

Weekly Global FX Market Monitor

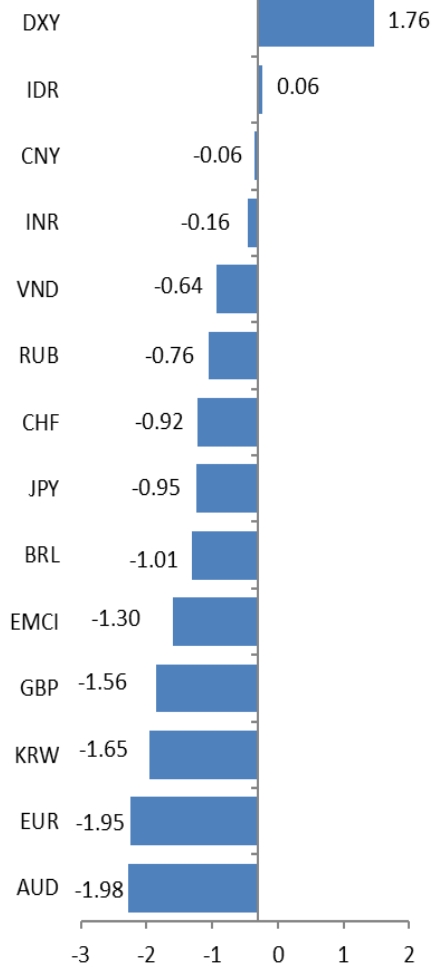
2024.04.15



Global

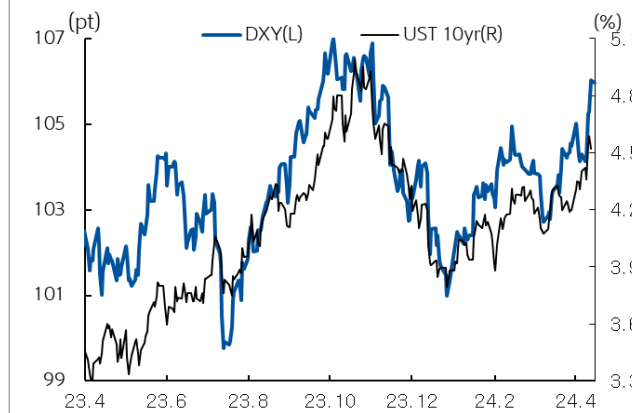
Solution & Trading Center, Seo Jae Kim
02-2151-2322, sjkim@shinhan.com
Translation: Jae Yeon Hyun

■ Weekly Change (%)



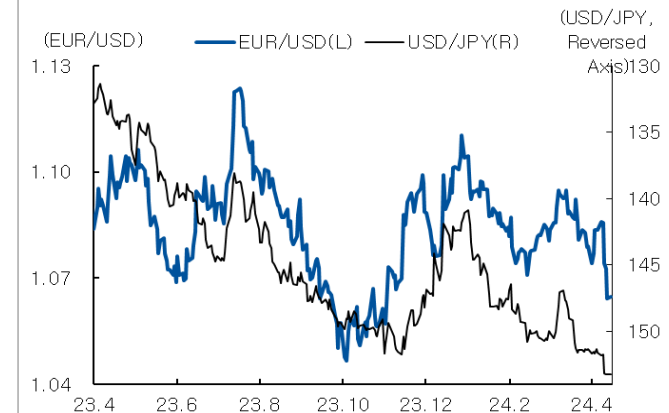
- Last week: Strong USD(+1.76%), Weak EUR(-1.95%), Weak JPY(-0.95%)
- Higher-than-expected US March CPI weakened expectation on the Fed's rate cut in June and triggered strong USD. Due to concerns over the Middle East crisis, preference on safe assets rose and DXY closed at 106pt level.
- EUR plunged to 1.06 level as the market now expects the Fed to cut rate twice or less AND ECB hinted at rate cut in June at April meeting.
- As expectation on the Fed's rate cut in June has weakened, US bond yield rose and USD strengthened. Accordingly, JPY weakened and USDJPY rose up to 153 level.
- EM currencies weakened on rising US bond yield and strong USD. Late in the week, EM currencies plunged as possible Iran's retaliatory action against Israel triggered preference on safe assets.
- BRL(-1.01%) weakened on increasing fiscal risks and Petrobras' dividends issue.
- IDR(-0.16%) and VND(-0.64%) weakened. Indonesian market was closed for Lebaran holiday.

