

# Weekly Global FX Market Monitor

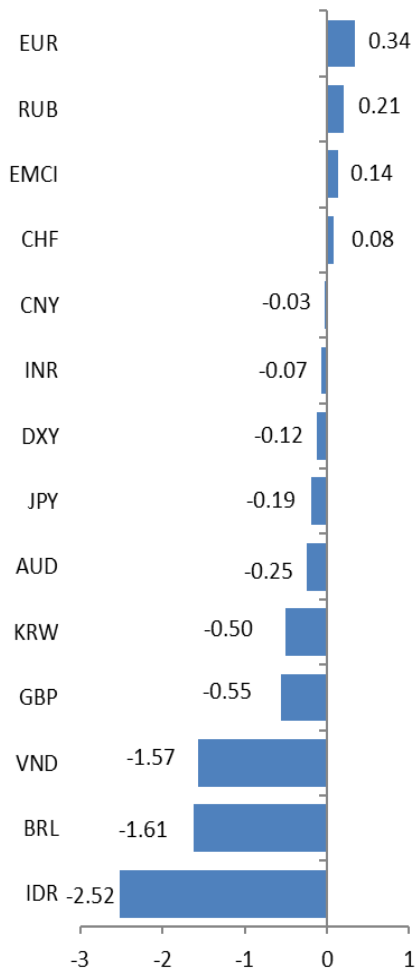
2024.04.22.



## Global

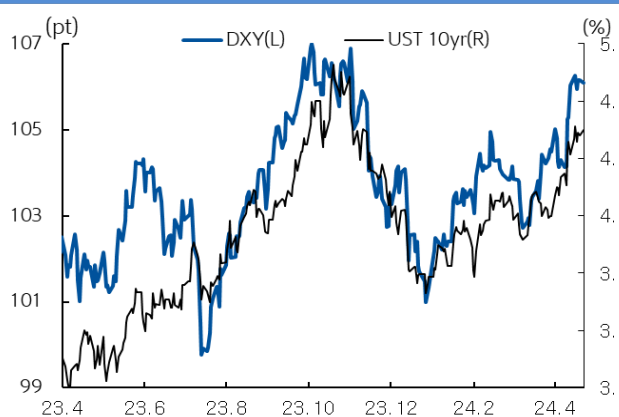
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Translation. Bong Kwon Jeong

Weekly Change (%)



- Last week: Weak USD(-0.12%), Strong EUR(0.34%), Weak JPY(-0.19%)
  - US consumption was confirmed through data, surpassing market expectations. Continued hawkish remarks from Fed officials fueled the USD's strength. Heightened preference for safe-haven assets amid tensions in the Middle East also supported the USD's bottom.
  - Comments from key ECB figures hinting at a rate cut in June, coupled with the dollar's strength, led the euro to fluctuate around the \$1.06 level.
  - News of imminent Iranian attacks on Israel led to a safe-haven behavior for the JPY, resulting in a depreciation of the currency. However, a rebound occurred due to rising US Treasury yields following positive US retail sales data. The JPY, which had slightly weakened amid concerns about intervention by foreign exchange authorities, rebounded on news of potential retaliation between Israel and Iran.
  - Following confirmation of strong US retail sales data and heightened tensions in the Middle East, there was a strengthening of the preference for safe-haven assets, resulting in depreciation of emerging market currencies. Towards the end of the week, as both Israel and Iran showed restraint, there was a slight increase in the emerging market currency index
  - With escalating tensions in the Middle East and rising oil prices, the Russian ruble (+0.21%) demonstrated strength compared to the previous week. The approaching tax payment period also contributed to the ruble's strength.
  - INR (-0.07%), VND(-1.57%), IDR(-2.52%) Weakened.

