

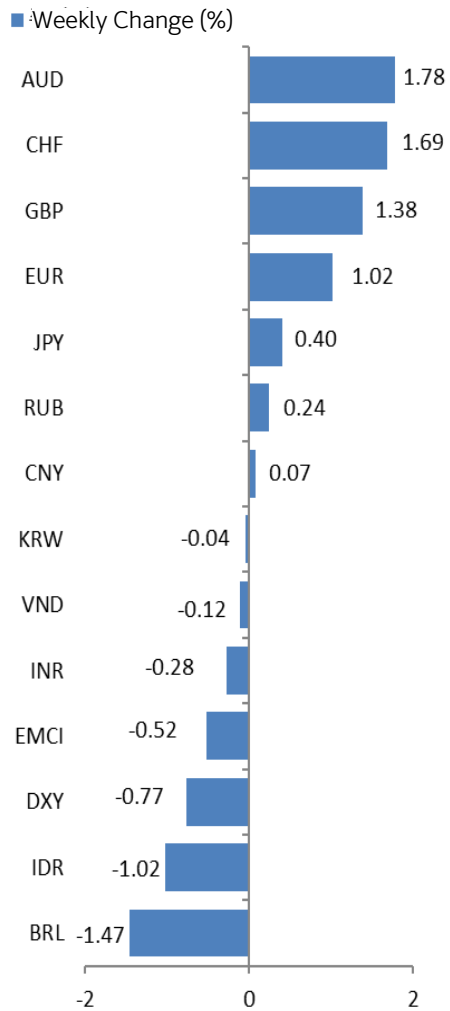
Weekly Global FX Market Monitor

2023.10.10



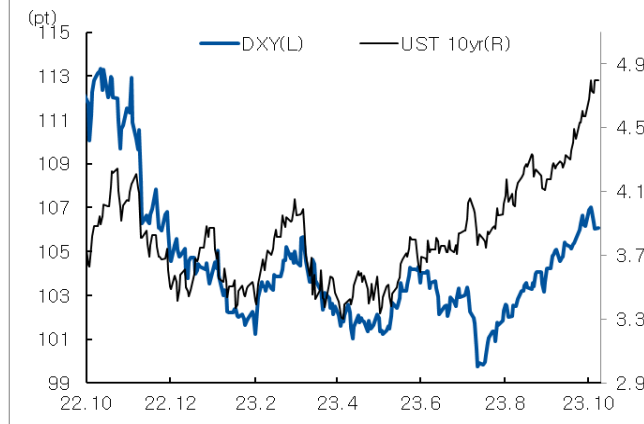
Global

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Translation: Jae Yeon Hyun



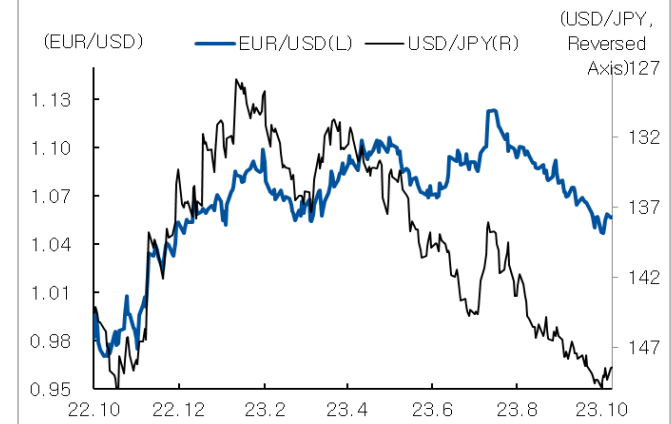
- Last week: Weak USD(-0.77%), Strong EUR(+1.02%), Strong JPY(+0.40%)
- DXY plunged after rising up to 107pt level due to concerns over the Fed's additional rate hike. But rebounded as preference for safe assets grew due to the latest Israeli-Palestinian conflict.
- EURUSD plunged to 1.045 dollar do to US bond yield hike, but rose up to 1.057 dollar level as the hike eased.
- USDJPY also rose but closed around 148yen as safe asset purchase increased due to geopolitical risk in the Middle East and drop in US bond yield.
- US bond yield hike has eased but high interest rate is expected to be maintained and EM currencies continued to weaken.
