

Weekly Global FX Market Monitor

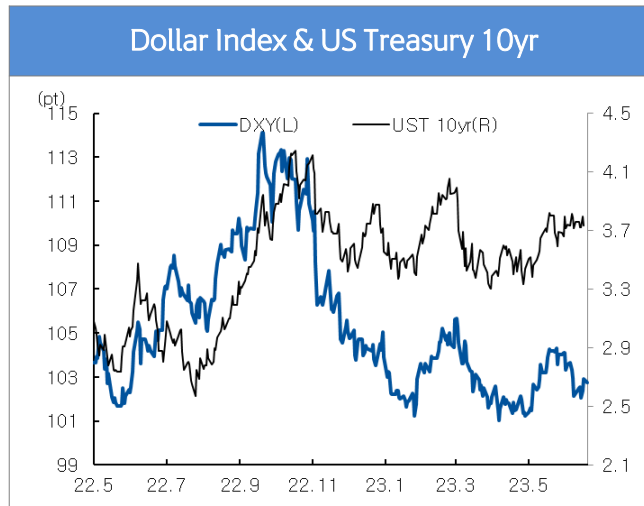
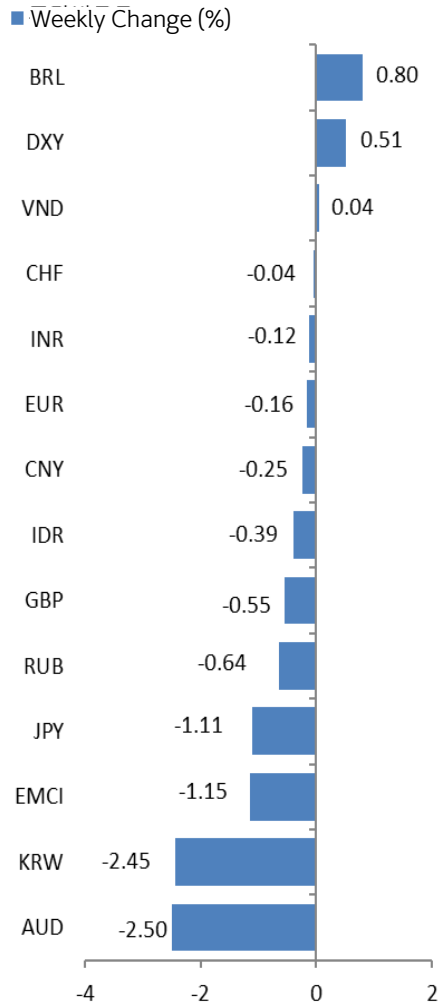
2023.6.26



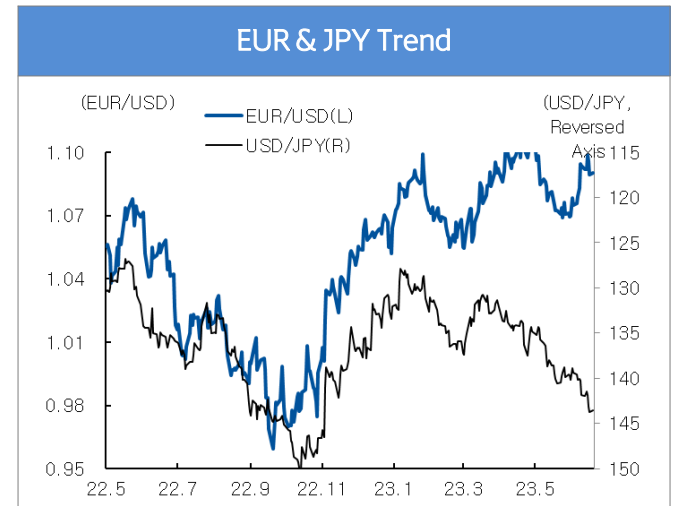
Global

Solution & Trading Center, Seo Jae Kim
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Translation: Jae Yeon Hyun

- Global FX market (last week) : Strong USD (+0.51%), Weak EUR (-0.16%), Weak JPY (-1.11%)
 - Powell's repeated statements of the need for additional rate hikes led to market interest rates becoming more downward rigidity, which in turn helped to slow the depreciation of USD.
 - USDEUR rose to \$1.10 at one point this week despite the strength of USD, but it fell slightly in the latter part of the week to close at around \$1.08.
 - USDJPY rose to 143, and it has continued to appreciate against USD due to a divergence in monetary policy with major central banks that are continuing to pursue a tightening monetary policy.
- EM currencies weakened last week as China has not yet presented a specific blueprint for its stimulus package, and Powell made hawkish remarks in his congressional speech.
 - RUB weakened (-0.64%) as the rebellion of Putin's closest aide (Head of Wagner Group) was stopped in a day, but political uncertainty in Russia widened.
 - INR (-0.12%), IDR (-0.39%), while VND (+0.04%) strengthened.



