

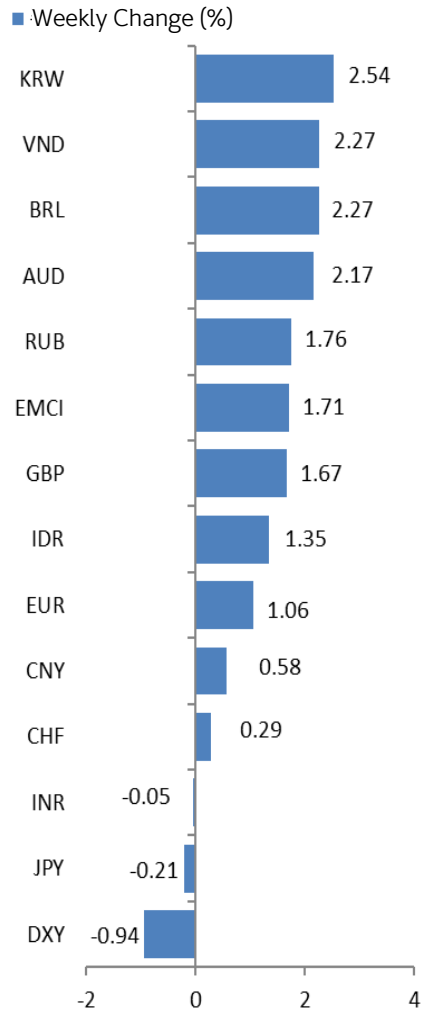
Weekly Global FX Market Monitor

2023.11.06

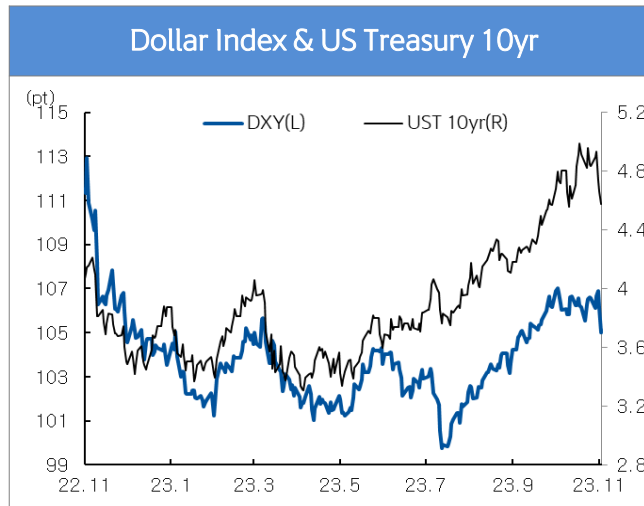


Global

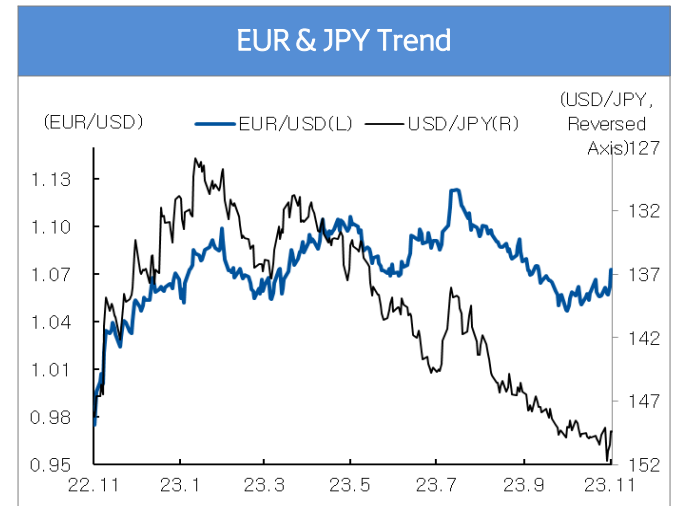
Solution & Trading Center, Seo Jae Kim
02-2151-2322, sjkim@shinhan.com
Translation: Jae Yeon Hyun