Dollar Index & US Treasury 10yr



Source : Bloomberg , SHB Solution & Trading Center

EUR & JPY Trend



Source : Bloomberg , SHB Solution & Trading Center

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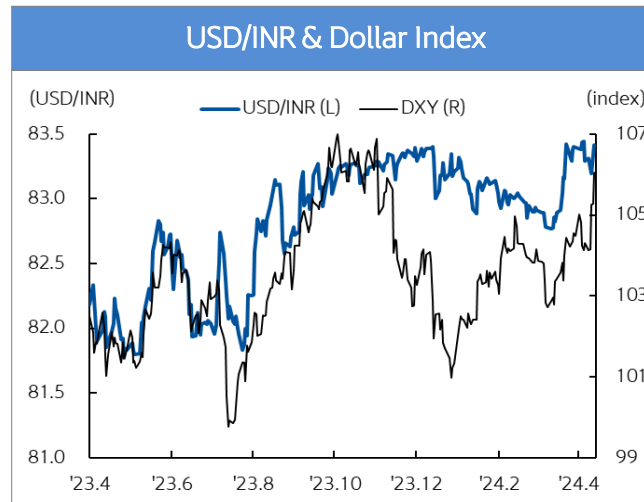


India

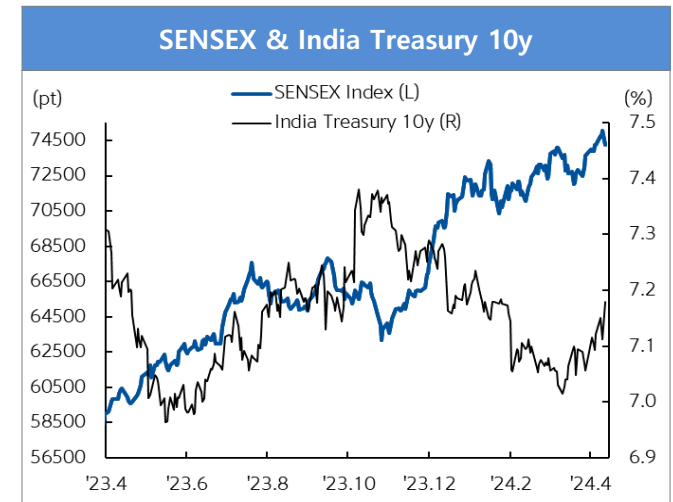
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USD/INR	83.42
52wk high	83.50
52wk low	81.61
Sensex	74,245
52wk high	75,124
52wk low	59,413
Government Bond (10yr,%)	7.18
52wk high	7.40
52wk low	6.94
Major Indices Snap shot	
Real GDP Growth Rate(% YoY)	8.36
Consumer Prices (% YoY)	4.85
Producer Prices (% YoY)	0.2
RBI rate(%)	6.50
Manufacturing PMI (index)	59.1
Industrial Production (% YoY)	5.70
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)	648,562

- Last week, USD/INR moved around 83.19~83.42, dropped compared to last week.(-0.16%)
- India's 10-yr bond yield rose to 2-month high on RBI's hawkish stance and sharp rise in US bond yield. INR weakened due to strong USD and rise in oil price.
- February mining and manufacturing production rose 5.7% yoy. March consumer price rose 4.85% yoy. (slight slowdown compared to last month(5.29%), slowdown for 3 consecutive months) Core inflation was 3.2%, lowest since 2015.
- FPI net purchased in both equity and bond market.
 - Equity: Net purchased(4/8~4/11 cumulative: \$1.41 billion), SENSEX rose (+0.02%)
 - Bond: Net purchased(4/8~4/11 cumulative: \$232.19 million), bond yield rose (10y, 7.18%, +5.70bp)
- While Iran's retaliatory attack on Israel escalated the already volatile conflict, USD/INR is expected to rise due to market uncertainty triggered by risk-averse sentiment and rise in oil price. But RBI is likely to intervene. March export/import (consensus: trade deficit \$19 billion) and wholesale price (consensus: +0.6% yoy) will be announced on 15th. (Expected Range : 83.2~83.9)



Source : Bloomberg , SHB Solution & Trading Center



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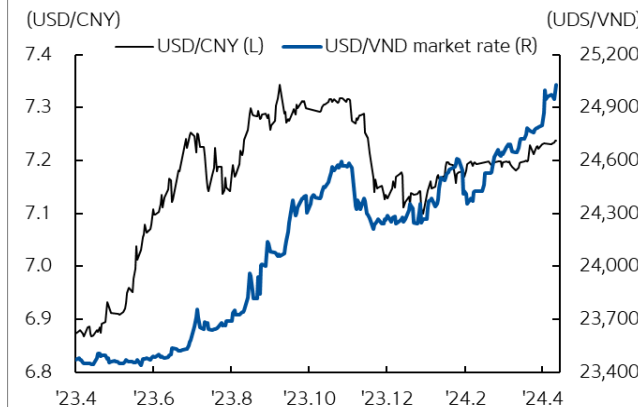
Vietnam

