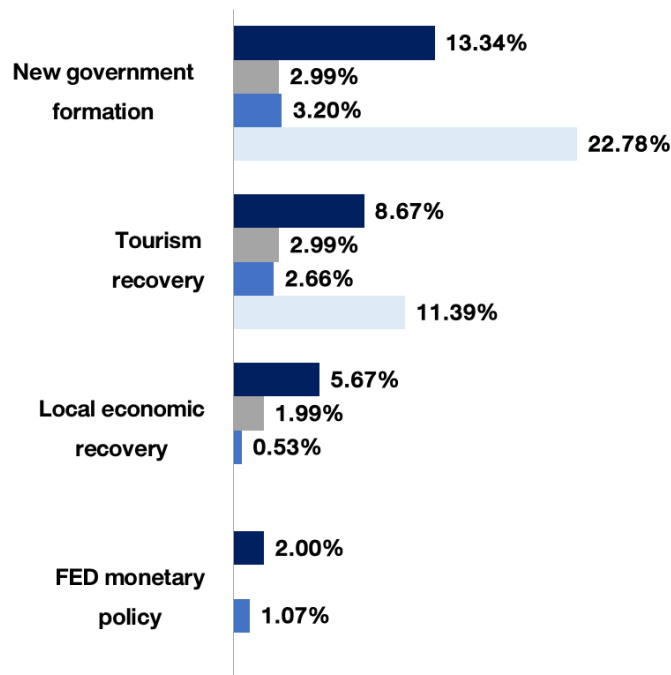
- See new government formation and tourism recovery as most supporting investor confidence, followed by local economic recovery.

## Local Institutional Investors

- Consider new government formation as having positive impact on investor confidence, followed by tourism recovery and FED slows rate hikes.

## Foreign Investors

- Believe that new government formation tourism is the most important factors bolstering investor confidence, follow by recover.



■ Retail Investors  
 ■ Proprietary Traders  
 ■ Local Institutional Investors  
 ■ Foreign Investors

## Most Important Factors Impeding the Stock Market

## Retail Investors

- Consider the uncertainty over the government formation as the biggest factor dragging down investor confidence, followed by fund outflow and local economic recession.

## Proprietary Traders

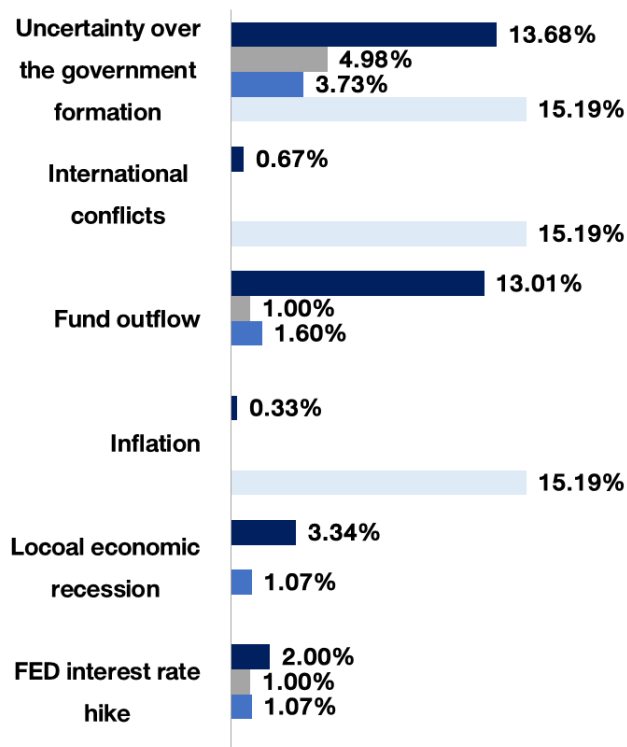
- See the uncertainty over the government formation as the primary factors weighing down investor confidence, followed by fund outflow and FED's interest rate hike.