Dollar Index & US Treasury 10yr



Source : Bloomberg, SHB Solution & Trading Center

EUR & JPY Trend



Source : Bloomberg, SHB Solution & Trading Center

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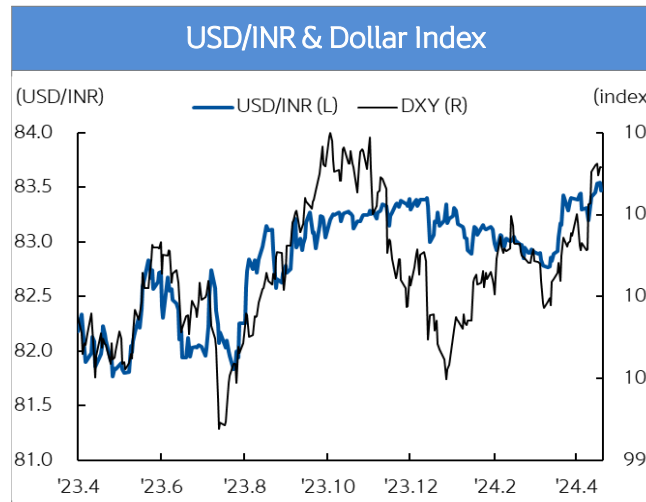


## India

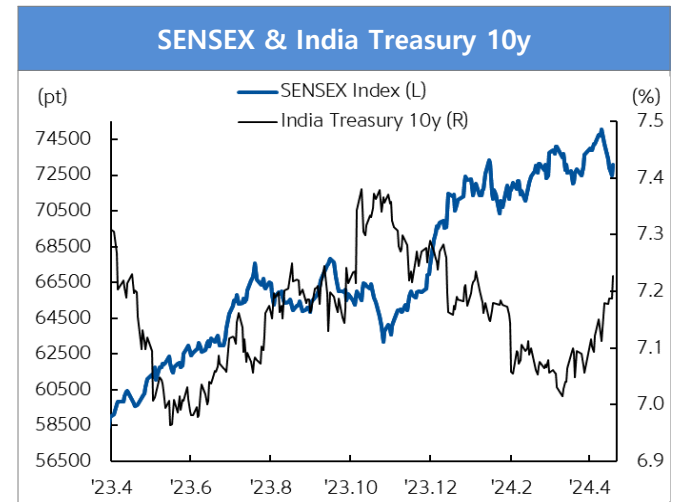
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USD/INR	83.47
52wk high	83.58
52wk low	81.61
Sensex	73,088
52wk high	75,124
52wk low	59,413
Government Bond(10yr,%)	7.23
52wk high	7.40
52wk low	6.94
<b>Major Indices Snap shot</b>	
Real GDP Growth Rate(% YoY)	8.36
Consumer Price(% YoY)	4.85
Producer Price(% YoY)	0.53
RBI rate(%)	6.50
Manufacturing PMI (index)	59.1
Industrial Production(% YoY)	5.70
Core Sector Growth(% YoY)	6.72
Exports(% YoY)	-0.67
Imports(% YoY)	-5.98
Current Account(\$bn)	-10.50
Financial Earnings and Expenses(INR 10mn)	-39876.3
FX Reserve(\$mn)	643,162

- Last week, USD/INR moved around 83.45~83.55, dropped compared to last week.(-0.07%)
- The INR weakened during the week due to concerns about rising oil prices amid heightened geopolitical tensions in the Middle East, as well as the strengthening trend of the dollar amid expectations of a delayed Fed interest rate cut.
- In March, exports and imports decreased by 0.7% and 6.0% yoy respectively, resulting in a trade deficit of \$15.598 billion. Wholesale prices increased by 0.53% yoy.
- FPI net purchased in both equity and bond market.
  - Equity: Net purchased(4/15~4/18 cumulative: \$127.698 million), SENSEX declined (-2.6%)
  - Bond: Net purchased(4/15~4/18 cumulative: \$71.007 million), bond yield rose (10y, 7.23%, +4.90bp)
- Considering that the possibility of a delayed Fed interest rate cut and geopolitical tensions have already been factored in, and assuming no additional Middle East-related issues arise, it is judged that the likelihood of further INR depreciation due to RBI intervention is low (expected range: 83.1 to 83.8).