 - Armed conflict between Israel and Palestine resulted in rise in oil price. Secretary Janet Yellen announced that the US would enforce the price cap on Russian oil. RUB(+0.24%) strengthened.
- INR(-0.28%), VND(-0.12%), and IDR(-1.02%) all 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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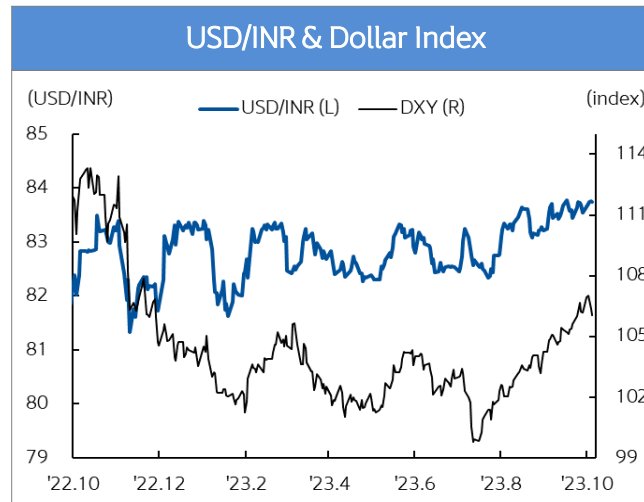


India

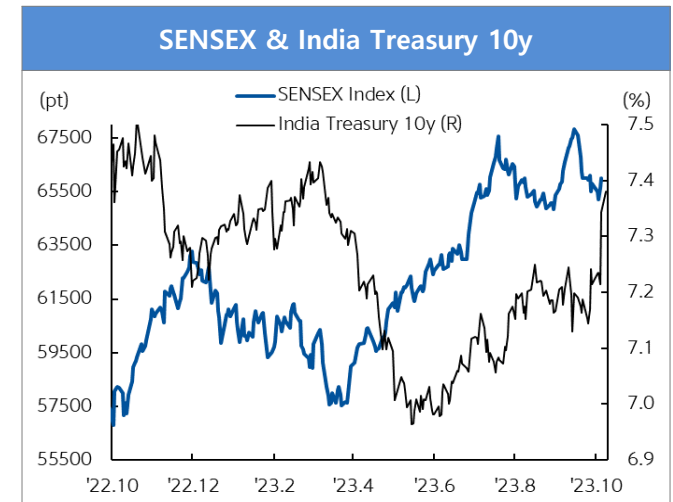
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USD/INR	83.27
52wk high	83.29
52wk low	80.52
Sensex	65,512
52wk high	67,927
52wk low	57,050
Government Bond (10yr,%)	7.38
52wk high	7.54
52wk low	6.94
Major Indices Snap shot	
Real GDP Growth	7.82
Rate(% YoY)	7.82
Consumer Prices (% YoY)	6.83
Producer Prices (% YoY)	-0.52
RBI rate(%)	6.50
Manufacturing PMI (index)	57.5
Industrial Production (% YoY)	5.70
Core Sector Growth(% YoY)	12.07
Exports (% YoY)	-6.84
Imports (% YoY)	-5.24
Current Account (\$bn)	-9.20
Financial Earnings and Expenses (INR10mn)	-37233
FX Reserve (\$mn)	586,908