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USD/VND	25,031
52wk high	25,038
52wk low	23,415
VN index	1,277
52wk high	1,294
52wk low	1,020
Government Bond(10yr,%)	2.85
52wk high	3.48
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

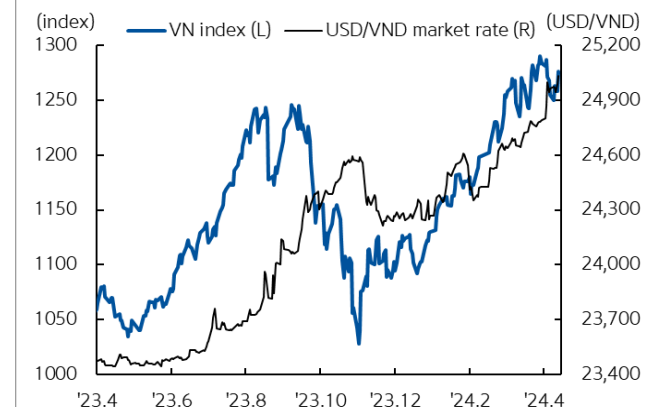
- Last week, USD/VND moved around 24,946~25.031. Weakened compared to last week(-0.64%).
- SBV announced central rate at 24,082, weakened(-0.18%) compared to last week.
- Amid uncertainties in economic outlooks, China's credit rating downgrade led to depreciation of the CNY. Additionally, with the USD showing strength due to uncertainties surrounding the timing of the Fed's interest rate cuts following the higher than expected US CPI in March, the VND exchange rate rose to a record high level of 25,031.
- March domestic car sales recorded a decrease of 8.1% compared to the same period last year, reaching 24,133.
- FPI net sold \$46.74 million.
 - VN index rose by 1.71%, VNIBOR3M was 4.1%, rose 33.3bp(4/12)
- With reinforced views that the Fed's inflation control measures may not be smooth and the likelihood of prolonged high-interest rates, and with China experiencing a sharp decline in exports in March, economic recovery remains uncertain. There is a need to keep open the possibility of further appreciation of the VND exchange rate. (Expected Range: 24,760 ~ 25,150)

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	0.6474
52wk high	0.6889
52wk low	0.6296
S&P/ASX200	7,752
52wk high	7,897
52wk low	6,773
Government Bond(10yr,%)	4.21
52wk high	4.95
52wk low	3.27

Major Indices Snap shot

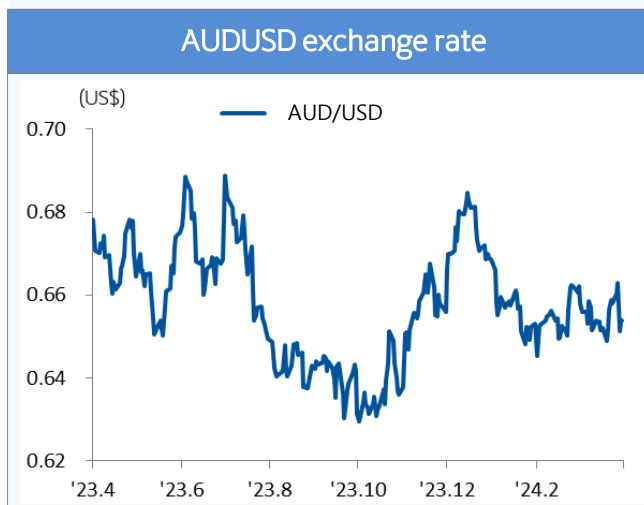
Real GDP growth rate (%YoY)	1.5
Consumer Prices(%YoY)	4.1
Producer Prices(%YoY)	4.1
Policy rate(%)	4.35
AU-US 2yr spread(%)	-1.04
China Imports From Australia(billion USD)	-5.6
Exports(%MoM)	4.0
Imports(%MoM)	-0.4
Current Account(billion AUD)	1.2

Last Week :

- Amid signs of a global manufacturing rebound and strong price increases in metals such as copper during the first week of April, the AUD surpassed 0.66 on the 9th but dipped to 0.65 on the 10th due to the strengthening of the USD following the US CPI results. However, it saw a slight rebound thereafter.
- The soaring prices of commodities have been acting as a tailwind for the AUD.

Outlook :

- The recent surge in commodity prices is not just due to supply issues but also to improvements in demand and a rebound in manufacturing activity. Even iron ore has seen a rebound.
- Despite ongoing strength in the USD pressuring the AUD, the improvement in commodity demand is supporting the AUD, with expectations of outperforming other currencies.



Source : Refinitiv , SHB Solution & Trading Center

*No changes.

