

Weekly Global FX Market Monitor

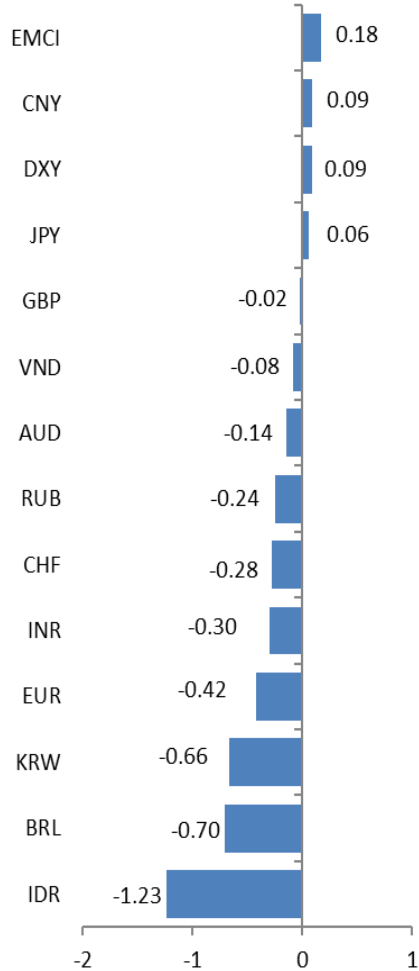
2024.04.01



Global

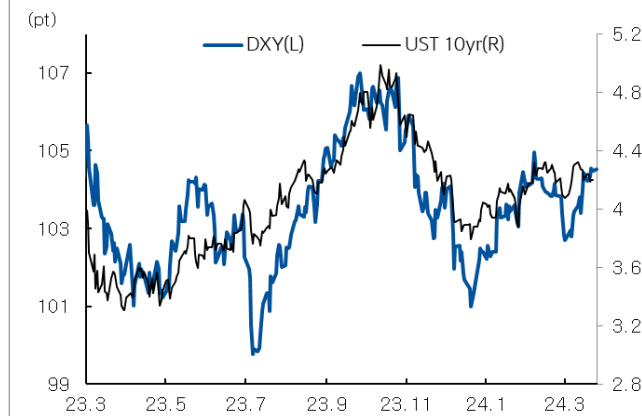
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Translation: Jae Yeon Hyun

■ Weekly Change (%)



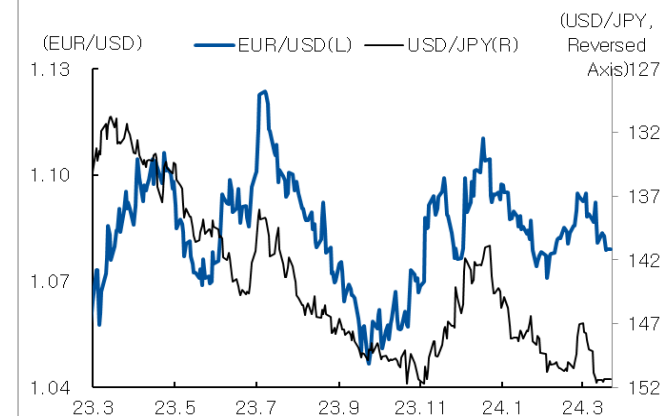
- Last week: Strong USD (+0.09%), Weak EUR(-0.42%), Steady JPY (+0.06%)
- USD strengthened on sound US economy and hawkish comments from the Fed governor Waller. Differentiated monetary policies of central banks also strengthened USD and DXY remained firm with upward tendency.
- ECB's rate cut in June is anticipated along with the Fed. But uncertainty regarding the Fed's rate cut in June has risen due to sound US economy. Strong USD continued and EUR closed at 1.079 dollar.
- JPY weakened after BOJ's Tamura, who used to be considered to be hawkish, said that BOJ is likely to maintain accommodative monetary policy for the time being. As authorities hinted at intervention, USDJPY closed at 151.3 yen.
- EM currencies weakened as USD strengthened continued. But as US PCE matched market anticipation late in the week, the market relieved. EM currencies showed mixed movements.
 - RUB(-0.24%) weakened despite rise in oil price and tax payment period in March
 - INR(-0.30%), VND(-0.08%), IDR(-1.23%) 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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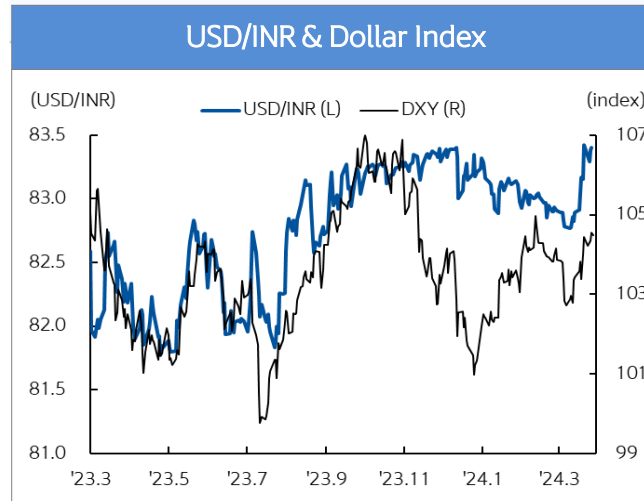