Source : Bloomberg, SHB Solution & Trading Center



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## Vietnam

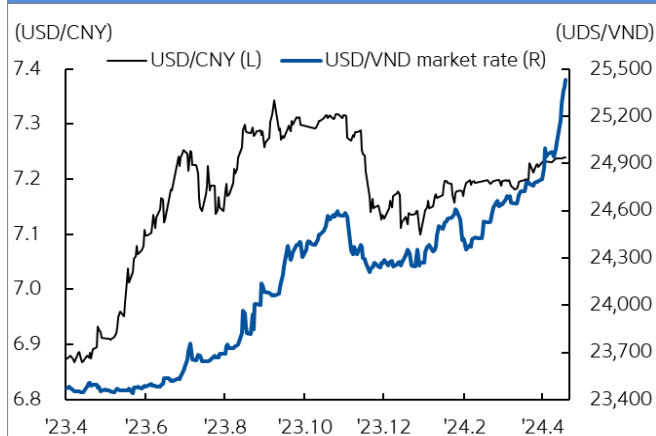
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USD/VND	25,430
52wk high	25,463
52wk low	23,415
VN index	1,175
52wk high	1,294
52wk low	1,020
Government Bond(10yr,%)	3.00
52wk high	3.50
52wk low	2.20
Major Indices Snap shot	

Real GDP Growth Rate(% YoY)	5.66
Consumer Price(% 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(VND 10bn)	18,465
FX Reserve(\$mn)	88,086

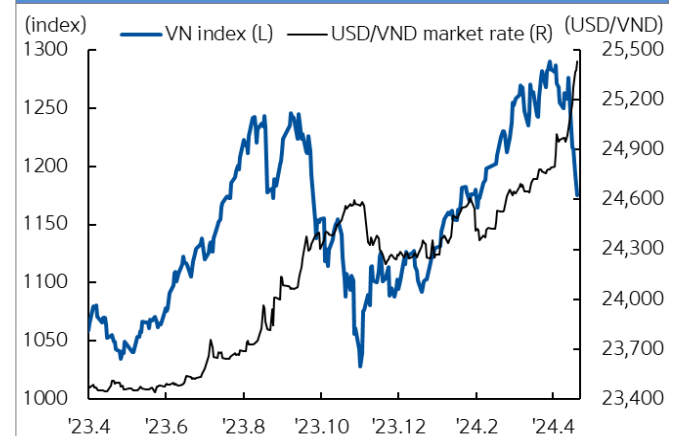
- Last week, USD/VND moved around 25,176~25,430, Weakened compared to last week(-0.64%)
- SBV announced central rate at 24,260, weakened(-0.73%) compared to last week.
- The VND continued to weaken amidst a strong dollar and tensions in the Middle East due to the Iran-Israel conflict, dampening investor sentiment. The exchange rate rose to its all-time high of 25,430, while the stock market saw a significant decline as foreign selling intensified, pushing the stock index to its lowest level in two months.
- FPI net sold \$60.47 million.
  - VN index fell by 6.62%, VNIBOR3M was 4.55%, rose 40.0p(4/19)
- There is a high likelihood of the VND exchange rate continuing to rise due to the strong USD, exacerbated by concerns about high-interest rates from the resurgence of US inflation and increased preference for safe-haven assets amid heightened tensions in the Middle East. However, much of the market's pessimistic expectations have already been priced in, and there may be accumulated fatigue regarding the recent uptrend, suggesting that a strong rally like last week's may be limited (expected range: 25,000 to 25,600).