- Last week: Weak USD(-0.94%), Strong EUR(+1.06%), Weak JPY(-0.21%)
 - October nonfarm payrolls increased by 150,000 for the month, against the consensus forecast for a rise of 170,000. This was a sharp decline from the gain of 297,000 in September. After the Fed's rate freeze in October and confirming slowdown in hiring, the market expectation on the end of the rate hike cycle and DXY dropped.
 - EUR strengthened on weak USD and closed at 1.07 dollar. Eurozone's consumer price recorded lowest in 2 years.(2.9%) Economic growth in 3Q was -0.1%.
 - BOJ relaxed control over long-term rates to exceed 1% but such policy tweak didn't satisfy market expectation. Yen plummeted and USDJPY neared 152yen. After the FOMC, USD weakened but USDJPY dropped only slightly.
- US bond yield and DXY dropped after October FOMC and EM currencies rose.
 - Despite concerns over increasing budget deficit, BRL(+2.27%) strengthened on this year's increasing trade surplus. Improving investor sentiment on the Fed's rate freeze also contributed to the fall of USDBRL.
 - INR(-0.05%) remained flat while VND(+2.27%) and IDR(+1.35%) strengthened.



Source : Bloomberg , SHB Solution & Trading Center



Source : Bloomberg , SHB Solution & Trading Center

Weekly Global FX Market Monitor

2023.11.06

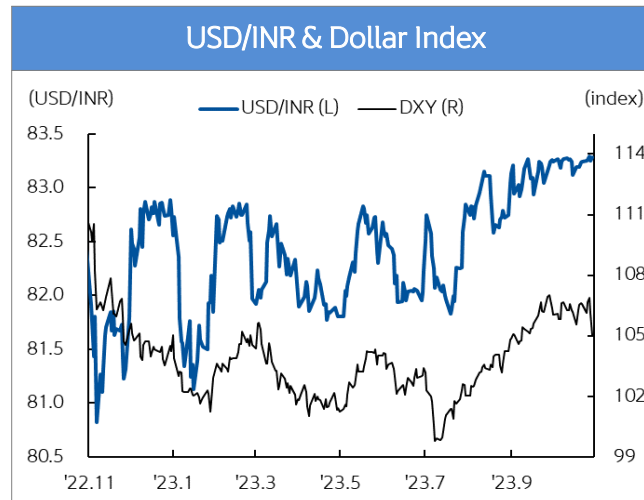


India

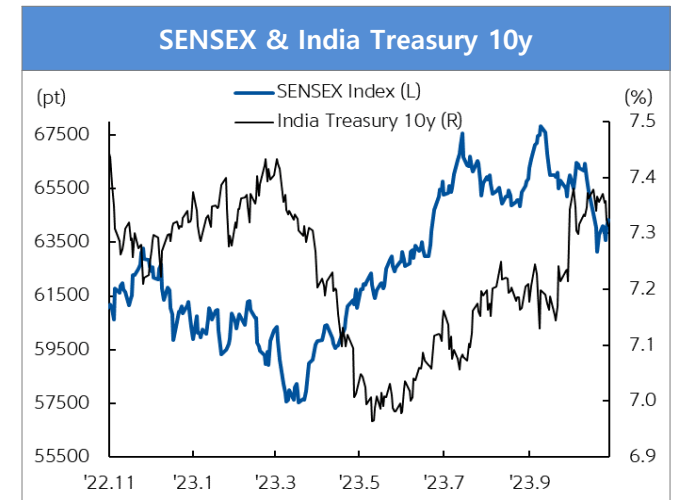
Solution & Trading Center, Seo Jae Kim
02-2151-2322, sjkim@shinhan.com
Translation: Jae Yeon Hyun

USD/INR	83.29
52wk high	83.29
52wk low	80.52
Sensex	64,364
52wk high	67,927
52wk low	57,085
Government Bond (10yr,%)	7.31
52wk high	7.46
52wk low	6.94
Major Indices Snap shot	
Real GDP Growth	7.82
Rate(% YoY)	
Consumer Prices (% YoY)	5.02
Producer Prices (% YoY)	-0.26
RBI rate(%)	6.50
Manufacturing PMI (index)	55.5
Industrial Production (% YoY)	10.30
Core Sector Growth(% YoY)	8.13
Exports (% YoY)	-2.62
Imports (% YoY)	-15.04
Current Account (\$bn)	-9.20
Financial Earnings and Expenses (INR10mn)	-59035
FX Reserve (\$mn)	586,111