India

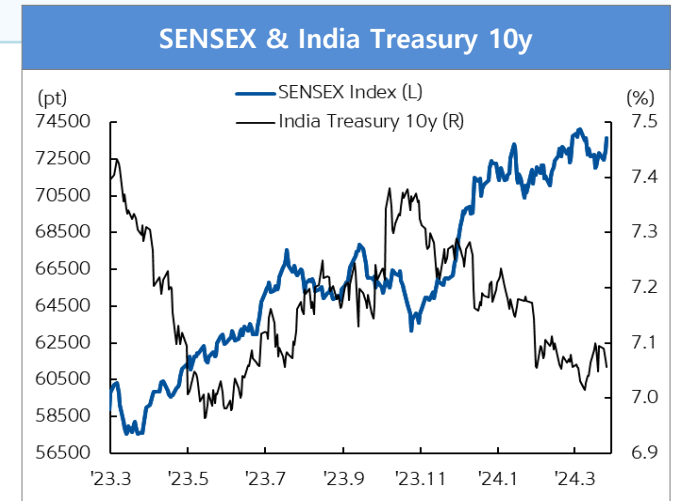
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USD/INR	83.40
52wk high	83.50
52wk low	81.61
Sensex	73,651
52wk high	74,245
52wk low	57,524
Government Bond (10yr,%)	7.06
52wk high	7.40
52wk low	6.94
Major Indices Snap shot	
Real GDP Growth	8.36
Rate(% YoY)	8.36
Consumer Prices (% YoY)	5.09
Producer Prices (% YoY)	0.2
RBI rate(%)	6.50
Manufacturing PMI (index)	59.2
Industrial Production (% YoY)	3.80
Core Sector Growth(% YoY)	6.72
Exports (% YoY)	11.86
Imports (% YoY)	12.19
Current Account (\$bn)	-10.50
Financial Earnings and Expenses (INR10mn)	-398763
FX Reserve (\$mn)	642,631

- Last week, USD/INR moved around 83.28~83.4, weakened compared to last week. (-0.30%)
- USD/INR dropped below 83 after RBI's intervention early in the week but rebounded due to rise in oil price on concerns over continued production reduction of OPEC+, hawkish comments from the Fed governor, and strong USD on weakening of JPY. USD/INR showed weakening trend throughout the week.
- FTSE Russell decided to defer India's inclusion in government bond index due to taxation, registration, and settlement issues. (3/28)
- FPI net purchased in both equity and bond market.
 - Equity: Net purchased(3/26~3/27 cumulative: \$104.77 mil), SENSEX rose. (+2.15%)
 - Bond: Net purchased(3/26~3/27 cumulative \$470.74 mil), bond yield dropped. (10y, 7.06%, -3.80bp)
- Amid slowdown in US PCE inflation, weakening of USD/strengthening of INR is expected as uncertainty over the Fed's rate cuts has been eased after Powell's positive feedback on inflation indicators. But cautions on employment data in March will limit the fall and USD/INR will move around 83. RBI is anticipated to maintain the policy rate at the meeting on 5th. (Expected Range: 82.8~83.7)