- Last week, USD/INR moved around 83.04~83.27, dropped compared to last week.(-0.03%)
- INR is likely to weaken this week as oil price soars on geopolitical risk in the Middle East.
- September service PMI was 61.0, highest in 13 years, due to sharp rise in new businesses.
- RBI maintained policy rate at 6.5% as the market expected but emphasized maintaining hawkish stance.(10/6)
- FPI net sold in equity market and net purchased in bond market.
 - Equity: net sold(10/2~10/6 accumulated: \$583.77 million), SENSEX dropped.(-0.73%)
 - Bond: net purchased(10/2~10/6 accumulated: \$268.41million), bond yield rose.(10y, 7.38%, +3.80bp)
- While concerns over the Fed's hawkish stance remains, due to Israeli-Palestinian conflict USDINR is expected to move around 83 rupee level. This week, August mining & manufacturing production (consensus: 9.2%yoy), and September export/import, consumer price(consensus: 5.4%yoy), etc. will be announced. (Expected Range: 82.8~84.1)



Source: Bloomberg, SHB Solution & Trading Center



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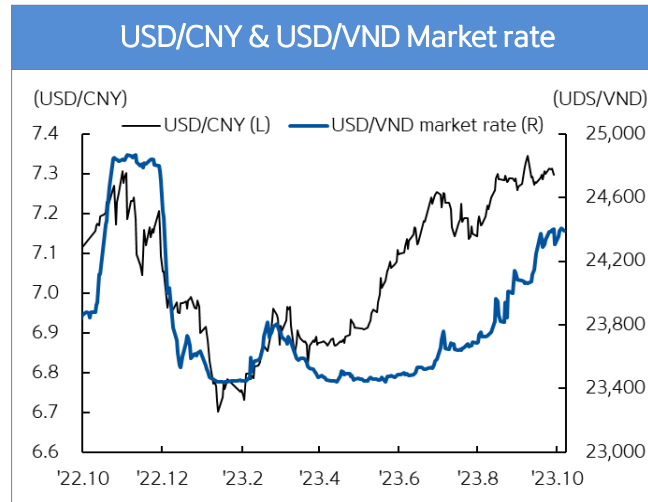


Vietnam

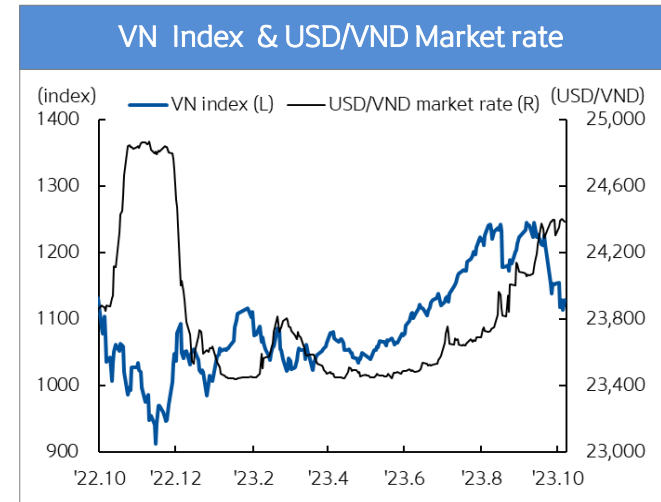
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USD/VND	24,385
52wk high	24,874
52wk low	23,415
VN index	1,137
52wk high	1,255
52wk low	874
Government Bond(10yr,%)	2.95
52wk high	5.30
52wk low	2.45
Major Indices Snap shot	
Real GDP Growth	5.33
Rate(% YoY)	
Consumer Prices (% YoY)	3.66
Total Mining Industries	
Producer Price(% YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	49.7
Industrial Production (% YoY)	5.10
Retail Sales(% YoY)	10.00
Exports (% YoY)	4.6
Imports (% YoY)	2.6
Current Account (\$mn)	7860.00
Financial Earnings and Expenses (VND10bn)	18,465
FX Reserve (\$mn)	89,241

