

Weekly Global FX Market Monitor

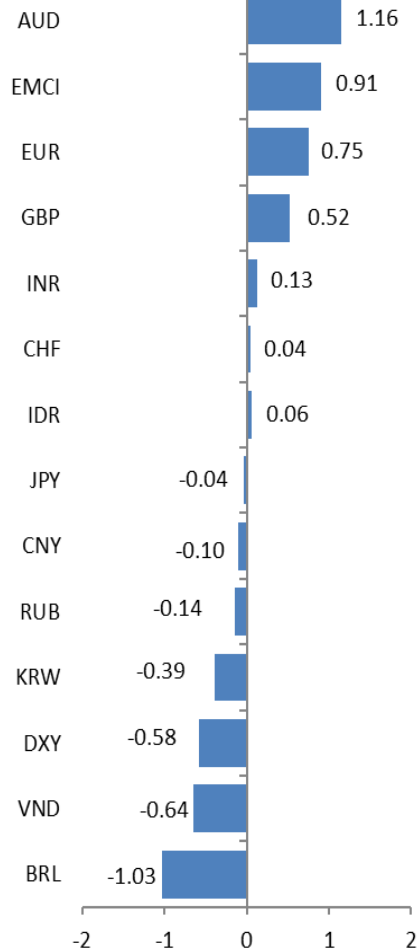
2024.04.08



Global

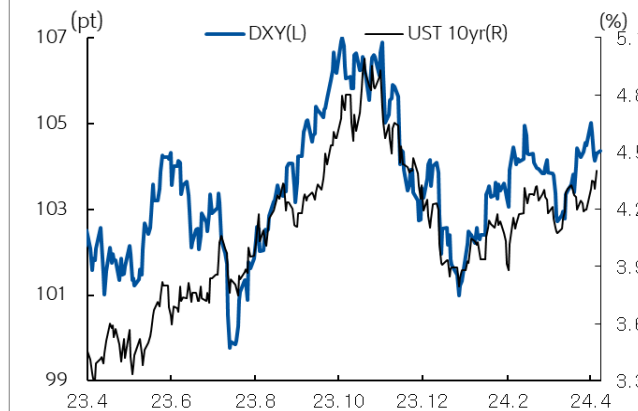
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Translation: Jae Yeon Hyun

■ Weekly Change (%)



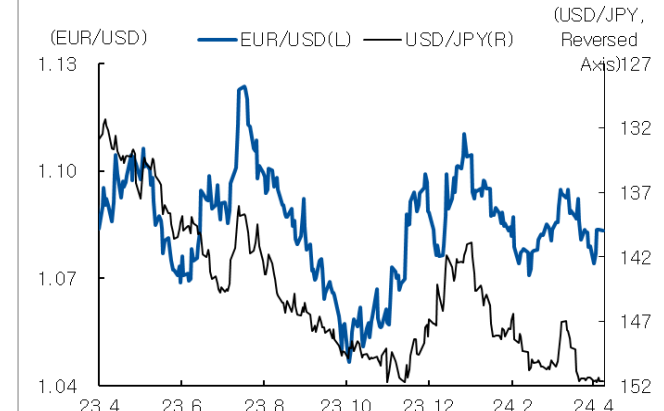
- Last week: Weak USD (-0.62%), Strong EUR (+0.84%), Steady JPY (+0.00%)
- Expectation on the Fed's rate cut has weakened as Powell reconfirmed that there is no need to rush rate cuts. DXY closed at 104pt level due to higher-than-expected ISM manufacturing data and strong March employment (increased by 303,000 compared to last month).
- EUR plunged to 1.07 dollar level as US bond yield soared on strong ISM manufacturing. But slightly rose after higher-than-expected Eurozone manufacturing PMI in March and sluggish US ISM service data. EUR closed at 1.08 dollar.
- Due to strong warnings on intervention, USDJPY didn't move much and closed at 151 yen level.
- Upswing in US manufacturing economy and mixed comments from Fed officials caused rebound in US bond yield and strong USD. Yet, EM currencies showed mixed movements as oil and raw material price rose.
 - Oil price continued to rise on heightening geopolitical tension. But as the central bank's FX selling decreased in April, RUB(-1.04%) weakened.
- INR(+0.13%) strengthened while VND(-0.64%) weakened and IDR(0.06%) remained steady with upward tendency.