Source: Bloomberg, SHB Solution & Trading Center



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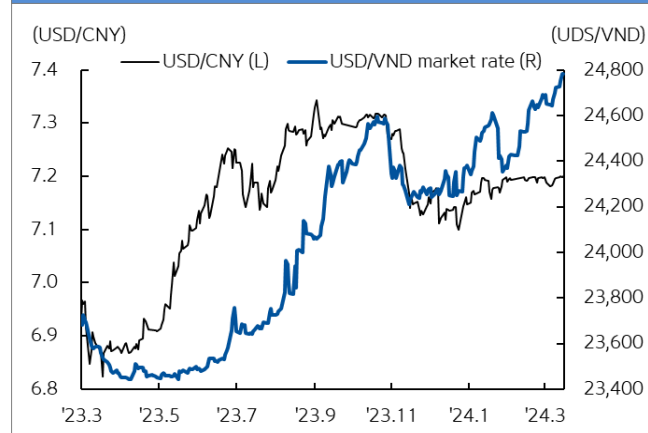
Vietnam

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USD/VND	24,791
52wk high	24,810
52wk low	23,415
VN index	1,284
52wk high	1,294
52wk low	1,020
Government Bond(10yr,%)	2.69
52wk high	3.71
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)	50.4
Industrial Production (% YoY)	4.10
Retail Sales(% YoY)	8.10
Exports (% YoY)	14.2
Imports (% YoY)	9.7
Current Account (\$mn)	6375.00
Financial Earnings and Expenses (VND10bn)	18,465
FX Reserve (\$mn)	87,200

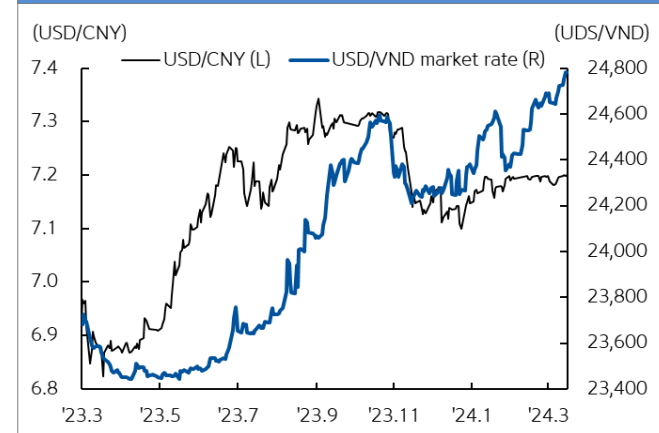
- Last week, USD/VND moved around 24,759~24,791. Weakened compared to last week.(-0.08%)
- SBV announced central rate at 24,003(3/29), remained unchanged at 24,003 compared to last week.
- While the CNY continued to decline amid the People's Bank of China's depreciation announcement and market downturn sentiment, fluctuating around 7.22, the VND experienced weekly depreciation due to a strong USD and weak CNY following the hawkish remarks from a Federal Reserve Board member.
- Vietnam's economy grew by 5.66%(yoy) in the first quarter of 2024, recording its highest growth since the first quarter of 2019(7.09%) despite global economics uncertainties.
- In March, exports and imports increased by 14.2% and 9.7%(yoy) respectively, resulting in a trade surplus of \$29.3 billion. Consumer prices rose by 3.97%(yoy) due to a sharp increase in domestic rice prices, while industrial production and retail sales increased by 4.1% and 9.2% respectively.
- FPI net sold \$190.44million.
- VN index rose(0.18%), and VNIBOR3M was 3.167%, rose 61.7bp(3/29)
- Overall economic indicators, including trade, remain positive, but the VND exchange rate continues to rise amid the CNY weakness and domestic investment stagnation. Despite the expansion in China's manufacturing PMI in March for the first time in six months, ongoing risk aversion and external uncertainties are expected to sustain pressure on the CNY and VND exchange rates.(Expected range:24,560~ 24,950)

