Weekly Global FX Market Monitor

2025.08.18

Global

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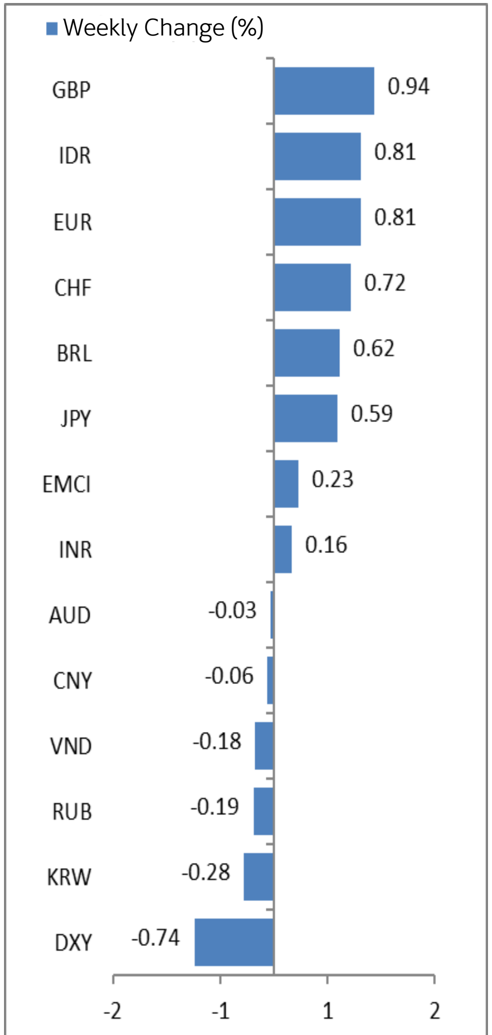
Translation. Choi, Yi Hyuk



- Last Week: Weak USD(-0.74%), Strong EUR(+0.81%), Strong JPY(+0.59%)

- U.S. July CPI rose MoM in line with expectations; however, Treasury Secretary Bessent's pressure for rate cuts drove the USD index lower. PPI, on the other hand, exceeded expectations, keeping tariff-driven inflation concerns intact.

- The euro rallied sharply on CPI results and optimism over Russia–Ukraine ceasefire talks. A potential trilateral meeting involving Trump, Putin, and Zelensky is discussed, with European leaders expected to join.

- The CPI outcome showing less influence of the tariff policies boosted expectations of a Fed "big cut," while Bessent urged the BOJ to raise rates, leading to JPY strength.

- EM currency index rose (+0.23%) higher on Russia-Ukraine peace hopes and Fed rate cut expectations

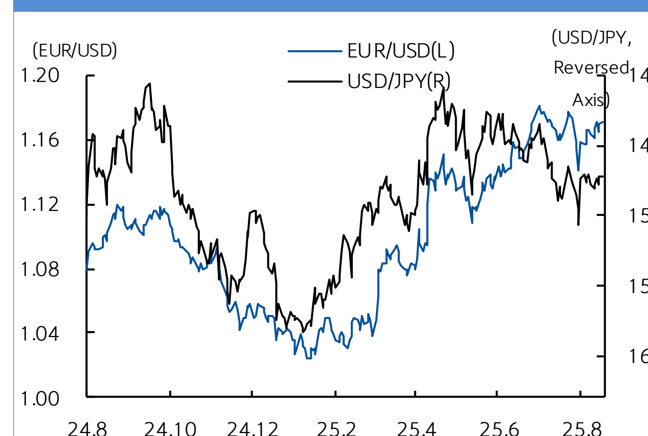
- China's new loans fell amid weak demand. Authorities announced real estate deregulation and interest supports to boost the market and general consumption. Despite USD weakness, CNY (-0.06%) was broadly stable.