Dollar Index & US Treasury 10yr



Source : Bloomberg , SHB Solution & Trading Center

EUR & JPY Trend



Source : Bloomberg , SHB Solution & Trading Center

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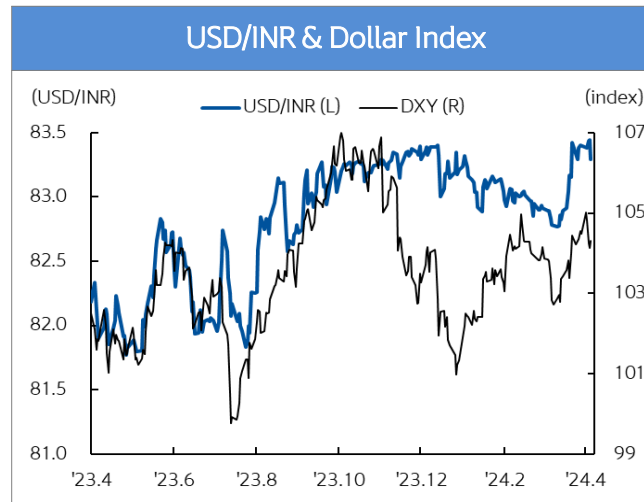


India

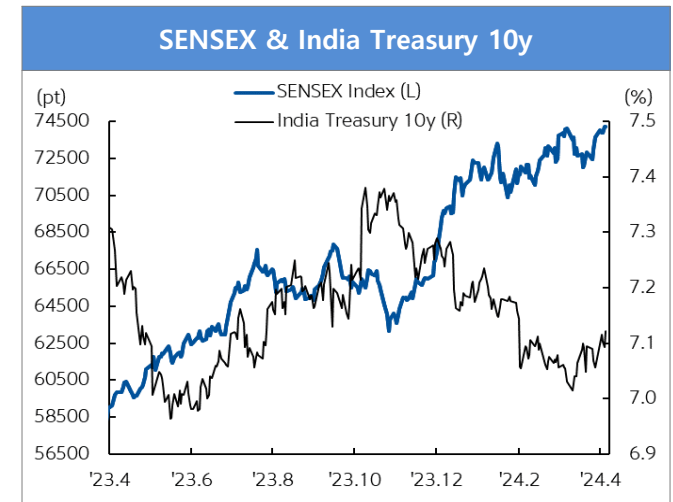
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USD/INR	83.29
52wk high	83.50
52wk low	81.61
Sensex	74,248
52wk high	74,502
52wk low	59,413
Government Bond (10yr,%)	7.12
52wk high	7.40
52wk low	6.94
Major Indices Snap shot	
Real GDP Growth	8.36
Rate(% YoY)	8.36
Consumer Prices (% YoY)	5.09
Producer Prices (% YoY)	0.2
RBI rate(%)	6.50
Manufacturing PMI (index)	59.1
Industrial Production (% YoY)	3.80
Core Sector Growth(% YoY)	6.72
Exports (% YoY)	11.86
Imports (% YoY)	12.19
Current Account (\$bn)	-10.50
Financial Earnings and Expenses (INR10mn)	-39876.3
FX Reserve (\$mn)	645,583

- Last week, USD/INR moved around 83.29~83.45, strengthened compared to last week. (+0.13%)
- INR weakened on USD rebound and rising trend of oil price due to geopolitical risk. But rebounded after RBI decided to maintain the interest rate.
- India's March manufacturing PMI was 59.1 (continued to expand) and service PMI was 61.2, boosted by increase in export.
- RBI, cautious about food price uncertainty, kept repo rate unchanged at 6.5% despite slowdown in inflation. (4/5)
- FPI net sold in equity and bond market.
 - - Equity: net sold (4/1~4/4 cumulative: \$321.25mil), SENSEX rose. (+0.81%)
 - - Bond: net sold(4/1~4/4 cumulative: \$420.44mil), bond yield rose. (10y, 7.12%, +6.60bp)
- While delay in the Fed's rate cut is anticipated due to hawkish comments from the Fed officials and solid US job data, oil price is also rising due to US restrictions on oil export, delay in shipment, and OPEC+ production decrease. USDINR is expected to move upward. (Expected Range: 83.0~83.80)