- Last week, USD/VND(market rate) moved around 24,355~24,406, rose compared to last week.(+0.02%)
- SBV announced central rate at 24,074(10/6), rose compared to 9/29.(24,089, (+0.06%)
- As USDCNY dropped below 7.3 yuan level as the Chinese government enforced its response to weakening of yuan. Accordingly, USDVND dropped later in the week.
- FPI(equity, bond, mutual fund, ETF, etc.) net sold \$15.94 million.
- - VN Index rose(+0.78%), and VNIBOR remained the same.(3.10%, 10/6)
- Burden on the Fed's prolonged tightening measures has eased, but due to the risk in the Middle East, market volatility may increase. China's September indices will be announced later in the week. (Expected Range:24,080~24,500)



Source : Bloomberg , SHB Solution & Trading Center



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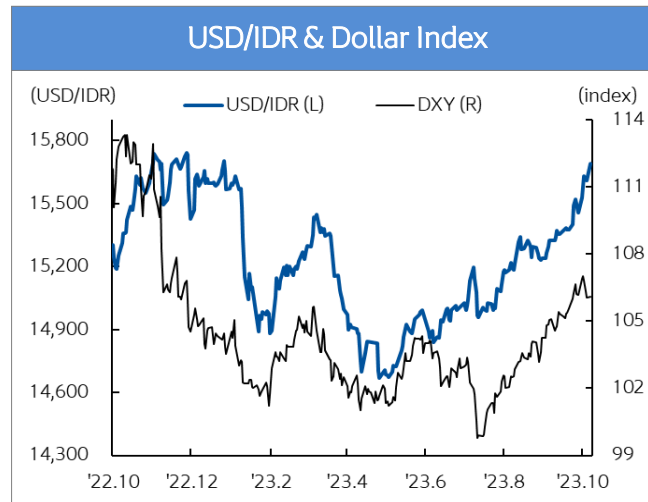


Indonesia

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USD/IDR	15,690
52wk high	15,763
52wk low	14,575
Jakarta index	6,891
52wk high	7,128
52wk low	6,543
Government Bond(10yr,%)	7.02
52wk high	7.69
52wk low	6.16
Major Indices Snap shot	
Real GDP Growth	5.17
Rate(% YoY)	
Consumer Prices (% YoY)	2.28
Total Mining Industries	
Producer Price(% YoY)	3.28
Refinance rate(%)	5.75
Manufacturing PMI (index)	52.3
Industrial Production (% YoY)	-1.26
Retail Sales(% YoY)	1.30
Exports (% YoY)	-21.21
Imports (% YoY)	-14.77
Current Account (\$mn)	-1,900
Financail Earnings and Expenses (IDR10bn)	-775,064
FX Reserve (\$mn)	135

- Last week, USD/IDR(market rate) moved in the range of 15,580~15,690, dropped compared to last week.(-1.02%)
- After confirming stronger than expected September non farm payroll, the Fed is expected to extend duration of high interest rate level and rupiah weakened. The central bank intervened in FX market to defend rupiah and FX reserve in September dropped by \$2 billion. Geopolitical risk triggered by Israeli-Palestinian conflict also weakened rupiah.
- FPI net sold in equity and bond market.
 - Equity: net sold(10/3~10/9 accumulated: \$15.37 million), Jakarta index fell.(-1.01%)
 - Bond: net sold(10/3~10/6 accumulated: \$416.82 million), bond yield rose.(10y, 7.02%, -0.20bp)
- Despite price stabilization, the central bank has frozen interest rate due to concerns over global capital outflow. However, capital outflow seems inevitable due to US bond yield hike. Preference for safe assets due to geopolitical instability also triggers rise in USDIDR. September US consumer price is expected to be the same as in August or slow down slightly. But if it doesn't meet the market expectation like September non farm payroll, USDIDR may rise this week. (Expected Range: 15,490~15,800)



Source : Bloomberg , SHB Solution & Trading Center



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Weekly Global FX Market Monitor