- Last week, USD/INR moved in the range of 83.25~83.29, weakened compared to last week. (-0.05%)
- Despite rise in oil price, strong USD, and capital outflow from bond market earlier in the week, INR moved in a narrow range due to RBI's intervention. Even with weakened USD after the FOMC, due to RBI's measures to suppress volatility, INR rose only slightly.
- October manufacturing and service PMI was 58.4 and 58.4, slowed down compared to last month, but still expanded.
- FPI net sold in equity market and net purchased in bond market.
 - Equity: net sold (10/30~11/2 accumulated: \$613.58 mil), SENSEX rose. (+0.91%)
 - Bond: net purchased (10/30~11/2 accumulated: \$246.26 mil), bond yield fell. (10y, 7.31%, -4.20bp)
- As USD's movement seems to be reversed on Powell's dovish comment and sluggish employment indicators, USD/INR is likely to fall. But since it has dropped significantly in a short period of time, it may take a breather. (Expected Range: 82.6~83.5)



Source: Bloomberg, SHB Solution & Trading Center



Source: Bloomberg, SHB Solution & Trading Center

Weekly Global FX Market Monitor

2023.11.06

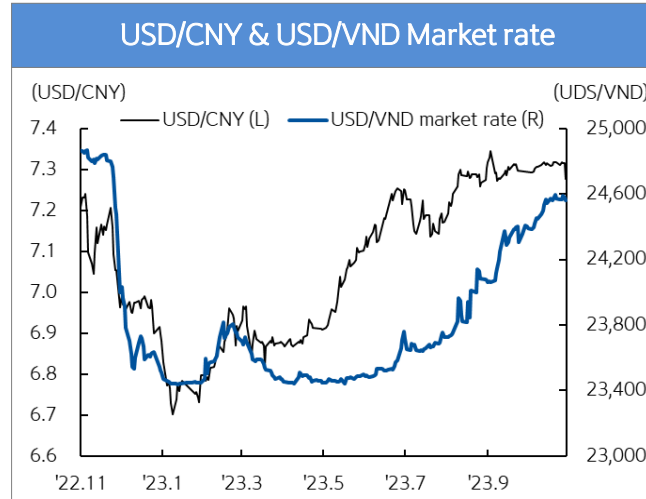


Vietnam

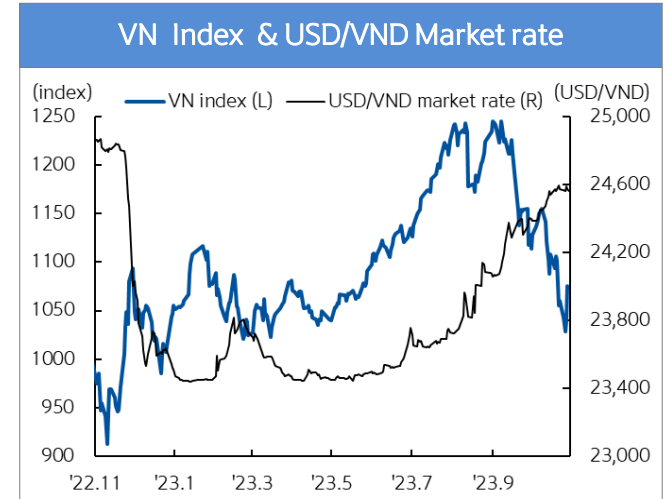
Solution & Trading Center, Seo Jae Kim
02-2151-2322, sjkim@shinhan.com
Translation: Jae Yeon Hyun

USD/VND	24,564
52wk high	24,873
52wk low	23,415
VN index	1,077
52wk high	1,255
52wk low	874
Government Bond(10yr,%)	3.01
52wk high	5.21
52wk low	2.49
Major Indices Snap shot	
Real GDP Growth	5.33
Rate(% YoY)	
Consumer Prices (% YoY)	3.59
Total Mining Industries	
Producer Price(% YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	49.6
Industrial Production (% YoY)	4.10
Retail Sales(% YoY)	10.00
Exports (% YoY)	5.9
Imports (% YoY)	5.2
Current Account (\$mn)	7860.00
Financial Earnings and Expenses (VND10bn)	18,465
FX Reserve (\$mn)	87,226

