

Weekly Global FX Market Monitor

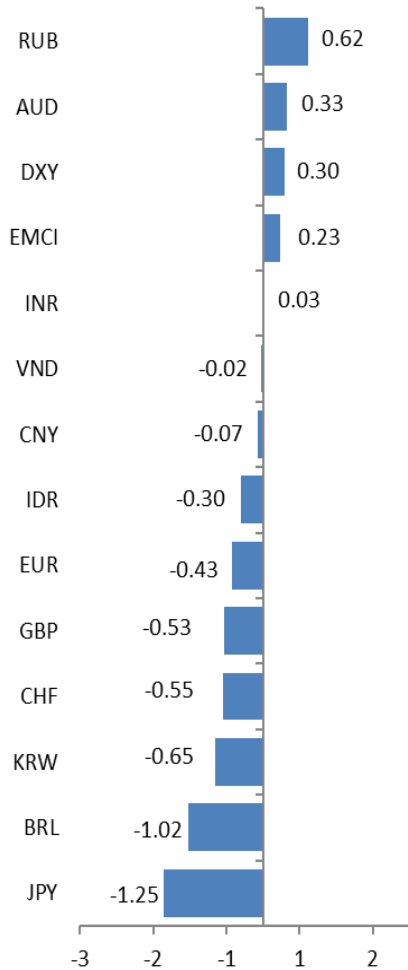
2024.06.24



Global

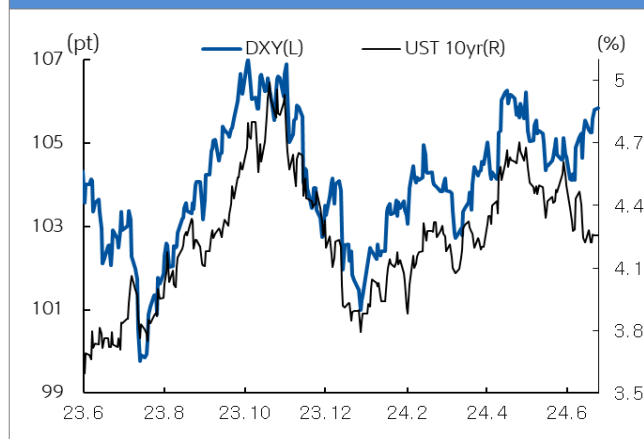
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Translation: Jae Yeon Hyun

■ Weekly Change (%)



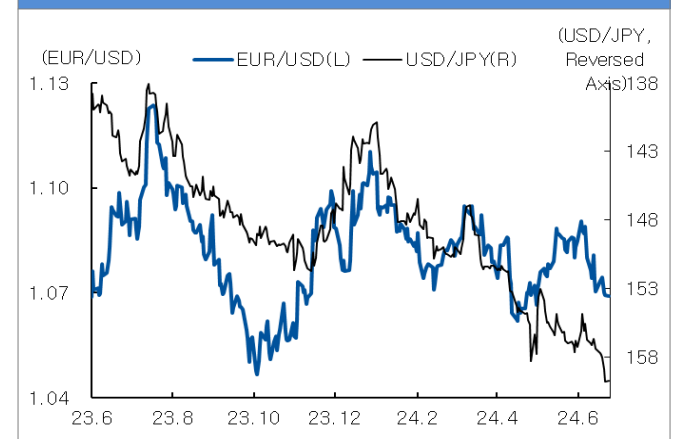
- Last week: Strong USD(+0.30%), Weak EUR(-0.43%), Weak JPY(-1.25%)
- Anticipation on the Fed's pivot has been maintained due to slowdown in some US data. Yet, political uncertainty in the Eurozone and weak yen led to rise in DXY. US June service and manufacturing PMI (S&P global) was above market consensus. Especially service PMI was 55.1, highest in 2 years.
- Ahead of early election in France, the far-right leads the election poll. Germany and France's manufacturing and service PMI all dropped compared to market consensus and last month data. EUR weakened on political and economic uncertainties in the Eurozone.
- JPY has been weakening since the BOJ meeting. Japan's May inflation, which was below market consensus, also contributed to weakening of JPY and closed at 159.8yen. US Treasury Department put Japan back on currency manipulator watch list.
- While big-tech led US stock market looks optimistic, major markets other than US are weakening due to political and economic issues. EM currencies weakened on strong USD.
- China's May retail sales was slightly higher than the consensus but major indicators were weak. CNY(-0.07%) weakened.
- INR(+0.03%) strengthened while VND(-0.02%) and INR(-0.30%) 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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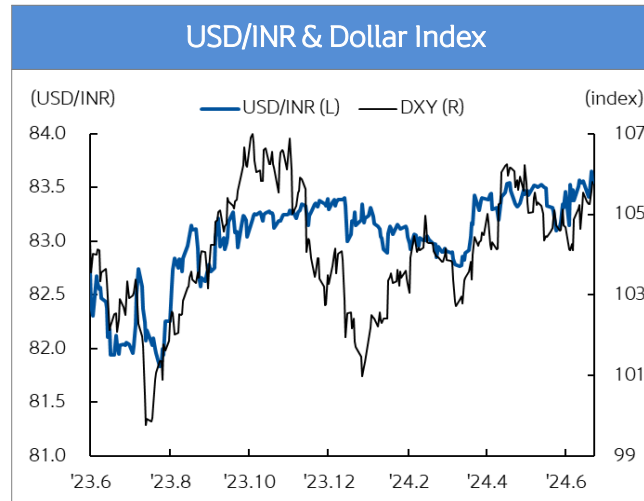