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Australia

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AUD/USD	0.6413
52wk High	0.7137
52wk Low	0.6199
S&P/ASX200	7,048
52wk High	7,558
52wk Low	6,457
Government Bond(10yr,%)	4.45
52wk High	4.66
52wk Low	3.19

Major Indices Snapshot	
Real GDP Groth Rate (%YoY)	2.1
Consumer Prices (%YoY)	6
Producer Prices (%YoY)	3.9
Policy Rate (%)	4.10
AU-US 2yr Spread (%)	-1.02
China Imports from Australia (% USD YoY)	-0.8
Exports(%MoM)	4.0
Imports(%MoM)	-0.4
Current Account(% GDP)	1.2

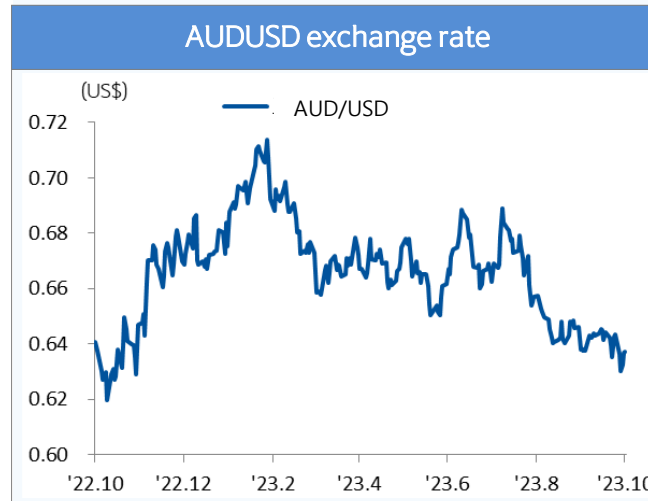
Last Week :

- AUD also fell due to the rising mid-to long-term interest rates on U.S. Treasury bonds. After falling below 0.63 for 4 days, when U.S. Treasury yields calmed down, USD retreated and AUD rebounded.
- However, the global economic outlook is dark due to the burden of high interest rates, so even AUD rebound is not supported.

Outlook :

- The economic outlook is expected to worsen due to the higher-than-expected interest rate burden and concerns about financial risks are expected to increase. This, along with the preference for safe asset; USD, is likely to put downward pressure on AUD.
- It is difficult to expect positive changes in the Chinese economy for a considerable period of time, but a range is expected in the short term as US bond interest rates calm down.

*No changes



Source : Refinitiv, SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 10/6)

	'23.12	'24.03	'24.06
A N Z	0.65	0.68	0.68
Wells Fargo	0.62	0.61	0.62
MUFG	0.64	0.65	0.66
JPMorgan	0.68	0.70	0.69