- - INR(+0.16%), IDR(+0.81%) strengthened, while VND (-0.18%) weakened

Dollar Index & US Treasury 10yr

Source : Bloomberg , SHB Solution & Trading Center

EUR & JPY Trend



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India

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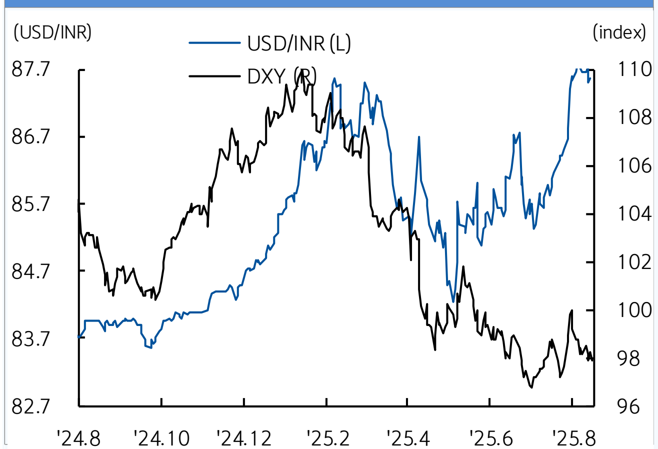
USD/INR	87.57
52wk high	87.96
52wk low	83.44
Sensex	**80,598**
52wk high	85,978
52wk low	71,425
Government Bond (10yr, %)	**6.40**
52wk high	6.89
52wk low	6.13
Major Indices Snap shot	
Real GDP Growth(%,YoY)	7.38
Rate(%,YoY)	1.55
Consumer Prices(%,YoY)	-0.58
RBI Rate(%)	5.50
Manufacturing PMI (index)	59.1
Industrial Production (%,YoY)	1.50
Core Sector Growth(%,YoY)	1.71
Exports(%,YoY)	7.29
Imports(%,YoY)	8.6
Current Account($bn)	13.48
Financial Earnings and Expenses (INR10mn)	-2675.69
FX Reserve($mn)	693,618

- USD/INR moved around 87.49~87.70, strengthened compared to last week(+0.16%)
- S&P upgraded India's sovereign rating from BBB- to BBB, citing its domestic-demand-driven economy, which limits tariff impact. Rating now in line with Mexico and Indonesia. Upgrade supported INR appreciation.
- FPI net sold in equity and net bought in bond market.

- Equity: Net sold(8/11~8/13 cumulative): $670.44 mil, SENSEX dropped(-0.03%)
- Bond: Net bought(8/11~8/13 cumulative): $513.92 mil, bond yield dropped (10y, 6.40%, -1.20bp)

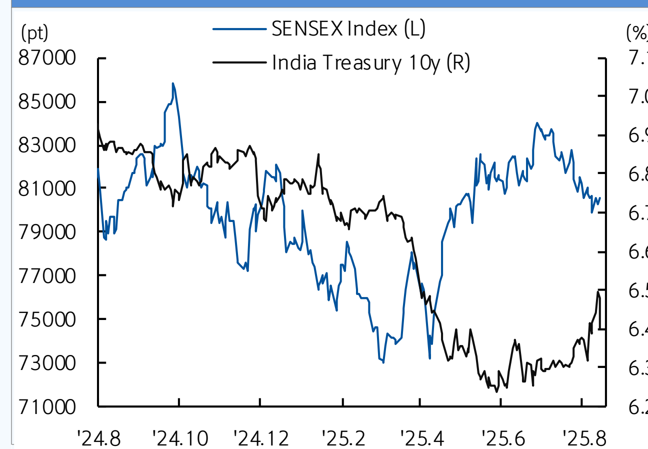
- Bloomberg model estimates that tariffs could reduce India's GDP by -1.7% and capital investment by -4.9% by end of 2026. However, the S&P upgrade is likely to outweigh tariff concerns, and moreover, Russia-Ukraine peace expectations are to ease capital outflow pressures. (Expected range : 86.50~87.70)

