

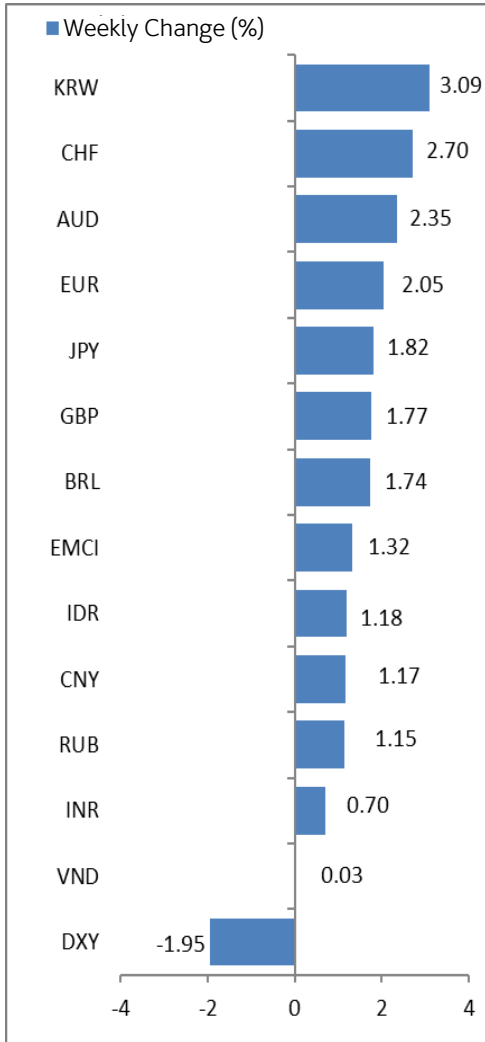
Weekly Global FX Market Monitor

2023.7.17

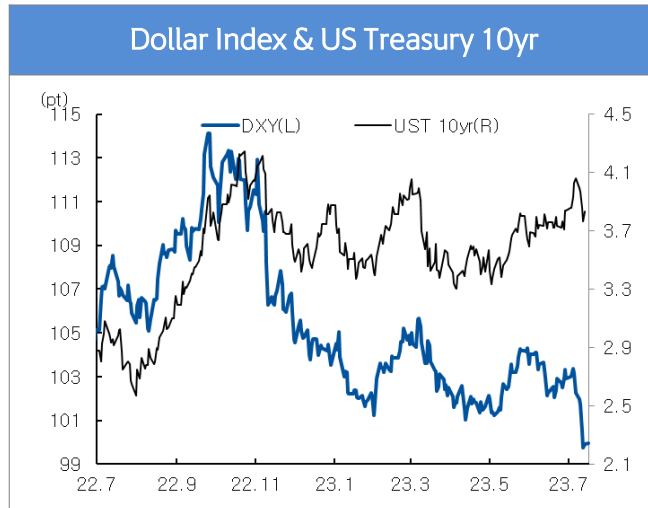


Global

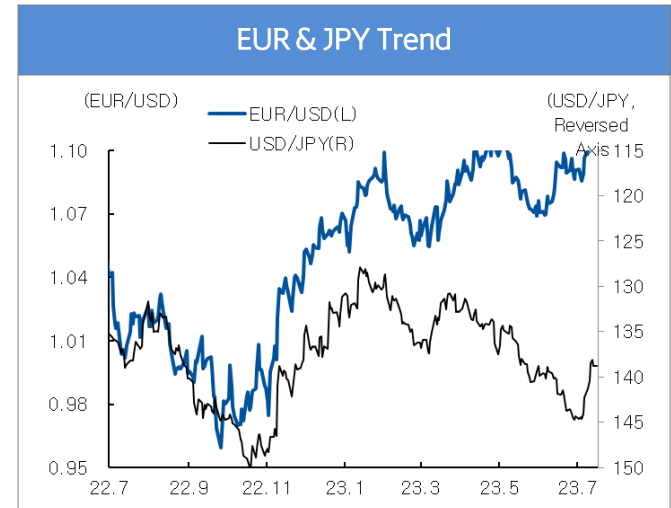
Solution & Trading Center, Seo Jae Kim
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Translation: Jae Yeon Hyun



- Global FX market(last week): Weak USD(-1.95%), Strong EUR(+2.05%), Strong JPY(+1.82%)
 - As consumer price and producer price in June was below market expectations, the Fed's tightening worries eased and USD weakened.
 - EUR rose on drop in US treasury yield, weakening of USD, and hawkish comments of ECB officials.
 - US treasury plunged as consumer price in June rose and rise in producer price slowed down. USDJPY dropped to 138 level.
- As US CPI and PPI all slowed down, the Fed lowered its monetary policy goals and USD weakened. EM currencies gained.
 - Brazil's consumer price in June rose by 3.16% yoy, lowest since September 2020. (below this year's inflation target of 3.25%) Expectations on Brazil's rate cut in August rose and stock market rose. BRL(+1.74%) gained.
 - INR(+0.70%), VND(+0.03%), IDR(+1.18%) all strengthened.



