

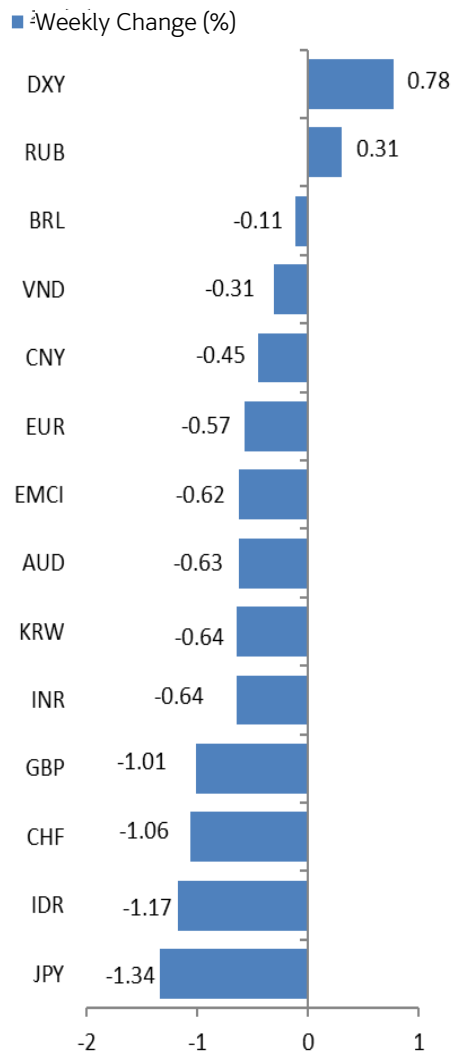
# Weekly Global FX Market Monitor

2024.03.25

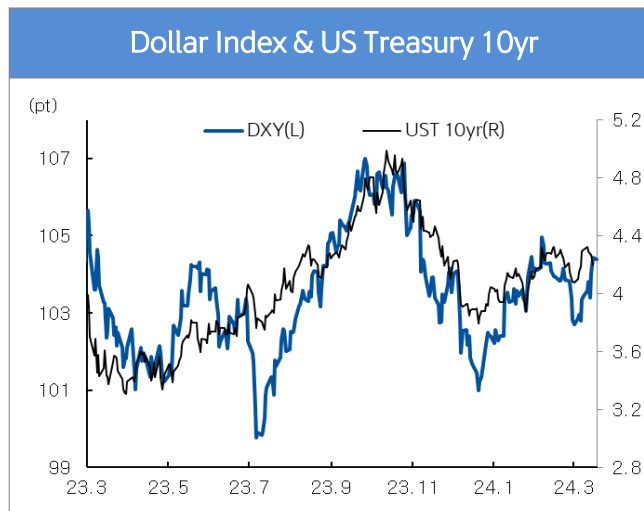


## Global

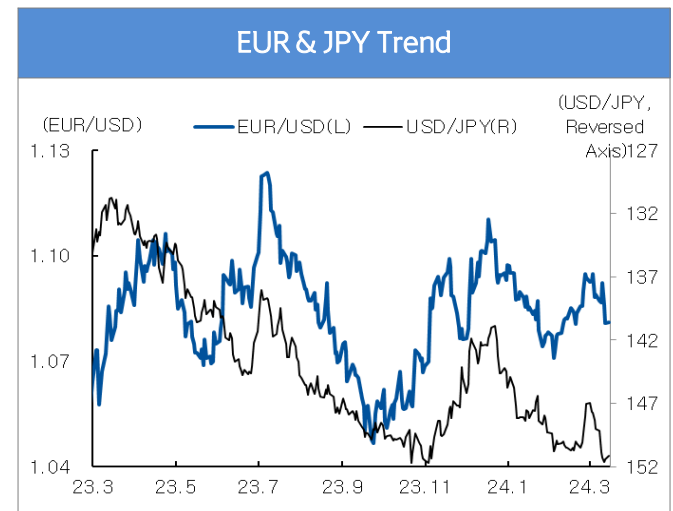
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Translation: Jae Yeon Hyun