USD/INR & Dollar Index



Source : Bloomberg , SHB Solution & Trading Center

SENSEX & India Treasury 10y



Source : Bloomberg , SHB Solution & Trading Center

Weekly Global FX Market Monitor

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Vietnam

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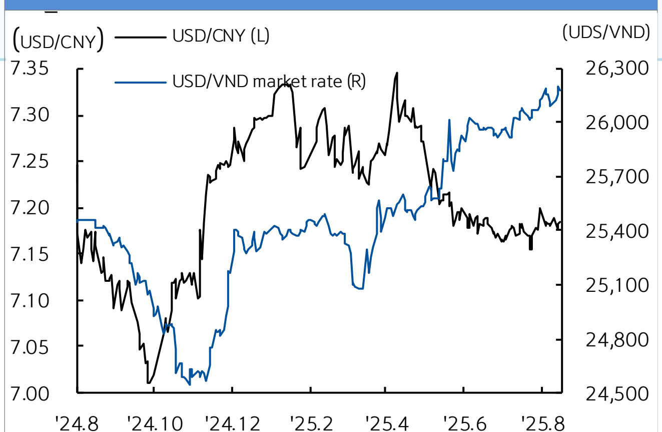
USD/VND	26,273
52wk high	26,293
52wk low	24,540
VN Index	**1,630**
52wk high	1,667
52wk low	1,074
Government Bond (10yr, %)	**3.43**
52wk high	3.43
52wk low	2.66
Major Indices Snap shot	
Real GDP Growth Rate(%,YoY)	7.96
Consumer Prices(%,YoY)	3.19
Total Mining Industries Producer Price(%,YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	52.4
Industrial Production (%,YoY)	8.50
Retail Sales(%,YoY)	9.30
Exports(%,YoY)	16
Imports(%,YoY)	17.8
Current Account($mn)	3959.00
Financial Earnings and Expenses (VND10bn)	-191,976
FX Reserve($mn)	79,751

- USD/VND moved around 26,226 ~ 26,282, weakened compared to last week(-0.18%)
- SBV announced central rate at 25,249, up from 25,228 on 8/8
- Although the USD showed no clear direction last week, the VND extended its recent weakening trend, and the exchange rate rose further.
- FPI net sold (294mil)

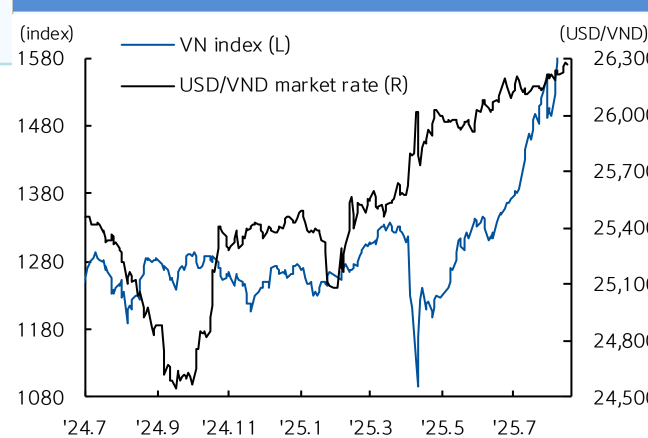
  -VN index rose (+2.84%), VNIOBOR3M was 5.1% (-40bp)
- This week, the VND exchange rate may face some resistance to further upside, as markets remain cautious about possible intervention by the SBV. Externally, major events are scheduled, including the Russia-Ukraine peace agreement initiative and the U.S. Federal Reserve's Jackson Hole meeting later in the week. However, the direct impact on the dong is expected to be limited. (Expected Range: 26,200 ~ 26,300)

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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Indonesia