Source: Bloomberg, SHB Solution & Trading Center



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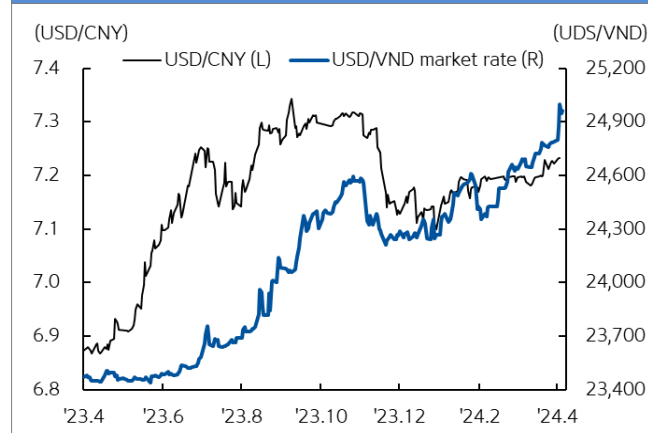
Vietnam

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USD/VND	24,960
52wk high	25,010
52wk low	23,415
VN index	1,255
52wk high	1,294
52wk low	1,020
Government Bond(10yr,%)	2.93
52wk high	3.55
52wk low	1.32
Major Indices Snap shot	
Real GDP Growth	5.66
Rate(% YoY)	
Consumer Prices (% YoY)	3.97
Total Mining Industries	
Producer Price(% YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	49.9
Industrial Production (% YoY)	4.10
Retail Sales(% YoY)	8.20
Exports (% YoY)	14.2
Imports (% YoY)	9.7
Current Account (\$mn)	6375.00
Financial Earnings and Expenses (VND10bn)	18,465
FX Reserve (\$mn)	88,086

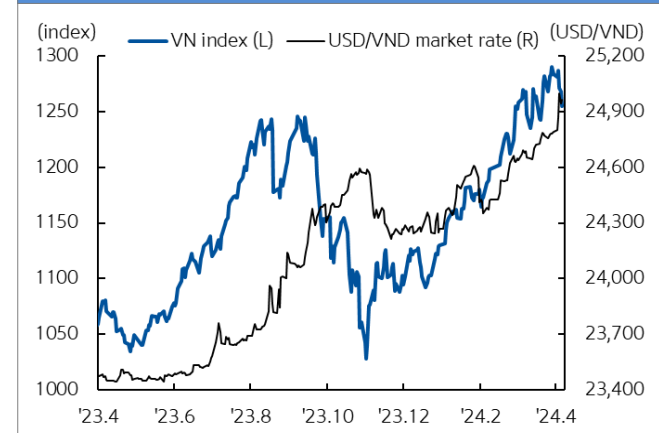
- Last week, USD/VND moved around 24,800~24,997. Weakened compared to last week.(-0.64%)
- SBV announced central rate at 24,038(4/5), weakened (-0.15%) compared to last week.
- Despite the rebound in China's March manufacturing indicators, the CNY showed weakness, nearing the daily exchange rate fluctuation limit of $\pm 2\%$ from the central parity rate. Meanwhile, the VND experienced depreciation, surpassing 25,000 Dong during trading due to the strengthening of the USD and the depreciation of the CNY. This led to a mid-week decline as the central bank hinted at intervention measures to stabilize the foreign exchange market.
- The March manufacturing PMI in Vietnam recorded 49.9 due to overall demand weakness, marking a contraction for the first time in three months.
- FPI net sold \$87 million.
 - VN index declined by 2.26%, VNIBOR3M was 3.767%, rose 60.0bp(4/5)
- Amid rising concerns about US inflation, the announcement of US March CPI this week will determine whether the US dollar continues to strengthen. If the data exceeds expectations, expectations for a June rate cut could diminish, potentially leading to further appreciation of VND exchange rate. (expected range: 24,620~25,090)