- Last week: Strong USD(+0.78%), Weak EUR(-0.57%), Weak JPY(-1.34%)
- At March FOMC, Powell considered recent inflation to be temporary and showed his determination to cut rates within this year. But the market questioned the Fed's determination and USD strengthened.
- ECB chairman reconfirmed possible rate cut in June. Despite monetary policy collaboration of the US and Europe is anticipated, EUR weakened on sluggish March manufacturing PMI in Germany and France and stronger US economy.
- Despite BOJ decided to end its negative interest rate policy and YCC, as well as drop purchases of risky assets including ETFs, REITs, etc. USDJPY rose and closed at 151yen level as the market considers BOJ's tightening won't be strong due to slowdown in domestic economy.
- Despite Powell's dovish comments, EM currencies weakened on continued strong USD and devaluation of CNY late in the week.
  - Brazil's central bank reduced interest rate by 50bps. It also indicated that it is likely to make 50bp cut at the next meeting in May. BRL(-0.11%) weakened.
  - INR(-0.64%), VND(-0.31%), and IDR(-1.17%) all weakened.



Source: Bloomberg, SHB Solution & Trading Center



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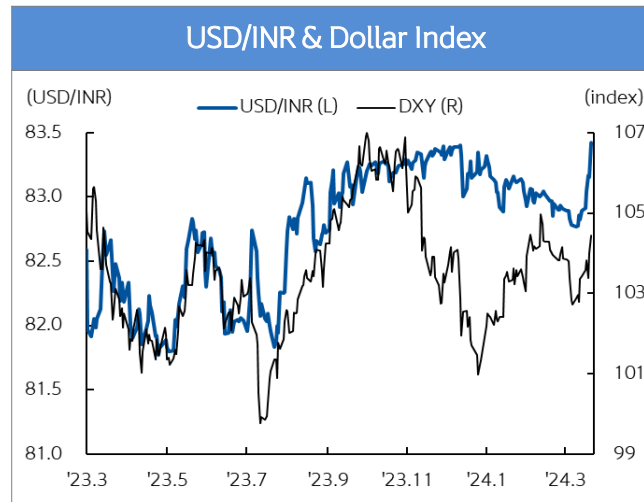


## India

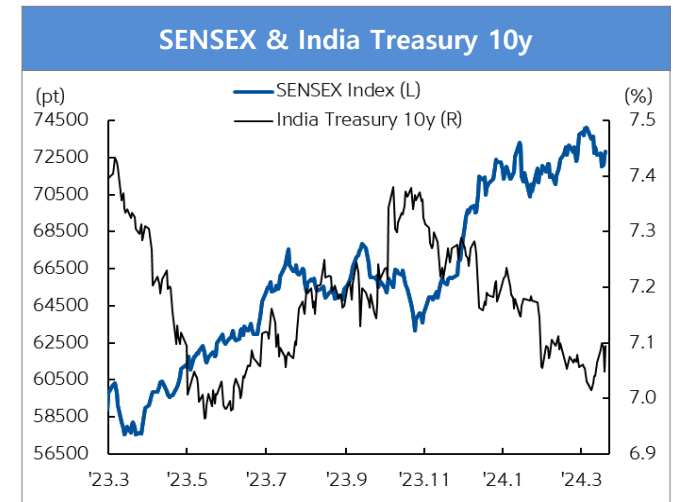
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USD/INR	83.43
52wk high	83.50
52wk low	81.61
Sensex	72,832
52wk high	74,245
52wk low	57,415
Government Bond (10yr,%)	7.09
52wk high	7.40
52wk low	6.94
Major Indices Snap shot	
Real GDP Growth	8.36
Rate(% YoY)	5.09
Consumer Prices (% YoY)	0.2
Producer Prices (% YoY)	6.50
RBI rate(%)	59.2
Manufacturing PMI (index)	3.80
Industrial Production (% YoY)	3.57
Core Sector Growth(% YoY)	11.86
Exports (% YoY)	12.19
Imports (% YoY)	-8.30
Current Account (\$bn)	-120324
Financial Earnings and Expenses (INR10mn)	642,492
FX Reserve (\$mn)	

- Last week, USD/INR moved around 82.91~83.42, weakened compared to last week. (-0.64%)
- Although Powell's took easing stance at FOMC, other central banks' surprise rate cuts such as Switzerland, Mexico, etc., strengthened strong USD trend. INR weakened on rising oil prices, foreign capital outflow from equity market, etc.
- FPI net sold in equity market, net purchased in bond market.
  - Equity: net sold(3/18~3/21 cumulative: \$407.31 mil), SENSEX rose.(+0.26%)
  - Bond: net purchased(3/18~3/21 cumulative: \$226.41 mil), bond yield rose. (10y, 7.09%,+2.60bp)
- Despite uncertainty regarding the path of the Fed's policy has been resolved, USD/INR is expected to rise due to weakening of Asian currencies on depreciation of CNY and outflow of USD from companies ahead of fiscal year-end. (Expected Range: 82.7~83.6)