Source : Bloomberg , SHB Solution & Trading Center



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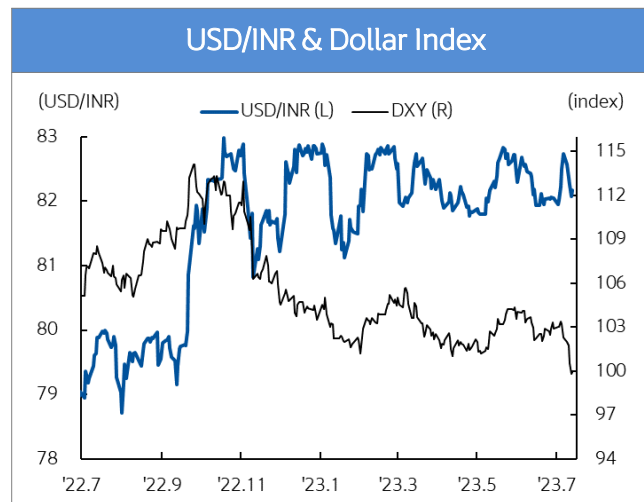


India

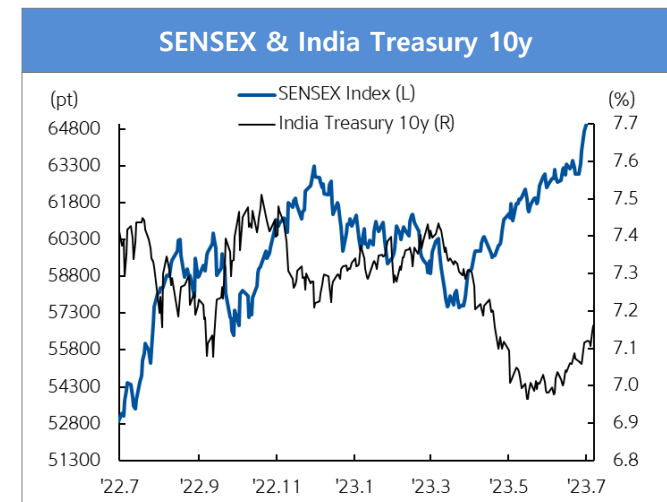
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USD/INR	82.17
52wk high	83.29
52wk low	78.50
Sensex	66,061
52wk high	66,160
52wk low	53,362
Government Bond (10yr,%)	7.09
52wk high	7.54
52wk low	6.94
Major Indices Snap shot	
Real GDP Growth Rate(% YoY)	6.06
Consumer Prices (% YoY)	4.81
Producer Prices (% YoY)	-4.12
RBI rate(%)	6.50
Manufacturing PMI (index)	57.8
Industrial Production (% YoY)	5.20
Core Sector Growth(% YoY)	4.34
Exports (% YoY)	-22.03
Imports (% YoY)	-17.49
Current Account (\$bn)	-1.34
Financail Earnings and Expenses (INR10mn)	-766
FX Reserve (\$mn)	596,280

- Last week, USD/INR moved in the range of 82.07~82.57, finished bullish. (+0.70%)
- USD weakened as both the U.S. CPI and PPI fell below market expectations, while INR strengthened. Consumer price growth hit 4.81% in June, above the previous month's figure. Inflation, which had been slowing, is seen rebounding due to rising food prices.
- Indian PM Modi has signed treaty with UAE to settle trade in local currency.
- FPI net purchased in equity and net sold in bond market.
 - Equity : Net purchased (7/10~7/13 accumulated: \$954.15 mil), SENSEX rose (+1.20%)
 - Bond: Net sold (7/10~7/13 accumulated: \$122.34 mil), bond yield fell (10y, 7.09%, -7.0bp)
- Markets expect that US Fed's rate hike cycle will end soon, so weak USD is expected to continue, and volatility of INR is not expected to be significant. (Expected Range: 81.7~82.7)