USD/CNY & USD/VND Market rate



Source : Bloomberg , SHB Solution & Trading Center

VN Index & USD/VND Market rate



Source : Bloomberg , SHB Solution & Trading Center

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Australia

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AUD/USD	0.6577
52wk high	0.6889
52wk low	0.6296
S&P/ASX200	7,784
52wk high	7,897
52wk low	6,773
Government Bond(10yr,%)	4.19
52wk high	4.95
52wk low	3.19
Major Indices Snap shot	
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(%)	-0.97
China Imports From Australia(billion USD)	-9.1
Exports(%MoM)	4.0
Imports(%MoM)	-0.4
Current Account(billion AUD)	1.2

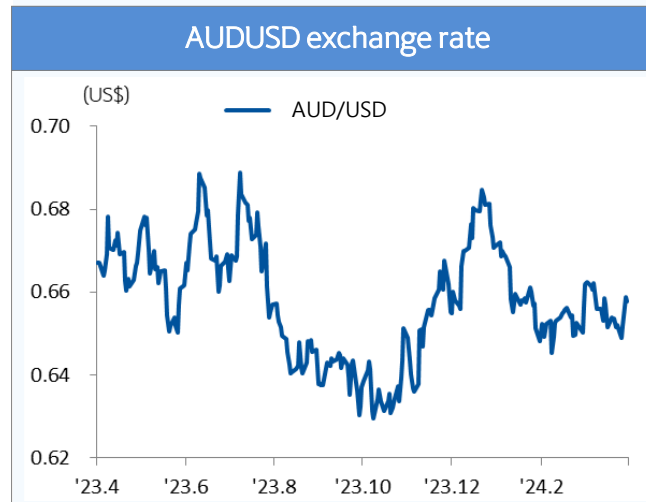
Last Week :

- At the beginning of the week, the AUD dipped to 0.65 as US treasury yields rose following the favorable US March manufacturing PMI.
- However, it rebounded thereafter, briefly surpassing 0.66 in the latter part of the week. The AUD outperformed other currencies during the week due to the favorable March manufacturing PMI readings in major countries and the uptrend in commodity prices.

Outlook :

- The recent rise in commodity prices is not just due to supply issues but also reflects improvements in demand and a rebound in manufacturing activity. Iron ore prices are the exception. This is favorable for the AUD in the medium term.
- However, in the short term, there is a possibility of a decline as we await the March nonfarm payrolls and CPI data.

*MUFG slightly adjusted its forecast over the past week..



Source : Refinitiv, SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 4/5)

	'24.06	'24.09	'24.12
A N Z	0.68	0.69	0.70
Wells Fargo	0.65	0.67	0.68
MUFG	0.67	0.69	0.70
Citi	0.64	0.64	0.65