Source : Bloomberg , SHB Solution & Trading Center



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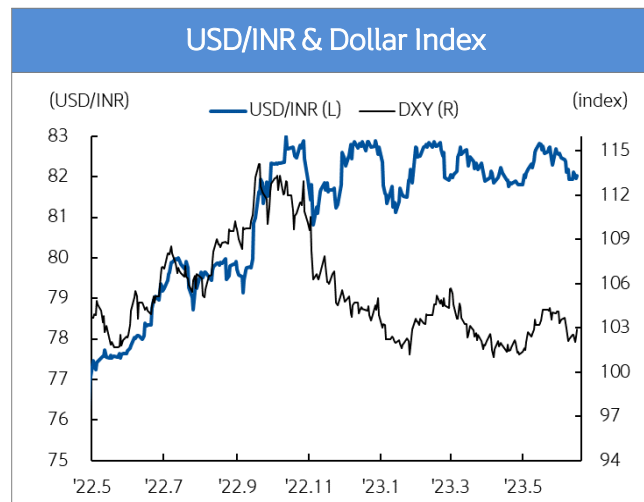


India

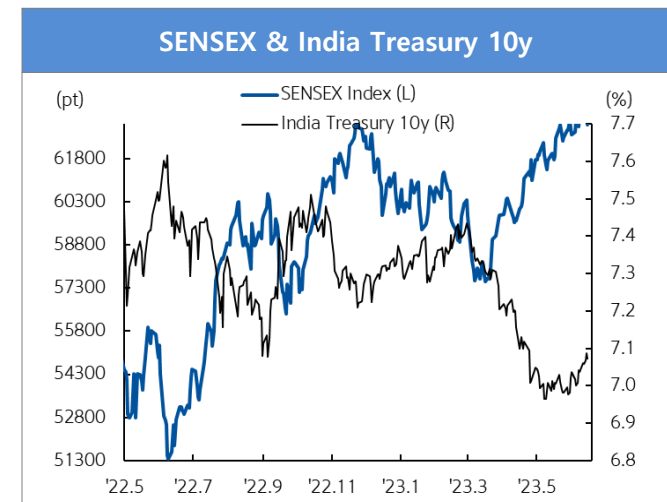
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USD/INR	82.03
52wk high	83.29
52wk low	78.24
Sensex	62,979
52wk high	63,602
52wk low	52,094
Government Bond (10yr,%)	7.07
52wk high	7.54
52wk low	6.94
Major Indices Snap shot	
Real GDP Growth Rate(% YoY)	6.06
Consumer Prices (% YoY)	4.25
Producer Prices (% YoY)	3.85
RBI rate(%)	6.50
Manufacturing PMI (index)	58.7
Industrial Production (% YoY)	4.20
Core Sector Growth(% YoY)	3.54
Exports (% YoY)	-10.31
Imports (% YoY)	-6.58
Current Account (\$bn)	-18.23
Financail Earnings and Expenses (INR10mn)	-1335
FX Reserve (\$mn)	596,098

- Last week, USD/INR moved in the range of 81.94~82.11, finished bearish. (-0.12%)
- Powell's hawkish remarks during his congressional testimony strengthened USD, while INR weakened in response. Modi's visit, Indian Prime Minister, to the U.S. led to continued optimism about the Indian economy, and foreign capital inflows into the stock market continued.
- FPI net purchased in equity and net sold in bond market.
 - Equity: net purchased (6/19~6/22 accumulated: \$171.511 mil), SENSEX fell (-0.64%)
 - Bond: net sold (6/19~6/22 accumulated: \$573.05 mil, bond yield rose (10y, 7.07%, +3.60bp)
- India's current account surplus and the prospect of a slowdown in inflation have led to a stable trend in Indian FX market, and foreign capital inflows into the Indian stock market are also expected to continue. As a result, INR is expected to strengthen this week. (Expected Range: 81.5~82.5)