Source : Bloomberg , SHB Solution & Trading Center



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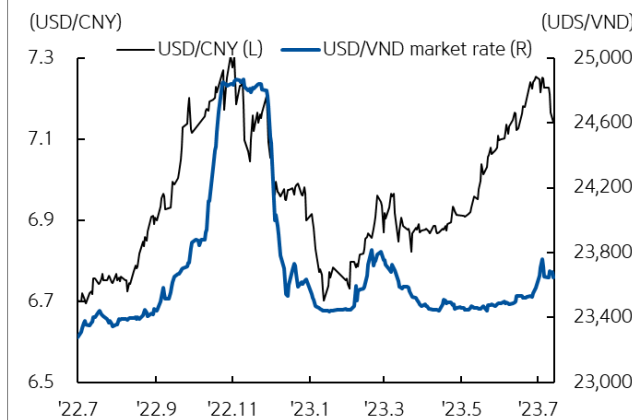
Vietnam

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USD/VND	14,958
52wk high	15,763
52wk low	14,575
VN index	6,870
52wk high	7,377
52wk low	6,543
Government Bond(10yr,%)	6.18
52wk high	7.69
52wk low	6.16
Major Indices Snap shot	
Real GDP Growth Rate(% YoY)	5.03
Consumer Prices (% YoY)	3.52
Total Mining Industries Producer Price(% YoY)	3.87
Refinance rate(%)	5.75
Manufacturing PMI (index)	52.5
Industrial Production (% YoY)	1.17
Retail Sales(% YoY)	0.02
Exports (% YoY)	0.96
Imports (% YoY)	14.35
Current Account (\$mn)	3000.00
Financail Earnings and Expenses (VND10bn)	-775,064
FX Reserve (\$mn)	138

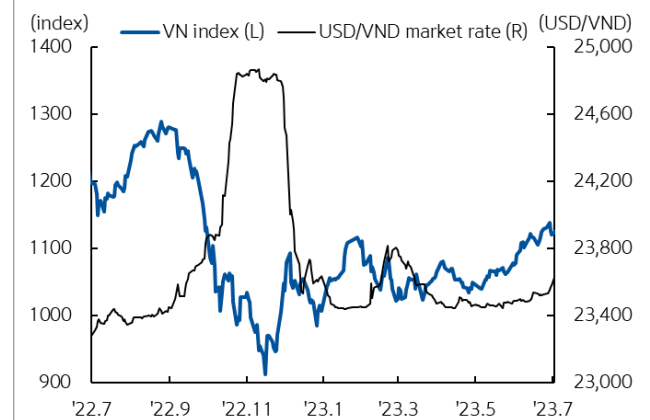
- Last week(7/10~7/14) USD/VND(market rate) moved around 23,646~23,684, slightly rose in a week. (+0.03%)
- As USD weakened, EM currencies gained and VND also strengthened.
- The government is to come up with plans to lower commercial banks' interest rates in an attempt to meet the credit growth target(14~15%).
- VN Index rose above 1,160pt on July 13 for the first time in 10 months due to strong tech stocks, and raw material stocks, etc. The market closed the week at 1,168pt.
- SBV announced central rate at 23,720(7/14), rose compared to 7/7. (23,833, +0.48%)
- FPI(equity, bond, mutual fund, ETF, etc.) sold a net of \$43.28 million.
 - VN Index rose(+2.67%), and VNIBOR dropped by 20bps. (4.05%, 7/14)
- Due to sluggish global demand, Vietnam's export struggles to recover. The government is seeking ways to lower interest rates to boost domestic economy and corporate investment. But due to weakened internal/external demands, the effect will be limited. (Expected Range: 23,590~23,860)

USD/CNY & USD/VND Market rate



Source : Bloomberg , SHB Solution & Trading Center

VN Index & USD/VND Market rate



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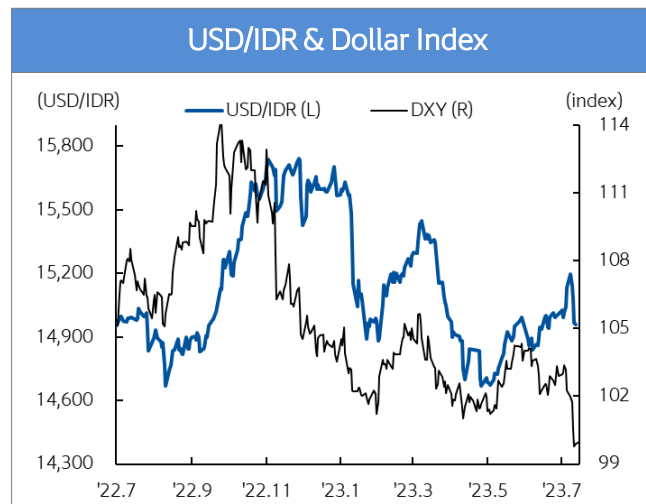