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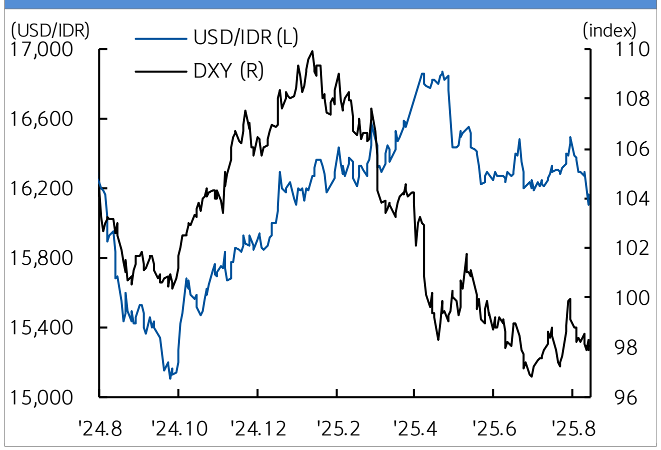
USD/IDR	16,290
52wk high	16,957
52wk low	15,070
Jakarta Index	7,312
52wk high	7,911
52wk low	5,883
Government Bond (10yr, %)	6.53
52wk high	7.32
52wk low	6.43
Major Indices Snap shot	
Real GDP Growth Rate(%,YoY)	4.87
Consumer Prices(%,YoY)	1.87
Total Mining Industries Producer Price(%,YoY)	1.36
Refinance rate(%)	5.25
Manufacturing PMI (index)	46.9
Industrial Production (%,YoY)	-2.84
Retail Sales(%,YoY)	2.05
Exports(%,YoY)	9.68
Imports(%,YoY)	4.71
Current Account($mn)	-177
Financial Earnings and Expenses (IDR10bn)	-337,288
FX Reserve($mn)	153

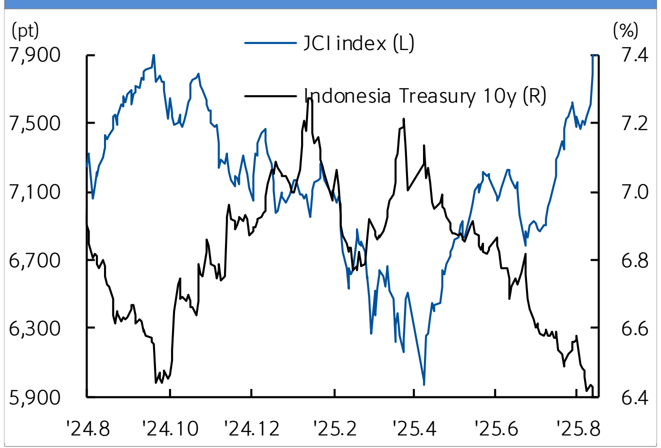
- Last week, USD/IDR moved around 16,110 ~ 16,289 (+0.81%)
- The IDR strengthened along with other Asian emerging currencies as the dollar index(DXY) fell on rising expectations of a Fed rate cut following stable U.S. CPI data. However, after the shock from the PPI and the subsequent rise in import prices, the outlook for the USD became uncertain, and the sharp decline in the rupiah exchange rate paused.
- FPI net bought in equity market, bond market
  -Equity: net bought(8/11 ~ 8/15 cumulative: 412.27 mil), Jakarta Stock index rose (+4.84%)
  -Bond: net bought(8/11 ~ 8/14 cumulative: 761.55 mil), Bond yields dropped (10y, 6.39%, -2.00bp)
- Although expectations for a Fed rate cut and the U.S.-Russia summit supported continued U.S. dollar weakness and rupiah strength, there is a sense that the optimism may have been excessive, suggesting a potential pause in the trend for the time being. Tensions between President Trump and China over BRICS remain in the background, while weaker than expected Chinse retail sales and housing market data are limiting Yuan depreciation, which could also serve as a partial obstacle to further rupiah gains.
- While attention is on the Fed's Jackson Hole meeting, the direction will also depend on Bank Indonesia's policy rate decision. Although expectations for a rate cut by BI remain valid, stronger than expected economic indicators suggest no urgency, and rates are likely to be kept on hold, resulting in range-bound trading of the rupiah. (Expected Range: 16,050 ~ 16,250)