Source : Bloomberg, SHB Solution & Trading Center

Major Price Variations in Global Markets

2024.04.08

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-04-08	104.37	-0.62	1.61	2.11	-1.58	2.50	2.99
	Euro (EUR/USD)	2024-04-08	1.08	0.84	-0.97	-1.07	2.52	-0.24	-1.87
	Yen (USD/JPY)	2024-04-08	151.65	0.00	-3.03	-4.89	-2.07	-11.90	-7.00
	Pound (GBP/USD)	2024-04-08	1.26	0.59	-1.80	-0.96	3.17	1.97	-0.82
	Switzerland (USD/CHF)	2024-04-08	0.90	0.13	-2.88	-6.09	0.39	0.72	-6.83
	Australia (AUD/USD)	2024-04-08	0.66	1.33	-0.74	-2.16	2.56	-0.99	-3.48
	FX - EM	South Korea (USD/KRW)	2024-04-05	1,352.70	-0.40	-1.35	-2.74	-0.16	-3.10
China (USD/CNY)		2024-04-04	7.23	-0.10	-0.47	-1.16	0.90	-4.91	-1.84
India (USD/INR)		2024-04-05	83.29	0.13	-0.48	-0.16	-0.04	-1.55	-0.10
Indonesia (USD/IDR)		2024-04-05	15,845.00	0.06	-0.48	-2.08	-1.45	-5.81	-2.83
Vietnam (USD/VND)		2024-04-08	24,960.00	-0.64	-1.24	-2.48	-2.30	-6.05	-2.77
Brazil (USD/BRL)		2024-04-06	5.07	-1.03	-2.14	-3.76	2.01	-0.63	-4.13
Russia (USD/RUB)		2024-04-06	92.59	-0.14	-1.85	-1.79	8.06	-13.53	-3.37
Stock - DM	United States Dow Jones	2024-04-06	38,904.04	-2.27	0.47	3.24	16.45	16.18	3.22
	United States NASDAQ	2024-04-06	16,248.52	-0.80	1.02	9.46	20.97	34.42	8.24
	United States S&P 500	2024-04-06	5,204.34	-0.95	1.57	9.25	20.79	26.78	9.11
	Japan NIKKEI225	2024-04-05	38,992.08	-3.41	-1.76	16.82	25.80	41.70	16.52
	United Kingdom FTSE	2024-04-06	7,911.16	-0.26	3.28	2.82	5.56	2.19	2.30
	France CAC40	2024-04-06	8,061.31	-1.75	0.41	8.20	14.18	10.06	6.87
	Germany DAX	2024-04-06	18,175.04	-1.63	2.02	8.73	19.34	16.52	8.50
Stock - EM	South Korea KOSPI	2024-04-05	2,714.21	-1.18	1.26	5.70	12.68	8.99	2.22
	China Shanghai Stock Exchange	2024-04-03	3,069.30	2.54	0.99	3.89	-1.32	-7.34	3.17
	India Sensex	2024-04-05	74,248.22	0.81	0.17	4.05	12.50	24.09	2.78
	Indonesia Jakarta	2024-04-05	7,286.88	-0.03	-1.29	0.05	5.78	7.27	0.19
	Vietnam VN index	2024-04-05	1,255.11	-2.26	0.62	8.18	11.22	17.33	11.08
	Russia RTS	2024-04-06	1,155.91	1.67	0.33	6.07	17.10	18.61	6.68
	Brazil Bovespa	2024-04-06	126,795.41	-1.02	-0.22	-4.25	11.06	25.76	-5.51
Rates - DM	United States	2024-04-05	4.40	20.13	24.91	35.59	-31.69	109.08	52.25
	Germany	2024-04-05	2.40	10.10	7.60	24.30	-47.90	21.70	37.50
	United Kingdom	2024-04-05	4.07	13.60	5.80	28.20	-47.30	64.10	53.20
	Japan	2024-04-05	0.79	6.20	8.20	17.90	-2.30	30.80	17.50
	Rates - EM	South Korea	2024-04-05	3.44	3.30	2.00	9.80	-90.00	10.80
India		2024-04-05	7.12	6.60	6.50	-11.30	-9.30	-14.50	-5.20
Indonesia		2024-04-05	6.65	-3.90	0.30	-5.30	-38.60	-4.30	17.40
Vietnam		2024-04-05	2.93	24.00	52.00	55.00	-3.00	-62.00	56.00
Russia		2024-04-05	13.48	21.20	87.86	169.17	146.92	259.70	161.16
Brazil		2024-04-05	11.36	26.70	60.10	77.50	-64.20	-120.70	99.60
Commodity		WTI (\$/bbl)	2024-04-08	86.03	2.77	10.28	21.56	3.91	6.60
	Brent (\$/bbl)	2024-04-08	90.25	3.24	9.95	18.56	6.70	6.03	17.15
	Gold (\$/oz)	2024-04-08	2,312.92	2.73	6.15	14.05	24.26	16.14	12.12

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