Indonesia

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52wk low	14,575
Jakarta index	6,870
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Government Bond(10yr,%)	6.18
52wk high	7.69
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Current Account (\$mn)	3,000
Financail Earnings and Expenses (VND10bn)	-775,064
FX Reserve (\$mn)	138

- Last week, USD/IDR(market rate) moved in the range of 14,958~15,195, finished bullish. (+1.18%)
- Risk sentiment recovered as US CPI and PPI weakened faster-than-expected, and Indonesian Rupiah strengthened last week.
- Indonesian government mandated exporters to repatriate 30% of their foreign currency denominated earnings at least for 3 months starting Aug 1 to increase dollar supply.
- FPI net purchased in equity market and bond market.
 - Equity: net purchased(7/10~7/14 accumulated: \$78.88 mil), Jakarta index rose. (+2.28%)
 - Bond: net purchased(7/10~7/13 accumulated: \$22.42 mil), bond yield fell(10y, 6.18%, -6.40bp)
- Indonesia Rupiah is expected to strengthen as commodity prices rise due to weakened vigilance on US Fed and weak USD. June trade balance (Consensus: \$1.13 billion) and export and import data will be released this week. (Expected Range: 14,920~15,170)



Source : Bloomberg , SHB Solution & Trading Center



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Australia

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AUD/USD	0.6883
52wk High	0.7137
52wk Low	0.6199
S&P/ASX200	7,277
52wk High	7,558
52wk Low	6,457
Government Bond(10yr,%)	3.97
52wk High	4.29
52wk Low	2.98

Major Indices Snapshot	
Real GDP Groth Rate (% YoY)	2.3
Consumer Prices (% YoY)	7
Producer Prices (% YoY)	5.2
Policy Rate (%)	4.10
AU-US 2yr Spread (%)	-0.70
China Imports from Australia (% USD YoY)	6.2
Exports(% MoM)	4.4
Imports(% MoM)	2.5
Current Account(% GDP)	1.4

• Last Week :

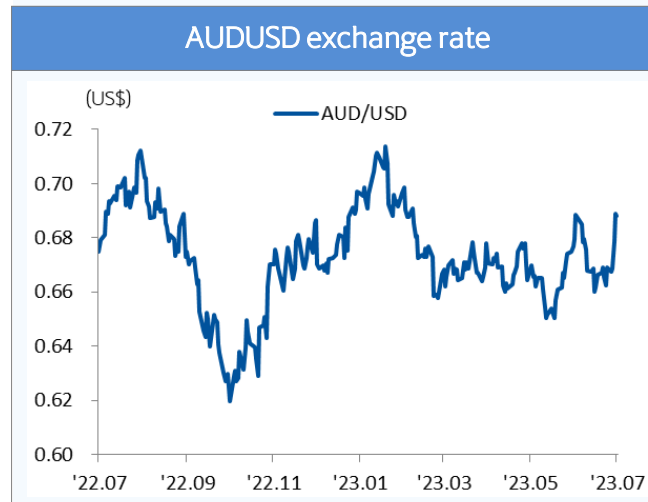
- US treasury yield and dollar fell sharply on weaker-than-expected US June hiring, CPI, and PPI. Commodity prices and AUD surged. AUD rose close to 0.69 level later in the week.

- Meanwhile, Michele Bullock was appointed as next RBA's governor.

• Outlook :

- AUD surged on sharp turnaround of US treasury yield, but global economic conditions do not support continued AUD gains.

- While Chinese economy is struggling, Chinese government's further property stimulus measures are unlikely to be game changer for AUD.



Source : Refinitiv, SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 7/14)

	'23.9	'23.12	'24.3
A N Z	0.68	0.70	0.72
Wells Fargo	0.67	0.68	0.69
MUFG	0.66	0.68	0.67
JPMorgan	0.68	0.70	0.70