### 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	0.6417
52wk high	0.6889
52wk low	0.6296
S&P/ASX200	7,567
52wk high	7,897
52wk low	6,773
Government Bond(10yr,%)	4.26
52wk high	4.95
52wk low	3.30

### 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(%)	-1.08
China Imports From Australia(billion USD)	-5.6
Exports(%MoM)	4.0
Imports(%MoM)	-0.4
Current Account(billion AUD)	1.2

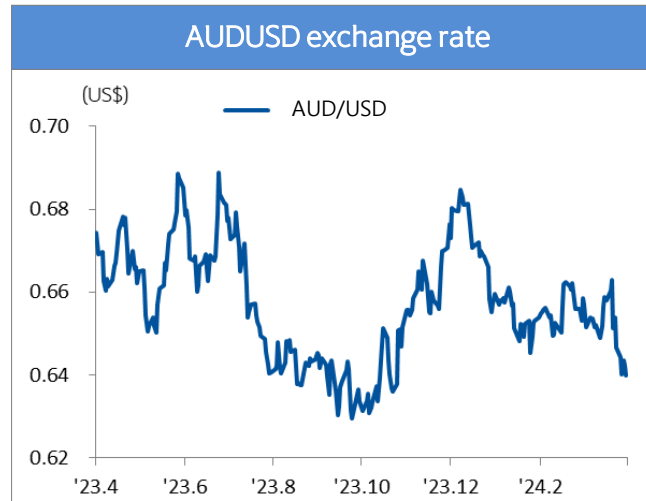
### Last Week :

- Pressured by widespread USD strength, the AUD hit a yearly low, briefly dipping below 0.64 on the 16th and 19th. Preference for safe-haven assets following Iran's strike on Israel, coupled with the impact of rising US Treasury yields due to strong retail sales.
- March AU employment figures released on the 18th fell short of market expectations.

### Outlook :

- Despite recent increases in commodity prices, uncertainty surrounding US monetary policy and Middle East tensions continue to bolster demand for the dollar, requiring time for AUD recovery. Heightened uncertainty due to Israel's firm stance, which even US persuasion fails to sway.
- The scheduled release of 1Q GDP and PCE figures on the 24th to 26th may further weigh on the AUD.

\*No change



Source : Bloomberg, SHB Solution & Trading Center

### AUD/USD Forecast Distribution \*(as of 4/19)

	'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

2024.04.22.

