



# Situation of Industrial Production in

## October 2025

In October 2025, the (MPI) **decreased by 0.08% (YoY)**



- Changes in U.S. international trade policy, particularly the removal of import tariffs on several product categories, which affected Thailand's industrial sector.
- Industrial confidence in October declined to 87.3, down slightly from 87.8 in September, mainly due to a continued increase in imports of foreign products.
- In addition, a decline in international tourist arrivals impacted related industries such as frozen chicken, sports footwear, baked snacks, and bakery products including bread and cakes.

Production	October 2025
 Manufacturing Production Index (MPI, %YOY)	<b>94.57</b> <b>-0.08</b>
 Capacity utilization rate (CAP-U, %)	<b>58.25</b>

### Industries impacting the MPI in October 2025

#### Industries with positive impact (YoY)



**Automotive industry: +9.11%**  
Growth was driven by expansion in both the domestic and export markets, supported by rising popularity of hybrid vehicles and battery electric passenger cars.



**Electronic components and boards: +12.38%**  
Expansion was mainly driven by printed circuit board assemblies (PCBA), in line with continued growth of the global electronics market, supported by various digital technology trends.



**Palm oil: +36.46%**  
Growth followed an increase in palm fruit output entering the market due to favorable weather conditions, in contrast to the previous year, which was affected by drought.

#### Industries with a negative impact (YoY)



**Air conditioners: -21.04%**  
The contraction reflected a slowdown in both domestic and export markets due to weaker domestic purchasing power, combined with low-priced imported products from overseas.



**Electric motors and transformers: -38.65%**  
Production declined as manufacturers delayed output while waiting for new orders.



**Petroleum: -2.41%**  
The contraction was mainly due to declines in diesel oil, fuel oil, and gasoline, resulting from temporary shutdowns for major maintenance by some producers.

 In 2025, the MPI is projected to contract by 0.75 (YOY), while industrial GDP is expected to expand by around 0.5% (YOY).

Downside factors include uncertainty over economic policies and U.S. import tariff measures, household debt issues and weak consumer consumption, and a continued slowdown in the tourism sector. Nevertheless, the outlook is supported by government economic stimulus measures and continued growth in Thailand's international trade with major trading partners.

(%YOY)	2024	2025			Estimate for 2025
		Q1	Q2	Q3	
GDP	+2.5	+3.2	+2.8	+1.2	+2.0
Industrial GDP	-0.5	+0.9	+1.7	-1.6	+0.5
MPI	-1.32	-1.64	+1.41	-2.34	-0.75

Source: GDP by NESDC, MPI by OIE, data as of November 2025.

Estimation: Thailand's GDP by NESDC, industrial manufacturing GDP and MPI by OIE

#### Upside factors

-  Government economic stimulus measures.
-  Thailand's international trade with its major trading partners continues to show a sustained growth trend.
-  An easing trend in the policy interest rate.

#### Downside factors

-  Uncertainty surrounding U.S. economic policies and import tariff measures.
-  Household debt issues and a slow recovery in consumption.
-  The tourism sector continues to show a downward trend.