Source: Bloomberg, SHB Solution & Trading Center



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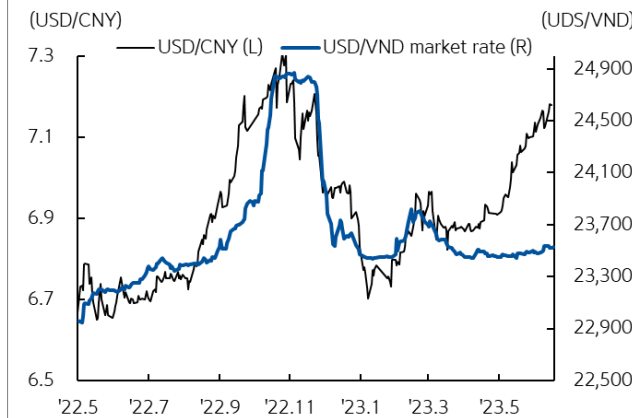
Vietnam

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USD/VND	23,525
52wk high	24,874
52wk low	23,246
VN index	1,129
52wk high	1,295
52wk low	874
Government Bond(10yr,%)	2.68
52wk high	5.21
52wk low	2.68
Major Indices Snap shot	
Real GDP Growth Rate(% ,YoY)	3.32
Consumer Prices (% ,YoY)	2.43
Total Mining Industries Producer Price(% ,YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	45.3
Industrial Production (% ,YoY)	0.10
Retail Sales(% ,YoY)	12.80
Exports (% ,YoY)	-5.9
Imports (% ,YoY)	-18.4
Current Account (\$mn)	5966.00
Financail Earnings and Expenses (VND10bn)	18,465
FX Reserve (\$mn)	85,802

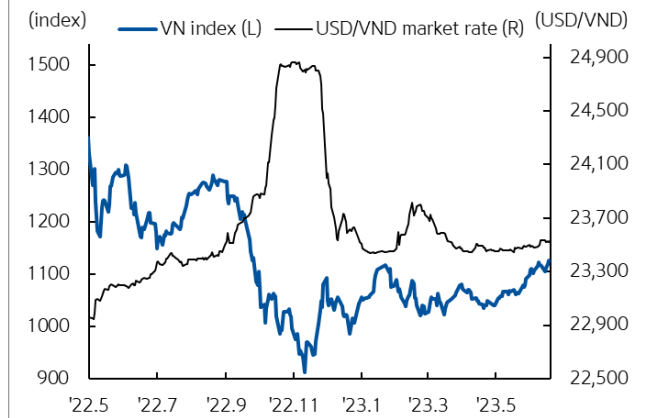
- Last week, USD/VND(market rate) moved around 23,520~23,525, slightly rose in a week. (+0.04%)
- Despite the recent dovish monetary policy, due to improved economic outlook backed by stable inflation and increase in tourists, the dong strengthened.
- VN index plunged to 1,105pt but later in the week rallied due to strong banking shares and closed at 1,129pt, highest in 8 months.
- SBV announced central rate at 23,732 (6/23), dropped compared to 6/16 (23,711, -0.09%)
- FPI (equity, bond, mutual fund, ETF, etc.) sold a net of \$39.24 million.
 - VN index rose (+1.27%), and VNIBOR rose by 11.7bps. (4.56%, 6/23)
- The dong is expected to strengthen this week as consumer sentiment is expected to improve due to rate cuts. GDP in 2Q(consensus: +3%, yoy) will be announced and consumer price in June (consensus: +2.2% ,yoy) will be announced this week. (Expected Range: 23,470~23,605)

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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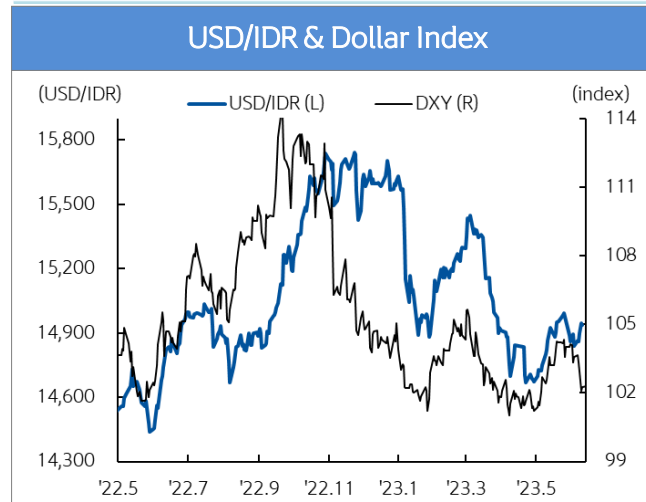