## Local Institutional Investors

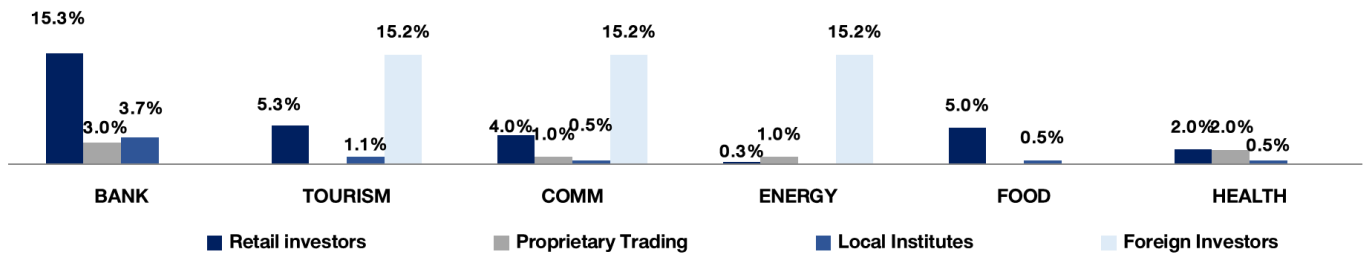
- Believe the uncertainty over the government formation has the greatest negative impact on investor sentiment, followed by fund outflow, local economic recession and FED's interest rate hike.

## Foreign Investors

- View the uncertainty over the government formation, international conflicts and inflation dragging down investor confidence.

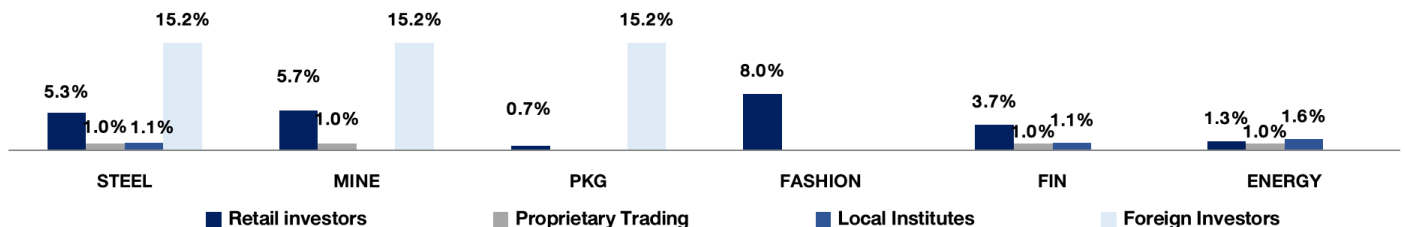


### Most Attractive Sectors to Investors



<b>Retail Investors</b>	See the Banking sector as offering the most interesting investment opportunities, followed by Tourism & Leisure sector and Food and Beverage sector .
<b>Proprietary Trading</b>	Believe the Banking sector is the most attractive for investors, followed by Healthcare sector, Commerce sector and Energy & Utilities sector.
<b>Local Institutes</b>	Consider the Banking sector as having the most attractive investments, followed by Tourism & Leisure sector.
<b>Foreign Investors</b>	View the Tourism & Leisure sector, Commerce sector and Energy & Utilities sector are as most attractive investment.

### Least Attractive Sectors to Investors



<b>Retail Investors</b>	Consider the Fashion sector is as most unattractive for investing, followed by Mining sector and Steel sector.
<b>Proprietary Trading</b>	Find the Steel sector, Mining sector, Finance & Securities sector and Energy & Utilities sector are as the least interesting for investing.
<b>Local Institutes</b>	Believe that the Energy & Utilities sector provides unattractive investment options, followed by Steel sector and Finance & Securities sector.
<b>Foreign Investors</b>	See the Steel sector, Mining sector and Packaging sector as offering few investment opportunities of interest.

#### Disclaimer

The FETCO Investor Confidence Survey is prepared by the Federation of Thai Capital Market Organizations (FETCO) whose objective is to develop and promote statistics related to the Thai capital market as a tool to analyze the directional trends of the stock market for the next three months in order to allow investors and other interested parties to be able to use such information as a guide reflecting overall economic conditions. Thus, this index is prepared as a forecast of capital market movement by a diverse group of investors with varying opinions. The parties preparing the index do not guarantee the correctness of the information provided and are not responsible for any losses incurred from use of the information. The parties preparing this information retain lawful rights to its content, and If the information provided in this document or any component thereof is referred to or published in any manner whatsoever, whether it be text, images, content, or presentations, or if any party copies, forges, reproduces, modifies, publishes, or takes any other action for commercial exploitation or unlawful use of the information without prior permission, whether in part or in whole, the parties preparing this information reserve the right to take any action as allowed by law.

#### Federation of Thai Capital Market Organization (FETCO)

✉ FETCO@set.or.th

☎ 02 009 9520  
02 009 9506  
02 009 9484



#### Research Contributors