Source: Bloomberg, SHB Solution & Trading Center



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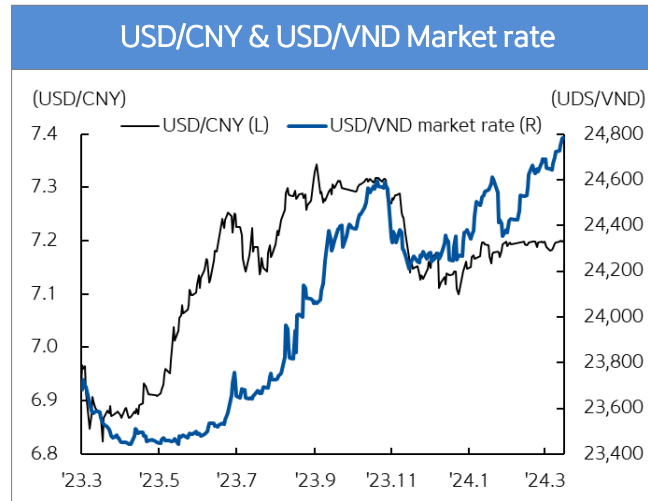


## Vietnam

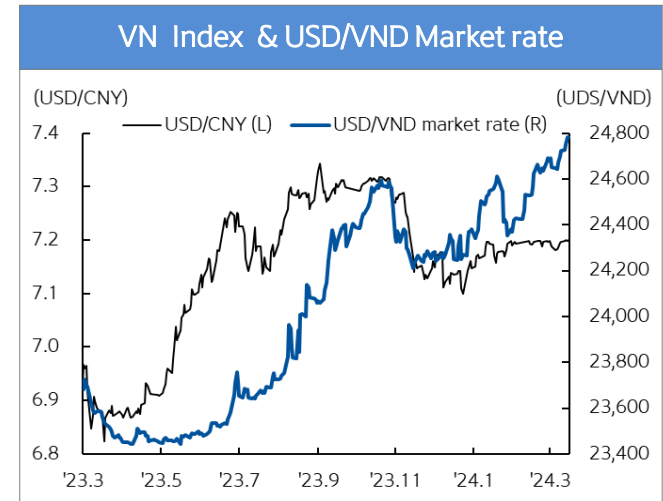
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USD/VND	24,786
52wk high	24,810
52wk low	23,415
VN index	1,282
52wk high	1,291
52wk low	1,020
Government Bond(10yr,%)	2.63
52wk high	3.86
52wk low	1.32
<b>Major Indices Snap shot</b>	
Real GDP Growth	6.72
Rate(% YoY)	
Consumer Prices (% YoY)	3.98
Total Mining Industries	9.18
Producer Price(% YoY)	
Refinance rate(%)	4.50
Manufacturing PMI (index)	50.4
Industrial Production (% YoY)	-6.80
Retail Sales(% YoY)	8.10
Exports (% YoY)	-5
Imports (% YoY)	1.8
Current Account (\$mn)	9673.00
Financial Earnings and Expenses (VND10bn)	18,465
FX Reserve (\$mn)	87,200

- Last week, USD/VND(market rate) moved around 24,725~24,784, weakened compared to last week.(-0.31%)
- SBV announced central rate at 24,005(3/21), weakened compared to 3/15.(23,979, -0.11%)
- Following the confirmation of the Fed's rate cut intentions, the CNY depreciated initially, but surged in the latter part of the week due to the People's Bank of China's announcement of the largest two-month depreciation of the CNY and expectations of additional rate cuts, pushing the exchange rate above 7.22. the VND weakened further in response to a strong dollar and the depreciation of the CNY driven by positive US economic indicators.
- FPI net sold \$12.819million.  
- VN index rose(+1.43%), and VNIBOR3M was 2.55%, dropped 5.0bp.(3/22)
- This week, VND is expected to be restricted to face downward pressure due to a strong dollar and the depreciation of the CNY. Attention will be on whether Chinese authorities will intervene to defend against currency depreciation as the CNY hits its lowest level in four months. In the latter part of the week, major economic indicators such as first-quarter GDP, March industrial production, exports and imports, inflation, and retail sales will be released, providing insights into the extent of Vietnams' economic recovery. (Expected Range: 24,490~24,900)