USD/IDR & Dollar Index



Source : Bloomberg , SHB Solution & Trading Center

IDX & Indonesia Treasury 10y



Source : Bloomberg , SHB Solution & Trading Center

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Australia

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AUD/USD	0.6564
52wk high	0.6913
52wk low	0.5960
S&P/ASX200	8,886
52wk high	8,886
52wk low	7,343
Government Bond (10yr, %)	4.19
52wk high	4.70
52wk low	3.81
Major Indices Snap shot	
Real GDP Growth Rate(%,YoY)	1.3
Consumer Prices(%,YoY)	2.1
Producer Prices(%,YoY)	3.4
Policy rate(%)	3.60
AU-US 2Yr Spread(%)	-0.39
China Imports From Australia (Billion USD)	-0.9
Exports(%,MoM)	4.0
Imports(%,MoM)	-0.4
Current Account(Billion AUD)	-2.2

- Last Week :

 - On Aug 12, the RBA cut rates by 25bp as expected and revised this year's growth forecast down from 2.1% to 1.7%, setting the stage for further easing.

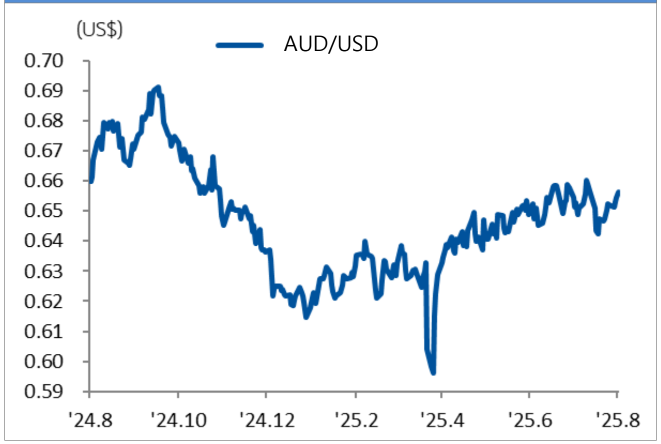
 - In spite of these actions, AUD decline was short-lived, finding support at 0.648 and later rebounding as USD weakened.

- Outlook :

- Stronger expectations of Fed rate cuts and optimism for a Russia-Ukraine ceasefire could support further AUD gains.

 - In the short term, AUD may rise ahead of the Jackson Hole Meeting (Aug 21-23) but could face profit-taking drop afterward.

AUD/USD Exchange Rate



Source : Bloomberg , SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 8/14)

	'25.09	'25.12	'26.03
ANZ	0.66	0.67	0.68
Sumitomo Mitsui	0.65	0.64	0.64
Credit Agricole	0.66	0.68	0.68
Commonwealth Bank of Australia	0.64	0.66	0.67