- Last week, USD/VND(market rate) moved around 24,475~24,565, strengthened compared to last week. (+0.04%)
- SBV announced central rate at 24,099 (11/3), rose compared to 10/27. (24,107, +0.03%)
- While rise of USDCNY is limited due to the government's defense, USD weakened as the market welcomed the Fed's rate freeze and VND strengthened.
- October PMI was 49.6, continued to shrink. New orders have improved slightly but companies continue to decrease production.
- FPI (equity, bond, mutual fund, ETF, etc.) net purchased \$8.05 million.
 - VN index rose(+1.52%), and VNIIBOR3M dropped by 30bps. (3.40%(, 1/3)
- Further rise in USDVND will be limited as DXY and USDCNY dropped after the FOMC. But USVND might rise after China's economic indices are announced this week. (Trade index and consumer price index) (Expected Range: 24,300~24,660)



Source : Bloomberg , SHB Solution & Trading Center



Source : Bloomberg , SHB Solution & Trading Center

Weekly Global FX Market Monitor

2023.11.06

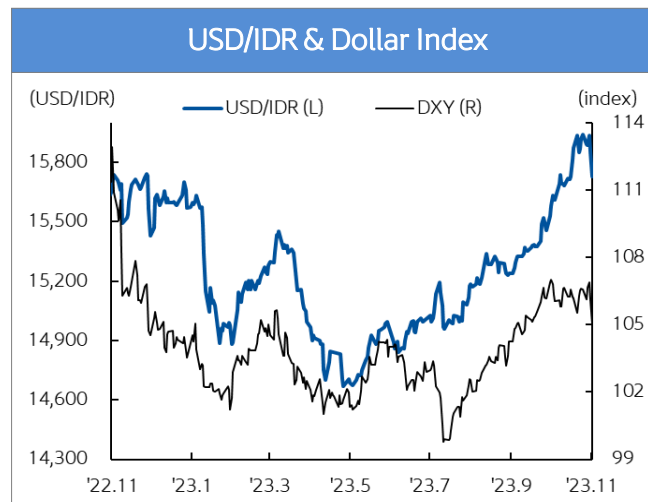


Indonesia

Solution & Trading Center, Seo Jae Kim
02-2151-2322, sjkim@shinhan.com
Translation: Jae Yeon Hyun

USD/IDR	15,728
52wk high	15,962
52wk low	14,575
Jakarta index	6,789
52wk high	7,111
52wk low	6,543
Government Bond(10yr,%)	6.86
52wk high	7.48
52wk low	6.16
Major Indices Snap shot	
Real GDP Growth	5.17
Rate(% YoY)	2.56
Consumer Prices (% YoY)	2.56
Total Mining Industries	3.28
Producer Price(% YoY)	6.00
Refinance rate(%)	51.5
Manufacturing PMI (index)	-1.26
Industrial Production (% YoY)	1.00
Retail Sales(% YoY)	-16.17
Exports (% YoY)	-12.45
Imports (% YoY)	-1,900
Current Account (\$mn)	-460,420
Financail Earnings and Expenses (IDR10bn)	135
FX Reserve (\$mn)	

- Last week USD/IDR(market rate) moved around 15,728~15,935, slightly rose in a week. (+1.35%)
- USDIDR started weak but rose during the week despite October manufacturing PMI(51.5) and consumer price(2.56%), below market consensus of 2.6%. But after the Fed's rate freeze, IDR strengthened on expectations on the end of the rate hike cycle. Global capital inflow into bond market also contributed to strengthening of IDR.
- FPI net sold in equity market and net purchased in bond market.
 - Equity: net sold(10/30~11/3 accumulated: \$158.66 mil), Jakarta index rose. (+0.44%)
 - Bond: net purchased(10/30~11/2 accumulated: \$419.88 mil), bond yield dropped. (10y, 6.86%, -37.30bp)
- Amid increasing expectations on the end of the rate hike after October FOMC and cooling US jobs report, the market believes that the rate hike cycle looks done. Hawkish comments from the Fed officials is expected but the market would still consider the rate hike cycle to be approaching an end and investor sentiment will be improved. IDR is likely to strengthen this week. (Expected Range: 15,560~16,100)