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-04-22	106.08	-0.12	1.58	2.66	-0.08	4.18	4.69
	Euro (EUR/USD)	2024-04-22	1.07	0.33	-1.38	-2.06	-0.10	-3.50	-3.44
	Yen (USD/JPY)	2024-04-22	154.58	-0.19	-2.05	-4.19	-3.15	-13.16	-8.76
	Pound (GBP/USD)	2024-04-22	1.24	-0.56	-1.79	-2.62	1.04	-0.88	-2.79
	Switzerland (USD/CHF)	2024-04-22	0.91	0.08	-1.47	-4.59	-2.17	-2.55	-7.63
	Australia (AUD/USD)	2024-04-22	0.64	-0.28	-1.40	-2.22	1.39	-4.06	-5.70
	FX - EM	South Korea (USD/KRW)	2024-04-19	1,382.30	-0.50	-3.06	-3.14	-1.81	-4.09
China (USD/CNY)		2024-04-20	7.24	-0.03	-0.55	-0.63	0.98	-4.90	-1.92
<b>India (USD/INR)</b>		<b>2024-04-19</b>	<b>83.47</b>	<b>-0.07</b>	<b>-0.51</b>	<b>-0.48</b>	<b>-0.28</b>	<b>-1.48</b>	<b>-0.31</b>
Indonesia (USD/IDR)		2024-04-19	16,255.00	-2.52	-3.32	-3.94	-2.71	-8.67	-5.28
<b>Vietnam (USD/VND)</b>		<b>2024-04-20</b>	<b>25,430.00</b>	<b>-1.57</b>	<b>-2.67</b>	<b>-3.46</b>	<b>-3.40</b>	<b>-7.57</b>	<b>-4.57</b>
Brazil (USD/BRL)		2024-04-20	5.20	-1.61	-3.29	-5.23	-2.63	-2.42	-6.63
Russia (USD/RUB)		2024-04-19	93.11	0.21	-0.68	-5.53	3.94	-12.22	-3.91
Stock - DM	United States Dow Jones	2024-04-20	37,986.40	0.01	-3.77	-0.04	14.67	12.36	0.79
	United States NASDAQ	2024-04-20	15,282.01	-5.52	-6.98	-0.51	17.70	26.59	1.80
	United States S&P 500	2024-04-20	4,967.23	-3.05	-5.10	2.41	17.59	20.17	4.14
	Japan NIKKEI225	2024-04-19	37,068.35	-6.21	-9.34	1.43	18.58	29.77	10.77
	United Kingdom FTSE	2024-04-20	7,895.85	-1.25	-0.44	5.45	6.67	-0.23	2.10
	France CAC40	2024-04-20	8,022.41	0.14	-1.59	8.22	17.70	5.88	6.35
	Germany DAX	2024-04-20	17,737.36	-1.08	-2.57	6.32	19.86	11.68	5.88
Stock - EM	South Korea KOSPI	2024-04-19	2,591.86	-3.35	-5.70	5.17	9.13	1.87	-2.39
	China Shanghai Stock Exchange	2024-04-19	3,065.26	1.52	0.57	11.21	2.76	-7.15	3.04
	<b>India Sensex</b>	<b>2024-04-19</b>	<b>73,088.33</b>	<b>-2.60</b>	<b>0.35</b>	<b>2.33</b>	<b>11.76</b>	<b>22.52</b>	<b>1.17</b>
	Indonesia Jakarta	2024-04-19	7,087.32	-2.30	-3.58	-2.22	3.48	3.89	-2.55
	<b>Vietnam VN index</b>	<b>2024-04-19</b>	<b>1,174.85</b>	<b>-6.62</b>	<b>-8.34</b>	<b>-0.68</b>	<b>6.03</b>	<b>12.65</b>	<b>3.98</b>
	Russia RTS	2024-04-20	1,173.68	0.70	5.45	3.23	8.54	15.16	8.33
	Brazil Bovespa	2024-04-20	125,124.30	-0.65	-1.50	-1.17	10.58	19.89	-6.75
Rates - DM	United States	2024-04-19	4.62	9.91	32.82	49.81	-36.91	102.99	74.16
	Germany	2024-04-19	2.50	14.10	5.00	15.80	-43.10	-1.50	47.60
	United Kingdom	2024-04-19	4.23	9.30	17.30	30.10	-44.30	37.40	69.30
	Japan	2024-04-19	0.85	-0.40	11.00	18.30	1.10	36.80	23.70
	Rates - EM	South Korea	2024-04-19	3.59	5.30	11.50	17.50	-77.00	21.80
<b>India</b>		<b>2024-04-19</b>	<b>7.23</b>	<b>4.90</b>	<b>12.90</b>	<b>4.90</b>	<b>-14.40</b>	<b>2.60</b>	<b>5.40</b>
Indonesia		2024-04-19	7.04	38.60	38.70	41.90	15.90	36.60	56.00
<b>Vietnam</b>		<b>2024-04-19</b>	<b>3.00</b>	<b>5.00</b>	<b>30.00</b>	<b>50.00</b>	<b>-25.00</b>	<b>-50.00</b>	<b>50.00</b>
Russia		2024-04-19	13.41	-15.38	31.48	180.65	110.11	238.92	154.64
Brazil		2024-04-19	11.50	1.10	45.10	72.40	-51.90	-117.40	113.40
Commodity		WTI (\$/bbl)	2024-04-22	83.26	-2.52	3.26	10.73	-6.19	6.92
	Brent (\$/bbl)	2024-04-22	86.98	-3.46	1.81	8.64	-5.62	6.51	12.90
	Gold (\$/oz)	2024-04-22	2,387.01	0.15	10.23	18.07	20.99	20.00	15.71

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**