Source : Bloomberg , SHB Solution & Trading Center

Major Price Variations in Global Markets

2025.08.18

SORT	NAME	DATE	PRICE	-1W(%)	-1M(%)	-3M(%)	-6M(%)	-1Y(%)	YTD(%)
FX - DM	Dollar Index(DXY)	2025-08-11	98.27	-0.52	0.42	-2.06	-8.98	-4.72	-9.42
	Euro (EUR/USD)	2025-08-11	1.16	0.64	-0.38	5.03	12.39	6.53	12.47
	Yen (USD/JPY)	2025-08-11	147.76	-0.45	-0.22	0.47	3.20	-0.37	6.39
	Pound (GBP/USD)	2025-08-11	1.34	1.17	-0.39	2.01	7.99	5.25	7.39
	Switzerland(USD/CHF)	2025-08-11	0.81	0.01	-1.41	4.65	13.03	7.08	12.30
	Australia(AUD/USD)	2025-08-11	0.65	0.84	-0.87	2.34	3.59	-0.99	5.38
FX - EM	South Korea (USD/KRW)	2025-08-09	1,388.00	0.09	-1.18	1.22	4.59	-0.76	6.05
	China (USD/CNY)	2025-08-09	7.18	0.18	-0.02	0.87	1.74	-0.05	1.66
	India (USD/INR)	**2025-08-08**	**87.66**	**-0.15**	**-2.24**	**-2.22**	**-0.21**	**-4.22**	**-2.34**
	Indonesia (USD/IDR)	2025-08-08	16,291.00	1.24	-0.51	1.25	0.33	-2.43	-1.16
	Vietnam (USD/VND)	**2025-08-11**	**26,221.00**	**-0.14**	**-0.43**	**-0.95**	**-2.64**	**-4.18**	**-2.81**
	Brazil (USD/BRL)	2025-08-09	5.43	1.98	0.25	4.20	6.50	2.07	13.67
	Russia (USD/RUB)	2025-08-09	80.00	-0.35	-1.91	3.13	20.73	8.45	41.91
Stock - DM	United States Dow Jones	2025-08-09	44,175.61	1.35	-0.44	7.09	-0.94	11.84	3.83
	United States NASDAQ	2025-08-09	21,450.02	3.87	4.20	19.64	9.19	28.10	11.08
	United States S&P 500	2025-08-09	6,389.45	2.43	2.07	12.89	5.29	19.56	8.63
	Japan NIKKEI225	2025-08-08	41,820.48	2.50	5.69	11.09	7.33	19.40	4.83
	United Kingdom FTSE	2025-08-09	9,095.73	0.30	1.73	6.32	3.63	11.36	11.29
	France CAC40	2025-08-09	7,743.00	2.61	-1.10	-0.01	-3.56	6.51	4.91
	Germany DAX	2025-08-09	24,162.86	3.15	-0.38	2.82	9.64	36.34	21.37
Stock - EM	South Korea KOSPI	2025-08-08	3,210.01	2.90	1.08	24.55	26.43	24.01	33.78
	China Shanghai Stock Exchange	2025-08-08	3,635.13	2.11	3.56	8.77	9.56	27.00	8.45
	India Sensex	**2025-08-08**	**79,857.79**	**-0.92**	**-3.20**	**0.51**	**4.67**	**0.19**	**2.20**
	Indonesia Jakarta	2025-08-08	7,533.39	-0.06	6.90	10.25	15.33	3.81	6.41
	Vietnam VN index	**2025-08-08**	**1,584.95**	**6.00**	**8.73**	**25.07**	**24.95**	**29.53**	**25.12**
	Brazil Bovespa	2025-08-09	135,913.25	2.62	-0.20	-0.44	7.42	4.06	12.99
Rates - DM	United States	2025-08-08	4.28	6.70	-11.63	-9.56	-21.18	29.52	-28.61
	Germany	2025-08-08	2.69	1.10	0.30	15.50	31.80	42.20	32.30
	United Kingdom	2025-08-08	4.60	7.30	-3.20	5.50	12.50	62.30	3.30
	Japan	2025-08-08	1.49	-6.70	-0.60	15.60	18.90	64.10	39.00
Rates - EM	South Korea	2025-08-08	2.77	-6.30	-8.00	14.70	-6.80	-22.80	-9.90
	India	**2025-08-08**	**6.41**	**4.40**	**10.70**	**1.40**	**-29.20**	**-46.60**	**-34.80**
	Indonesia	2025-08-08	6.41	-16.50	-17.60	-44.70	-46.10	-37.20	-58.40
	Vietnam	**2025-08-08**	**3.37**	**3.30**	**14.30**	**28.90**	**33.30**	**63.00**	**39.90**
	Brazil	2025-08-08	13.85	-18.40	10.00	-1.40	-109.30	205.70	-131.80
Commodity	WTI ($/bbl)	2025-08-11	63.62	-4.03	-7.06	4.26	-13.23	-17.20	-11.29
	Brent ($/bbl)	2025-08-11	66.38	-3.46	-5.66	3.86	-13.79	-16.67	-11.07
	Gold ($/oz)	2025-08-11	3,393.88	0.60	1.14	4.87	17.11	37.24	29.32

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.