AUD/USD Forecast Distribution * (as of 4/12)

	'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 2024.04.15

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-04-15	105.97	1.76	2.45	3.48	-0.63	4.35	4.58
	Euro (EUR/USD)	2024-04-15	1.06	-1.95	-2.22	-2.77	0.82	-2.55	-3.55
	Yen (USD/JPY)	2024-04-15	153.27	-0.95	-2.76	-4.92	-2.45	-12.27	-7.98
	Pound (GBP/USD)	2024-04-15	1.25	-1.56	-2.18	-2.11	1.97	0.66	-2.14
	Switzerland (USD/CHF)	2024-04-15	0.91	-0.92	-3.28	-6.35	-1.51	-1.65	-7.92
	Australia (AUD/USD)	2024-04-15	0.65	-1.98	-1.33	-2.81	2.07	-3.40	-4.98
FX - EM	South Korea (USD/KRW)	2024-04-12	1,375.40	-1.65	-4.69	-4.48	-2.68	-3.62	-6.35
	China (USD/CNY)	2024-04-13	7.24	-0.06	-0.76	-0.96	0.95	-5.03	-1.90
	India (USD/INR)	2024-04-12	83.42	-0.16	-0.78	-0.60	-0.21	-1.60	-0.25
	Indonesia (USD/IDR)	2024-04-05	15,845.00	0.06	-0.48	-2.08	-1.45	-5.81	-2.83
	Vietnam (USD/VND)	2024-04-13	25,031.00	-0.64	-1.55	-2.10	-2.32	-6.32	-3.04
	Brazil (USD/BRL)	2024-04-13	5.12	-1.01	-2.86	-5.15	-1.32	-3.89	-5.10
Russia (USD/RUB)	2024-04-13	93.30	-0.76	-1.66	-5.27	4.75	-11.84	-4.10	
Stock - DM	United States Dow Jones	2024-04-13	37,983.24	-2.37	-1.89	1.04	12.81	12.09	0.78
	United States NASDAQ	2024-04-13	16,175.09	-0.45	1.26	8.03	20.64	33.42	7.75
	United States S&P 500	2024-04-13	5,123.41	-1.56	0.12	7.10	18.38	23.82	7.41
	Japan NIKKEI225	2024-04-12	39,523.55	1.36	2.11	10.09	22.30	38.71	18.11
	United Kingdom FTSE	2024-04-13	7,995.58	1.07	3.47	5.28	5.21	1.57	3.39
	France CAC40	2024-04-13	8,010.83	-0.63	-1.88	8.08	14.38	6.53	6.20
	Germany DAX	2024-04-13	17,930.32	-1.35	-0.04	7.87	18.07	13.43	7.04
Stock - EM	South Korea KOSPI	2024-04-12	2,681.82	-2.19	0.56	6.17	9.19	4.29	1.00
	China Shanghai Stock Exchange	2024-04-12	3,019.47	-1.62	-1.15	4.61	-2.22	-9.55	1.50
	India Sensex	2024-04-12	74,244.90	0.02	2.20	1.25	12.01	22.86	2.77
	Indonesia Jakarta	2024-04-05	7,286.88	-0.03	-1.29	0.05	5.78	7.27	0.19
	Vietnam VN index	2024-04-12	1,276.60	1.71	1.01	10.61	10.55	21.25	12.98
	Russia RTS	2024-04-13	1,165.53	0.83	4.10	1.77	12.71	18.58	7.57
Brazil Bovespa	2024-04-13	125,946.09	-0.67	-0.63	-4.24	8.80	18.50	-6.14	
Rates - DM	United States	2024-04-12	4.52	12.00	37.09	58.26	-17.53	113.10	64.25
	Germany	2024-04-12	2.36	-4.00	2.90	17.50	-42.70	-1.10	33.50
	United Kingdom	2024-04-12	4.14	6.80	19.10	34.40	-28.60	56.70	60.00
	Japan	2024-04-12	0.86	6.60	8.50	24.80	9.70	38.60	24.10
Rates - EM	South Korea	2024-04-12	3.54	10.20	20.40	23.20	-55.50	26.50	36.20
	India	2024-04-12	7.18	5.70	15.20	0.00	-12.00	-1.00	0.50
	Indonesia	2024-04-05	6.65	-3.90	0.30	-5.30	-38.60	-4.30	17.40
	Vietnam	2024-04-12	2.85	-8.00	25.00	53.00	-17.00	-59.00	48.00
	Russia	2024-04-12	13.57	8.86	82.16	141.62	153.48	258.93	170.02
	Brazil	2024-04-12	11.49	12.70	69.90	96.60	-20.60	-98.90	112.30
Commodity	WTI (\$/bbl)	2024-04-15	85.50	-1.08	5.50	17.64	-2.50	3.61	19.33
	Brent (\$/bbl)	2024-04-15	90.38	0.00	5.91	15.65	-0.56	4.72	17.32
	Gold (\$/oz)	2024-04-15	2,358.40	0.83	9.39	14.68	22.82	18.20	14.32

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