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 0.6516

52wk high 0.6889

52wk low 0.6296

S&P/ASX200 7,897

52wk high 7,897

52wk low 6,773

Government Bond(10yr,%) 3.96

52wk high 4.95

52wk low 3.19

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(%) -0.84

China Imports From Australia(billion USD) -9.1

Exports(%MoM) 4.0

Imports(%MoM) -0.4

Current Account(billion AUD) 1.2

Last Week :

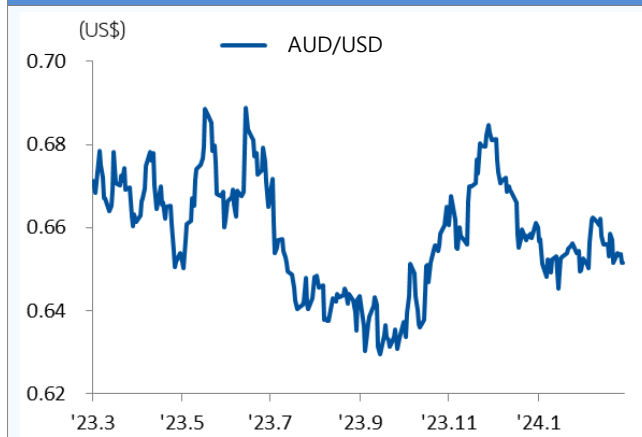
- On the 22th, when Chinese authorities slightly loosened the reins on the CNY defense, the value of the CNY plummeted, causing a decline in the AUD.
- On the 27th, market disappointment ensued with the dovish views from a BOJ member who used to have the most hawkish view, coupled with additional strength in the USD following Waller's, a prominent opinion leader at the Federal Reserve, dovish stance, leading the AUD to briefly dip below 0.65.

Outlook :

- The recent weakness in Asian currencies and the lingering strength in the USD are expected to continue into early April.
- Subtle shifts in currency policy outlooks between the US and other countries have contributed to the recent strength of the USD. While confidence in U.S rate cuts has waned, other countries are gradually approaching rate cuts.

*ANZ adjusted forecast downward and Wells Fargo adjusted upward.

AUDUSD exchange rate



Source : Refinitiv, SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 3/29)

	'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	0.68	0.71
Citi	0.64	0.64	0.65