Indonesia

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USD/IDR	14,994
52wk high	15,763
52wk low	14,575
Jakarta index	6,640
52wk high	7,377
52wk low	6,543
Government Bond(10yr,%)	6.30
52wk high	7.69
52wk low	6.25
Major Indices Snap shot	
Real GDP Growth Rate(% YoY)	5.03
Consumer Prices (% YoY)	4
Total Mining Industries Producer Price(% YoY)	4.56
Refinance rate(%)	5.75
Manufacturing PMI (index)	50.3
Industrial Production (% YoY)	1.17
Retail Sales(% YoY)	0.02
Exports (% YoY)	0.96
Imports (% YoY)	14.35
Current Account (\$mn)	3,000
Financail Earnings and Expenses (VND10bn)	-775,064
FX Reserve (\$mn)	139

- Last week, USD/IDR(market rate) moved in the range of 14,940~15,000, finished bearish. (-0.39%)
- Bank Indonesia kept rate unchanged in the June meeting as market expected. In their monetary policy statement, BI announced that they are keeping eyes on external uncertainties and imported inflation. BI expected to hold rate unchanged for a while.
- Chinese government has not yet presented a blueprint for economic stimulus, and US Fed Chairman Powell's hawkish comments have continued to erode market sentiment, leading to weakness in Asian currencies. Rupiah has also weakened.
- FPI net sold in equity market and bond market.
 - Equity: net sold(6/19~6/23 accumulated: \$115.88 mil), Jakarta index fell. (-0.88%)
 - Bond: net sold(6/19~6/21 : \$3.73 mil), bond yield rose(10y, 6.30%, +0.20bp)
- Indonesian Rupiah is expected to remain stable as the central bank continues to offer special interest rates to exporters and intervenes in the foreign exchange market. (Expected Range: 14,870~15,050)



Source : Bloomberg , SHB Solution & Trading Center



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Australia

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AUD/USD	0.6735
52wk High	0.7137
52wk Low	0.6199
S&P/ASX200	7,131
52wk High	7,558
52wk Low	6,433
Government Bond(10yr,%)	4.03
52wk High	4.20
52wk Low	2.98

Major Indices Snapshot

Real GDP Groth Rate (%,YoY)	2.3
Consumer Prices (%,YoY)	7
Producer Prices (%,YoY)	5.2
Policy Rate (%)	4.10
AU-US 2yr Spread (%)	-0.53
China Imports from Australia (%, USD YoY)	5.4
Exports(%,MoM)	-5.0
Imports(%,MoM)	1.6
Current Account(% GDP)	1.4

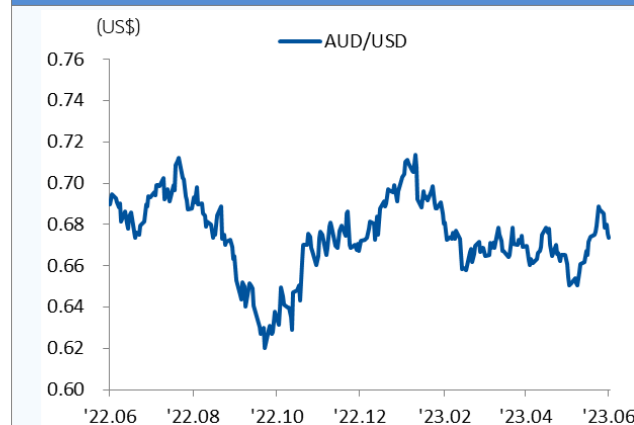
• Last Week :

- AUD finished its rally and peaked at 0.69 on June 16, and turned weak and fell below 0.68 level later in the week.
- Despite absence of any meaningful Australian economic data, AUD retreated on strong global USD. Continuing weak Yuan also put pressure on AUD.

• Outlook :

- Infrastructure centered stimulus, which was brought up recently to support Chinese economy, will be favorable factor for raw material prices.
- AUD has turned weak as its uptrend stalled, but AUD is expected to show downward rigidity rather than larger decline.

AUDUSD exchange rate



Source : Refinitiv,, SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 6/26)

	'23.6	'23.9	'23.12
A N Z	0.68	0.70	0.72
Wells Fargo	0.65	0.66	0.68
MUFG	0.67	0.68	0.69
JPMorgan	0.70	0.70	0.70