Source : Bloomberg , SHB Solution & Trading Center



Source : Bloomberg , SHB Solution & Trading Center

Weekly Global FX Market Monitor

2023.11.06



Australia

Solution & Trading Center, Seo Jae Kim
02-2151-2322, sjkim@shinhan.com
Translation: Jae Yeon Hyun

AUD/USD 0.6512

52wk High 0.7137

52wk Low 0.6296

S&P/ASX200 6,995

52wk High 7,558

52wk Low 6,773

Government Bond(10yr,%) 4.71

52wk High 4.95

52wk Low 3.19

Major Indices Snapshot

Real GDP Groth Rate (%YoY) 2.1

Consumer Prices (%YoY) 5.4

Producer Prices (%YoY) 3.8

Policy Rate (%) 4.10

AU-US 2yr Spread (%) -0.52

China Imports from Australia (% USD YoY) 4.9

Exports(%MoM) 4.0

Imports(%MoM) -0.4

Current Account(% GDP) 1.2

Last Week :

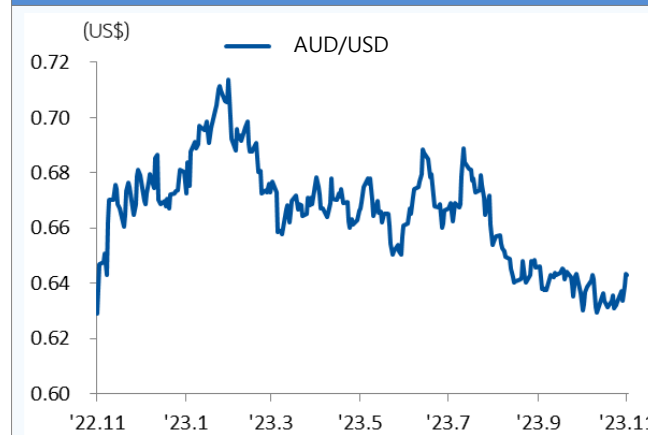
- After hitting lowest point in early October, AUD hasn't showed clear direction. But rebounded this week and rose above 0.64 dollar level.
- Israel, who has begun ground combats, is considered to be careful. Also, September retail sales in Australia was solid while US treasury bond yield dropped and US dollar weakened.

Outlook :

- Strengthening of AUD, which as visible last week, is unlikely to be the upcoming trend.
- Sluggish US treasury bond bidding or economic indices might trigger rise of bond yield. Political conflicts will intensify with the US temporary budget ending in 17th. Also, China's economy is still a burden.

*No changes

AUDUSD exchange rate



Source : Refinitiv, SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 11/03)

	'23.12	'24.03	'24.06
A N Z	0.65	0.68	0.68
Wells Fargo	0.63	0.62	0.63
MUFG	0.64	0.65	0.66
JPMorgan	0.68	0.70	0.69