Source : Bloomberg, SHB Solution & Trading Center

Major Price Variations in Global Markets 2024.04.01

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-04-01	104.53	0.09	0.64	3.15	-1.55	1.97	3.15
	Euro (EUR/USD)	2024-04-01	1.08	-0.42	-0.42	-2.29	3.01	-0.98	-2.24
	Yen (USD/JPY)	2024-04-01	151.33	0.06	-0.80	-6.90	-0.97	-12.47	-6.80
	Pound (GBP/USD)	2024-04-01	1.26	-0.02	-0.17	-0.73	4.53	1.77	-0.76
	Switzerland (USD/CHF)	2024-04-01	0.90	-0.28	-2.05	-6.79	1.82	1.18	-6.71
	Australia (AUD/USD)	2024-04-01	0.65	-0.14	0.06	-4.14	2.64	-3.76	-4.13
FX - EM	South Korea (USD/KRW)	2024-03-29	1,347.35	-0.66	-1.18	-4.40	0.15	-3.30	-4.40
	China (USD/CNY)	2024-03-30	7.22	0.09	-0.47	-1.69	1.05	-4.61	-1.69
	India (USD/INR)	2024-03-28	83.40	-0.30	-0.57	-0.28	-0.25	-1.45	-0.23
	Indonesia (USD/IDR)	2024-03-28	15,855.00	-1.23	-1.07	-2.74	-2.11	-4.84	-2.89
	Vietnam (USD/VND)	2024-03-29	24,791.00	-0.08	-0.58	-2.11	-1.96	-5.23	-2.11
	Brazil (USD/BRL)	2024-03-29	5.01	-0.70	-0.87	-3.13	0.38	3.04	-3.13
Russia (USD/RUB)	2024-03-29	92.46	-0.24	-1.36	-3.23	5.50	-16.43	-3.23	
Stock - DM	United States Dow Jones	2024-03-29	39,807.37	0.07	2.08	5.62	18.80	21.67	5.62
	United States NASDAQ	2024-03-29	16,379.46	-0.14	1.79	9.11	23.91	37.34	9.11
	United States S&P 500	2024-03-29	5,254.35	0.24	3.10	10.16	22.53	30.45	10.16
	Japan NIKKEI225	2024-03-29	40,369.44	-1.27	1.15	20.63	26.72	43.96	20.63
	United Kingdom FTSE	2024-03-29	7,952.62	0.89	4.23	2.84	4.53	5.13	2.84
	France CAC40	2024-03-29	8,205.81	0.32	3.51	8.78	15.01	14.18	8.78
	Germany DAX	2024-03-29	18,492.49	1.72	4.61	10.39	20.19	20.64	10.39
Stock - EM	South Korea KOSPI	2024-03-29	2,746.63	0.33	3.95	3.44	11.42	10.89	3.44
	China Shanghai Stock Exchange	2024-03-29	3,041.17	-0.23	0.47	2.23	-2.23	-7.08	2.23
	India Sensex	2024-03-28	73,651.35	2.15	1.59	1.95	11.88	27.07	1.95
	Indonesia Jakarta	2024-03-28	7,288.81	-0.68	-0.37	0.22	5.03	6.57	0.22
	Vietnam VN index	2024-03-29	1,284.09	0.18	2.05	13.64	11.26	20.61	13.64
	Russia RTS	2024-03-30	1,136.91	2.14	1.30	4.93	12.84	14.06	4.93
Brazil Bovespa	2024-03-29	128,106.10	-0.04	-0.71	-4.53	9.90	25.85	-4.53	
Rates - DM	United States	2024-03-29	4.20	0.22	-4.99	32.12	-37.08	63.64	32.12
	Germany	2024-03-29	2.30	-2.50	-11.30	27.40	-54.10	-3.10	27.40
	United Kingdom	2024-03-29	3.93	0.50	-19.10	39.60	-50.40	46.10	39.60
	Japan	2024-03-29	0.73	-1.40	1.80	11.30	-3.80	40.30	11.30
Rates - EM	South Korea	2024-03-29	3.40	3.80	-7.80	22.70	-61.00	13.40	22.70
	India	2024-03-28	7.06	-3.80	-1.00	-15.50	-18.50	-25.70	-11.80
	Indonesia	2024-03-28	6.69	6.90	9.30	20.80	-18.20	-10.60	21.30
	Vietnam	2024-03-29	2.69	6.00	31.00	32.00	-5.00	-106.00	32.00
	Russia	2024-03-29	13.26	9.86	95.52	139.96	133.01	245.05	139.96
	Brazil	2024-03-28	11.09	6.70	19.10	72.90	-63.40	-182.00	72.90
Commodity	WTI (\$/bbl)	2024-04-01	83.07	3.03	3.88	15.94	-8.50	9.78	15.94
	Brent (\$/bbl)	2024-04-01	86.85	1.66	3.95	12.73	-8.88	8.88	12.73
	Gold (\$/oz)	2024-04-01	2,241.30	3.20	7.60	8.64	22.61	12.93	8.64

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