Source : Bloomberg , SHB Solution & Trading Center

Major Price Variations In Global Markets

2023.6.26

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2023-06-26	102.77	0.51	-1.38	-0.34	-1.48	-1.36	-0.73
	Euro (EUR/USD)	2023-06-26	1.09	-0.16	1.68	0.97	2.50	3.01	1.85
	Yen (USD/JPY)	2023-06-26	143.58	-1.11	-2.08	-8.36	-7.45	-5.66	-8.68
	Pound (GBP/USD)	2023-06-26	1.27	-0.55	3.06	3.54	5.47	3.73	5.29
	Switzerland (USD/CHF)	2023-06-26	0.90	-0.04	1.07	2.18	4.01	6.72	3.17
	Australia (AUD/USD)	2023-06-26	0.67	-2.50	2.50	0.44	-0.70	-3.55	-1.95
FX - EM	South Korea (USD/KRW)	2023-06-23	1,304.25	-2.45	0.63	-2.00	-1.81	-0.21	-2.97
	China (USD/CNY)	2023-06-22	7.18	-0.25	-2.05	-4.18	-2.75	-6.82	-3.91
	India (USD/INR)	2023-06-23	82.03	-0.12	0.94	0.28	1.01	-4.54	0.85
	Indonesia (USD/IDR)	2023-06-23	14,994.00	-0.39	-0.76	2.34	3.99	-1.04	3.83
	Vietnam (USD/VND)	2023-06-24	23,525.00	0.04	-0.20	0.06	0.28	-1.18	0.46
	Brazil (USD/BRL)	2023-06-24	4.78	0.80	3.91	10.75	7.88	9.51	10.36
	Russia (USD/RUB)	2023-06-24	84.45	-0.64	-4.94	-9.95	-18.18	-35.56	-12.16
Stock - DM	United States Dow Jones	2023-06-24	33,727.43	-1.98	1.92	4.62	1.58	7.07	1.75
	United States NASDAQ	2023-06-24	13,492.52	-2.11	3.98	14.11	28.53	16.24	28.91
	United States S&P 500	2023-06-24	4,348.33	-1.75	3.40	9.50	13.10	11.16	13.25
	Japan NIKKEI225	2023-06-23	32,781.54	-2.74	6.03	19.71	24.14	23.74	25.63
	United Kingdom FTSE	2023-06-24	7,461.87	-2.37	-2.17	0.76	-0.15	3.51	0.14
	France CAC40	2023-06-24	7,163.42	-3.05	-2.13	2.11	10.12	17.95	10.65
	Germany DAX	2023-06-24	15,829.94	-3.23	-0.96	5.83	13.55	20.67	13.69
	Stock - EM	South Korea KOSPI	2023-06-23	2,570.10	-2.12	0.44	6.42	10.92	8.60
China Shanghai Stock Exchange		2023-06-21	3,197.90	-0.96	-2.99	-2.08	4.70	-2.12	3.52
India Sensex		2023-06-23	62,979.37	-0.64	0.76	9.48	3.98	19.44	3.52
Indonesia Jakarta		2023-06-23	6,639.73	-0.88	-0.71	-1.81	-2.87	-5.72	-3.08
Vietnam VN index		2023-06-23	1,129.38	1.27	6.17	7.89	14.63	-4.73	12.14
Russia RTS		2023-06-24	1,039.99	-0.71	-1.48	6.37	6.42	-26.50	7.15
Brazil Bovespa		2023-06-24	118,977.10	0.18	7.28	20.39	9.42	20.58	8.42
Rates - DM	United States	2023-06-23	3.73	-2.66	4.28	30.81	-1.25	64.77	-14.01
	Germany	2023-06-23	2.35	-12.10	-11.60	15.80	-5.00	92.50	-21.80
	United Kingdom	2023-06-23	4.32	-9.20	16.20	96.00	68.30	200.40	64.80
	Japan	2023-06-23	0.37	-4.30	-3.50	4.60	-1.60	13.30	-5.30
Rates - EM	South Korea	2023-06-23	3.67	1.20	19.00	39.80	11.90	-5.50	-6.50
	India	2023-06-23	7.07	3.60	5.90	-25.40	-24.60	-34.60	-25.50
	Indonesia	2023-06-23	6.30	0.20	-13.50	-60.00	-62.60	-111.10	-64.00
	Vietnam	2023-06-23	2.68	-38.00	-46.00	-130.00	-242.00	-73.00	-240.00
	Russia	2023-06-23	11.05	7.66	17.07	26.53	59.78	224.19	74.71
	Brazil	2023-06-23	10.97	-21.40	-76.40	-220.60	-188.70	-170.30	-172.20
Commodity	WTI (\$/bbl)	2023-06-26	70.04	-2.42	-3.62	1.13	-11.97	-34.92	-12.73
	Brent (\$/bbl)	2023-06-26	74.80	-1.70	-2.79	-0.25	-10.87	-33.88	-12.93
	Gold (\$/oz)	2023-06-26	1,924.07	-1.35	-1.15	-1.67	7.00	5.55	5.49

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