Source : Bloomberg , SHB Solution & Trading Center



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## Australia

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AUD/USD	0.6541
52wk high	0.6889
52wk low	0.6296
S&P/ASX200	7,811
52wk high	7,847
52wk low	6,773
Government Bond(10yr,%)	3.99
52wk high	4.95
52wk low	3.19
<b>Major Indices Snap shot</b>	
Real GDP growth rate (%YoY)	1.5
Consumer Prices(%YoY)	4.1
Producer Prices(%YoY)	4.1
Policy rate(%)	4.35
AU-US 2yr spread(%)	-0.83
China Imports From Australia(billion USD)	-9.1
Exports(%MoM)	4.0
Imports(%MoM)	-0.4
Current Account(billion AUD)	1.2

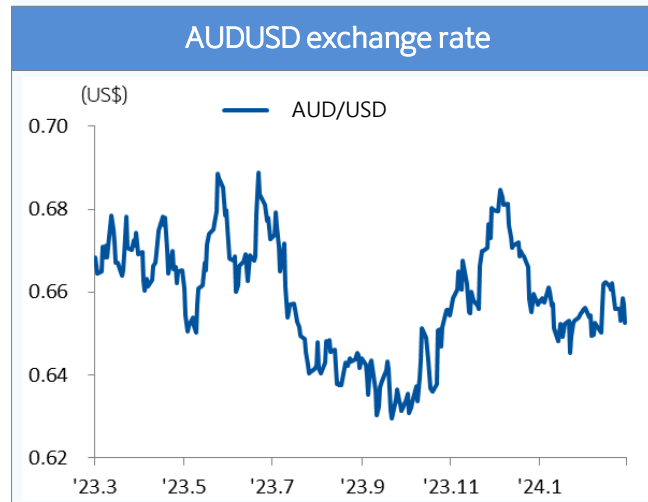
### Last Week :

- On the 19th, RBA reverted to a neutral stance by removing additional rate hike-related language from its statement, the AUD depreciated to 0.65.
- However, when the Fed chairman confirmed the intention to cut rates through the FOMC, the AUD experienced rebound, followed by a partial retracement of the gains.

### Outlook :

- With central banks in advanced economies lowering the threshold for rate cuts, commodities currencies like the AUD are expected to benefit.
- However, until the visibility of these rate cuts becomes clear, the momentum for AUD appreciation is likely to be weak. Given the continued weakness in the Chinese and European economies, the AUD is unlikely to deviate significantly from its current levels in the near term.

\*No changes.



Source : Refinitiv, SHB Solution & Trading Center

### AUD/USD Forecast Distribution \* (as of 3/22)

	'24.03	'24.06	'24.09
A N Z	0.69	0.70	0.70
Wells Fargo	0.64	0.66	0.67
MUFG	0.67	0.68	0.71
Citi	0.64	0.64	0.65