Source : Bloomberg, SHB Solution & Trading Center

Major Price Variations in Global Markets 2023.10.10

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2023-10-09	106.08	-0.77	0.94	3.73	4.18	-5.95	2.47
	Euro (EUR/USD)	2023-10-10	1.06	1.02	-1.64	-3.88	-2.62	8.99	-1.22
	Yen (USD/JPY)	2023-10-10	148.43	0.40	-1.24	-4.80	-9.98	-1.83	-11.66
	Pound (GBP/USD)	2023-10-10	1.22	1.38	-2.12	-4.80	-1.11	10.76	1.33
	Switzerland (USD/CHF)	2023-10-10	0.91	1.69	-1.65	-2.25	0.43	10.38	2.08
	Australia (AUD/USD)	2023-10-10	0.64	1.78	-0.26	-3.91	-3.42	1.76	-5.86
FX - EM	South Korea (USD/KRW)	2023-10-06	1,350.00	-0.04	-1.43	-3.64	-2.29	3.90	-6.26
	China (USD/CNY)	2023-10-10	7.29	0.07	-0.05	-0.91	-5.59	-1.88	-5.40
	India (USD/INR)	2023-10-09	83.27	-0.28	-0.29	-0.83	-1.54	-1.14	-0.64
	Indonesia (USD/IDR)	2023-10-09	15,690.00	-1.02	-2.33	-3.15	-5.02	-2.40	-0.78
	Vietnam (USD/VND)	2023-10-09	24,385.00	-0.12	-1.28	-3.03	-3.83	-2.08	-3.08
	Brazil (USD/BRL)	2023-10-10	5.14	-1.47	-4.02	-4.64	-1.37	1.04	2.78
Russia (USD/RUB)	2023-10-10	99.61	0.24	-3.95	-8.70	-17.86	-35.99	-25.52	
Stock - DM	United States Dow Jones	2023-10-10	33,604.65	0.51	-2.81	-0.39	0.36	14.70	1.38
	United States NASDAQ	2023-10-10	13,484.24	1.33	-2.01	-1.29	11.55	26.58	28.83
	United States S&P 500	2023-10-10	4,335.66	1.10	-2.73	-1.44	5.62	19.12	12.92
	Japan NIKKEI225	2023-10-06	30,994.67	-2.71	-4.94	-4.30	12.63	14.30	18.78
	United Kingdom FTSE	2023-10-10	7,492.21	-0.25	0.19	3.24	-3.22	7.17	0.54
	France CAC40	2023-10-10	7,021.40	-0.66	-3.03	-1.27	-4.14	19.68	8.46
	Germany DAX	2023-10-10	15,128.11	-0.78	-3.92	-3.05	-3.01	23.26	8.65
Stock - EM	South Korea KOSPI	2023-10-06	2,408.73	-3.49	-5.45	-4.67	-3.28	7.88	7.71
	China Shanghai Stock Exchange	2023-10-09	3,096.92	-1.13	-0.64	-3.33	-6.59	4.13	0.25
	India Sensex	2023-10-09	65,512.39	-0.48	-1.63	0.26	9.47	12.97	7.68
	Indonesia Jakarta	2023-10-09	6,891.46	-1.01	-0.48	2.38	1.78	-1.47	0.60
	Vietnam VN index	2023-10-09	1,137.36	-1.55	-8.39	-1.01	6.76	9.10	12.94
	Russia RTS	2023-10-10	1,006.92	1.49	-0.54	3.16	3.32	0.19	3.74
Brazil Bovespa	2023-10-10	115,156.10	0.09	-0.14	-3.15	14.22	-1.05	4.94	
Rates - DM	United States	2023-10-09	4.80	12.24	53.68	73.93	141.03	91.95	92.61
	Germany	2023-10-09	2.77	-15.00	16.20	13.50	58.90	57.80	20.10
	United Kingdom	2023-10-09	4.48	-8.80	5.30	-17.40	104.40	23.80	80.40
	Japan	2023-10-09	0.81	2.80	15.00	37.70	33.50	55.30	38.30
Rates - EM	South Korea	2023-10-06	4.24	23.20	33.90	52.90	96.20	14.40	50.90
	India	2023-10-09	7.38	14.50	17.50	22.00	17.70	-7.40	5.30
	Indonesia	2023-10-10	7.02	-0.20	46.90	76.00	33.00	-27.20	8.00
	Vietnam	2023-10-09	2.95	5.00	5.00	0.00	-47.00	-220.00	-200.00
	Russia	2023-10-06	12.05	11.40	50.81	87.50	113.13	320.91	174.19
	Brazil	2023-10-09	11.77	-6.10	47.60	111.10	-91.00	-6.60	-92.10
Commodity	WTI (\$/bbl)	2023-10-10	86.38	-3.19	-1.29	18.34	8.33	-5.21	7.63
	Brent (\$/bbl)	2023-10-09	88.15	-2.82	-2.76	12.34	3.56	-9.98	2.61
	Gold (\$/oz)	2023-10-10	1,861.23	2.10	-3.18	-3.33	-6.54	11.54	2.04

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