Source : Bloomberg, SHB Solution & Trading Center

Major Price Variations in Global Markets 2023.11.06

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2023-11-06	105.12	-0.94	-0.87	3.04	3.86	-5.19	1.55
	Euro (EUR/USD)	2023-11-06	1.07	1.06	1.33	-2.50	-2.52	7.06	0.21
	Yen (USD/JPY)	2023-11-06	149.42	-0.21	-0.07	-4.63	-9.58	-1.87	-12.25
	Pound (GBP/USD)	2023-11-06	1.24	1.67	1.11	-3.22	-1.94	7.46	2.40
	Switzerland (USD/CHF)	2023-11-06	0.90	0.29	1.16	-2.96	-1.10	9.92	2.79
	Australia (AUD/USD)	2023-11-06	0.65	2.17	1.97	-0.93	-3.98	0.51	-4.42
FX - EM	South Korea (USD/KRW)	2023-11-03	1,322.30	2.54	2.05	-1.75	1.19	7.69	-4.30
	China (USD/CNY)	2023-11-04	7.28	0.58	0.31	-1.45	-4.99	0.36	-5.18
	India (USD/INR)	2023-11-03	83.29	-0.05	-0.10	-0.66	-1.75	-0.47	-0.66
	Indonesia (USD/IDR)	2023-11-03	15,728.00	1.35	-0.94	-3.45	-6.63	-0.20	-1.02
	Vietnam (USD/VND)	2023-11-06	24,564.00	0.01	-0.71	-3.42	-4.54	1.22	-3.79
	Brazil (USD/BRL)	2023-11-04	4.90	2.27	5.39	0.26	1.86	4.35	7.69
Russia (USD/RUB)	2023-11-04	92.69	1.76	7.72	1.58	-15.57	-32.79	-19.97	
Stock - DM	United States Dow Jones	2023-11-04	34,061.32	5.07	1.96	-2.86	1.15	5.12	2.76
	United States NASDAQ	2023-11-04	13,478.28	6.61	0.35	-2.98	10.16	28.67	28.78
	United States S&P 500	2023-11-04	4,358.34	5.85	1.16	-2.67	5.37	15.59	13.51
	Japan NIKKEI225	2023-11-02	31,949.89	4.41	2.28	-0.65	9.58	15.50	22.44
	United Kingdom FTSE	2023-11-04	7,417.73	1.73	-1.03	-1.94	-4.64	1.13	-0.46
	France CAC40	2023-11-04	7,047.50	3.71	-0.18	-3.66	-5.19	9.84	8.86
	Germany DAX	2023-11-04	15,189.25	3.42	-0.27	-4.78	-4.84	12.85	9.09
Stock - EM	South Korea KOSPI	2023-11-03	2,368.34	2.85	-1.68	-9.01	-5.30	0.85	5.90
	China Shanghai Stock Exchange	2023-11-03	3,030.80	0.43	-2.56	-7.82	-9.11	-1.30	-1.89
	India Sensex	2023-11-03	64,363.78	0.91	-2.47	-2.07	5.42	5.60	5.79
	Indonesia Jakarta	2023-11-03	6,788.85	0.44	-1.45	-0.93	0.02	-3.64	-0.90
	Vietnam VN index	2023-11-03	1,076.78	1.52	-4.59	-12.17	3.51	7.99	6.92
	Russia RTS	2023-11-03	1,093.74	1.36	10.80	7.68	5.81	-0.05	12.69
Brazil Bovespa	2023-11-04	118,159.97	2.95	3.50	-1.13	12.37	0.00	7.68	
Rates - DM	United States	2023-11-03	4.57	-26.22	-22.31	39.73	123.68	42.55	69.76
	Germany	2023-11-03	2.65	-18.70	-32.30	4.00	39.80	40.00	7.40
	United Kingdom	2023-11-03	4.29	-25.60	-30.90	-18.20	59.20	76.70	61.60
	Japan	2023-11-03	0.93	4.50	15.90	27.30	50.50	67.20	50.40
Rates - EM	South Korea	2023-11-03	4.10	-19.00	8.80	24.00	78.30	-9.00	36.50
	India	2023-11-03	7.31	-4.20	8.00	11.70	30.70	-16.70	-1.40
	Indonesia	2023-11-03	6.86	-37.30	-16.30	55.90	37.70	-57.00	-8.10
	Vietnam	2023-11-03	3.01	-9.00	16.00	49.00	-32.00	-218.00	-207.00
	Russia	2023-11-03	12.03	-21.81	5.57	86.06	111.17	319.03	172.31
	Brazil	2023-11-03	11.45	-25.90	-63.00	58.70	-67.60	-44.90	-123.40
Commodity	WTI (\$/bbl)	2023-11-06	80.93	-1.68	-2.25	-2.28	13.44	-12.61	0.83
	Brent (\$/bbl)	2023-11-06	85.20	-2.57	0.73	-1.21	13.15	-13.56	-0.83
	Gold (\$/oz)	2023-11-06	1,988.79	-0.37	8.50	2.70	-1.60	18.69	9.03

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