Source : Bloomberg, SHB Solution & Trading Center

# Major Price Variations in Global Markets 2024.03.25

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-03-25	104.39	0.78	0.43	2.64	-1.52	1.23	3.01
	Euro (EUR/USD)	2024-03-25	1.08	-0.57	-0.38	-1.80	2.05	0.11	-2.07
	Yen (USD/JPY)	2024-03-25	151.17	-1.34	-0.31	-5.83	-1.51	-12.97	-6.70
	Pound (GBP/USD)	2024-03-25	1.26	-1.01	-0.67	-0.71	3.19	2.55	-1.03
	Switzerland (USD/CHF)	2024-03-25	0.90	-1.06	-1.93	-4.75	1.64	2.04	-6.23
	Australia (AUD/USD)	2024-03-25	0.65	-0.63	-0.32	-4.08	1.48	-1.98	-4.30
FX - EM	South Korea (USD/KRW)	2024-03-22	1,338.45	-0.64	-0.72	-2.66	-0.13	-2.30	-3.76
	China (USD/CNY)	2024-03-23	7.23	-0.45	-0.49	-1.29	0.97	-4.97	-1.79
	<b>India (USD/INR)</b>	<b>2024-03-22</b>	<b>83.43</b>	<b>-0.64</b>	<b>-0.69</b>	<b>-0.33</b>	<b>-0.58</b>	<b>-0.91</b>	<b>-0.26</b>
	Indonesia (USD/IDR)	2024-03-22	15,780.00	-1.17	-1.20	-1.88	-2.57	-2.76	-2.43
	<b>Vietnam (USD/VND)</b>	<b>2024-03-25</b>	<b>24,786.00</b>	<b>-0.31</b>	<b>-0.50</b>	<b>-2.18</b>	<b>-1.62</b>	<b>-5.11</b>	<b>-2.09</b>
	Brazil (USD/BRL)	2024-03-23	5.00	-0.11	-0.74	-2.81	-1.30	4.75	-2.89
Russia (USD/RUB)	2024-03-23	92.24	0.31	0.83	0.09	3.84	-16.49	-3.00	
Stock - DM	United States Dow Jones	2024-03-23	39,475.90	1.97	0.88	5.59	16.08	22.45	4.74
	United States NASDAQ	2024-03-23	16,428.82	2.85	2.70	9.58	23.79	38.95	9.44
	United States S&P 500	2024-03-23	5,234.18	2.29	2.86	10.09	20.67	31.81	9.74
	Japan NIKKEI225	2024-03-22	40,888.43	5.36	4.58	22.96	25.12	49.31	22.19
	United Kingdom FTSE	2024-03-23	7,930.92	2.63	2.92	3.03	4.03	7.10	2.56
	France CAC40	2024-03-23	8,151.92	-0.15	2.33	7.70	14.43	16.21	8.07
	Germany DAX	2024-03-23	18,205.94	1.50	4.52	8.98	18.18	21.72	8.68
Stock - EM	South Korea KOSPI	2024-03-22	2,748.56	3.06	3.03	5.73	10.13	13.81	3.51
	China Shanghai Stock Exchange	2024-03-22	3,048.03	-0.22	1.44	4.43	-2.17	-6.66	2.46
	<b>India Sensex</b>	<b>2024-03-22</b>	<b>72,831.94</b>	<b>0.26</b>	<b>-0.43</b>	<b>2.43</b>	<b>10.31</b>	<b>26.60</b>	<b>0.82</b>
	Indonesia Jakarta	2024-03-22	7,350.15	0.30	0.75	1.56	5.03	8.69	1.06
	<b>Vietnam VN index</b>	<b>2024-03-22</b>	<b>1,281.80</b>	<b>1.43</b>	<b>5.76</b>	<b>14.69</b>	<b>11.15</b>	<b>22.45</b>	<b>13.44</b>
	Russia RTS	2024-03-23	1,113.05	-0.59	4.57	4.64	11.63	13.84	2.73
Brazil Bovespa	2024-03-23	127,027.10	0.23	-1.85	-4.31	9.58	28.53	-5.33	
Rates - DM	United States	2024-03-22	4.20	-10.82	-12.26	30.31	-23.56	76.40	31.90
	Germany	2024-03-22	2.32	-11.90	-11.70	34.40	-41.60	-0.50	29.90
	United Kingdom	2024-03-22	3.93	-17.40	-17.70	42.30	-32.10	47.70	39.10
	Japan	2024-03-22	0.74	-4.50	2.10	11.60	-0.50	41.30	12.70
Rates - EM	South Korea	2024-03-22	3.36	-4.60	-6.60	7.30	-63.10	9.90	18.90
	<b>India</b>	<b>2024-03-22</b>	<b>7.09</b>	<b>2.90</b>	<b>2.50</b>	<b>-9.30</b>	<b>-9.40</b>	<b>-24.10</b>	<b>-8.10</b>
	Indonesia	2024-03-22	6.66	0.70	8.80	16.00	-10.70	-24.40	17.60
	<b>Vietnam</b>	<b>2024-03-22</b>	<b>2.63</b>	<b>1.00</b>	<b>24.00</b>	<b>28.00</b>	<b>-8.00</b>	<b>-135.00</b>	<b>26.00</b>
	Russia	2024-03-22	13.17	30.84	96.49	126.67	143.59	235.45	130.10
	Brazil	2024-03-22	11.03	-2.40	12.00	63.60	-40.90	-202.20	66.10
Commodity	WTI (\$/bbl)	2024-03-25	80.83	-2.28	5.67	9.88	-9.87	16.71	12.81
	Brent (\$/bbl)	2024-03-25	85.60	-1.48	4.88	8.26	-8.24	14.15	11.11
	Gold (\$/oz)	2024-03-25	2,167.45	0.33	6.71	5.57	13.13	10.77	5.06

Source : Bloomberg, Datastream, Soluton & 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