Source : Bloomberg, SHB Solution & Trading Center

Major Price Variations In Global Markets

2023.7.17

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2023-07-17	99.98	-1.95	-2.21	-2.08	-2.35	-7.48	-3.42
	Euro (EUR/USD)	2023-07-17	1.12	2.05	2.79	2.75	4.06	10.68	4.87
	Yen (USD/JPY)	2023-07-17	138.78	1.82	2.31	-3.11	-7.68	-0.46	-5.52
	Pound (GBP/USD)	2023-07-17	1.31	1.77	2.32	5.76	6.54	9.50	8.33
	Switzerland (USD/CHF)	2023-07-17	0.86	2.70	3.91	4.26	6.97	13.41	7.25
	Australia (AUD/USD)	2023-07-17	0.68	2.35	-0.28	1.95	-2.23	0.29	0.28
FX - EM	South Korea (USD/KRW)	2023-07-14	1,266.10	3.09	0.98	2.60	-2.41	3.63	-0.05
	China (USD/CNY)	2023-07-15	7.14	1.17	0.28	-3.82	-5.65	-5.40	-3.41
	India (USD/INR)	2023-07-14	82.17	0.70	-0.08	-0.38	-0.68	-2.79	0.69
	Indonesia (USD/IDR)	2023-07-14	14,958.00	1.18	-0.39	-1.72	0.58	0.23	4.08
	Vietnam (USD/VND)	2023-07-14	23,646.00	0.03	-0.62	-0.85	-0.86	-1.04	-0.06
	Brazil (USD/BRL)	2023-07-15	4.79	1.74	0.46	2.51	7.60	13.27	10.27
	Russia (USD/RUB)	2023-07-14	90.33	1.15	-7.02	-8.92	-23.89	-34.09	-17.87
Stock - DM	United States Dow Jones	2023-07-15	34,509.03	2.29	0.61	1.54	1.76	10.29	4.11
	United States NASDAQ	2023-07-15	14,113.70	3.32	3.10	16.09	27.21	23.24	34.85
	United States S&P 500	2023-07-15	4,505.42	2.42	2.17	8.53	12.89	16.63	17.34
	Japan NIKKEI225	2023-07-14	32,391.26	0.01	-3.90	13.59	23.92	20.91	24.13
	United Kingdom FTSE	2023-07-15	7,434.57	2.45	-2.72	-5.65	-5.30	3.85	-0.23
	France CAC40	2023-07-15	7,374.54	3.69	-0.19	-1.65	4.20	22.18	13.91
	Germany DAX	2023-07-15	16,105.07	3.22	-1.54	2.00	6.04	25.19	15.67
Stock - EM	South Korea KOSPI	2023-07-14	2,628.30	4.02	0.10	2.03	10.46	12.76	17.52
	China Shanghai Stock Exchange	2023-07-14	3,237.70	1.29	-1.09	-4.37	0.42	0.30	4.81
	India Sensex	2023-07-14	66,060.90	1.20	4.22	10.27	8.91	22.88	8.58
	Indonesia Jakarta	2023-07-14	6,869.57	2.28	2.55	1.21	1.51	3.27	0.28
	Vietnam VN index	2023-07-14	1,168.40	2.67	4.77	10.87	7.36	-0.92	16.02
	Russia RTS	2023-07-15	1,014.62	3.95	-3.14	1.00	1.17	-12.65	4.54
	Brazil Bovespa	2023-07-15	117,710.54	-1.00	-0.88	11.03	5.63	21.92	7.27
Rates - DM	United States	2023-07-14	3.83	-22.94	4.60	31.94	32.87	87.27	-4.26
	Germany	2023-07-14	2.51	-12.50	6.00	7.20	34.40	133.40	-5.90
	United Kingdom	2023-07-14	4.44	-20.60	5.20	77.70	107.80	234.30	77.20
	Japan	2023-07-14	0.48	5.30	5.00	0.60	-3.10	24.30	5.90
Rates - EM	South Korea	2023-07-14	3.69	-6.80	6.50	40.00	39.50	41.90	-4.50
	India	2023-07-14	7.09	-7.00	8.40	-12.40	-20.90	-29.30	-23.70
	Indonesia	2023-07-14	6.18	-6.40	-7.80	-47.50	-51.10	-117.70	-76.10
	Vietnam	2023-07-14	2.78	-8.00	-38.00	-70.00	-206.00	-57.00	-230.00
	Russia	2023-07-14	11.21	1.71	23.50	21.51	82.03	209.50	89.89
	Brazil	2023-07-14	10.81	15.50	-32.00	-147.80	-160.50	-253.60	-187.70
Commodity	WTI (\$/bbl)	2023-07-17	74.85	2.55	4.28	-7.40	-6.65	-23.30	-6.74
	Brent (\$/bbl)	2023-07-17	79.24	2.00	3.43	-6.51	-7.77	-21.67	-7.76
	Gold (\$/oz)	2023-07-17	1,951.94	1.38	0.07	-2.17	2.27	14.20	7.01

Source : Bloomberg, Datastream, Solution & Trading Center

1) Periodical fluctuation rates in 'FX' categories mean appreciation(+) or depreciation(-) compared to dollar

2) 'Rates' categories mean Treasury 10 year yield, fluctuation rate is in bp(=0.01%) measure.

This report is provided only for a reference. Investors should judge market conditions for themselves before making any investment decisions