India

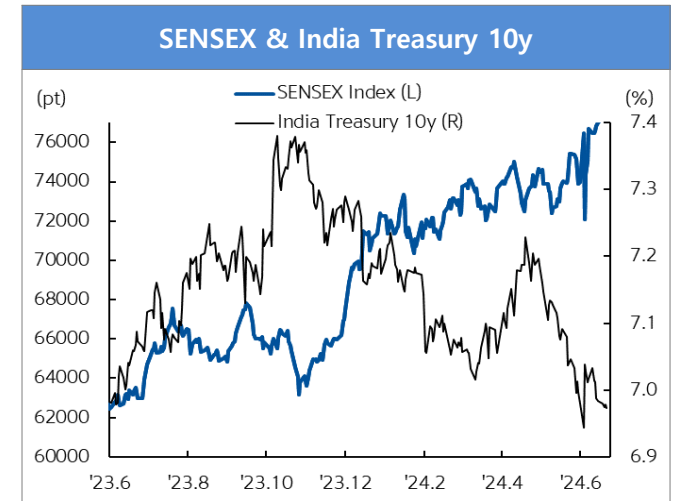
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USD/INR	83.54
52wk high	83.67
52wk low	81.67
Sensex	77,210
52wk high	77,852
52wk low	62,854
Government Bond (10yr,%)	6.97
52wk high	7.40
52wk low	6.94
Major Indices Snap shot	
Real GDP Growth	7.76
Rate(% YoY)	7.76
Consumer Prices (% YoY)	4.75
Producer Prices (% YoY)	2.61
RBI rate(%)	6.50
Manufacturing PMI (index)	58.5
Industrial Production (% YoY)	5.00
Core Sector Growth(% YoY)	6.15
Exports (% YoY)	9.1
Imports (% YoY)	7.71
Current Account (\$bn)	-10.50
Financial Earnings and Expenses (INR10mn)	-21013.6
FX Reserve (\$mn)	652,895

- Last week, USD/INR moved around 83.41~83.65, rose compared to last week.(+0.03%)
- INR strengthened early in the week on bond capital inflow ahead of inclusion in JP Morgan index next week. But USDINR rose to all-time high on Wednesday due to pessimistic external factors such as strong USD and rise in oil price. USDINR dropped slightly on RBI intervention and closed at 83.54.
- FPI: net purchased in equity and bond market.
 - - Equity: net purchased(6/17~6/20 cumulative: \$1.438 bil), SENSEX rose.(+0.52%)
 - - Bond: net purchased(6/17~6/20 cumulative: \$478.11 mil), bond yield dropped.(10y, 6.97%,-1.00bp)
- While France's first round of election(6/30) is due this week, political risk in Europe would intensify risk avoidance and trigger strong USD and rise in USDINR. Yet RBI's FX reserve stance to ease market volatility would limit the high. (Expected Range: 83.1~83.7)



Source: Bloomberg, SHB Solution & Trading Center



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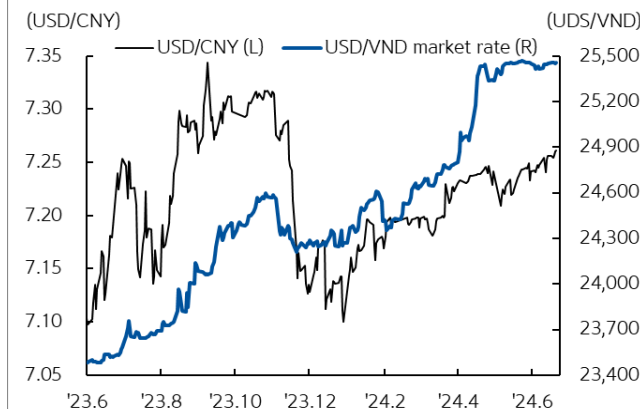
Vietnam

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USD/VND	25,456
52wk high	25,477
52wk low	23,498
VN index	1,282
52wk high	1,306
52wk low	1,020
Government Bond(10yr,%)	2.85
52wk high	3.25
52wk low	1.32
Major Indices Snap shot	
Real GDP Growth	5.66
Rate(% YoY)	
Consumer Prices (% YoY)	4.44
Total Mining Industries	
Producer Price(% YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	50.3
Industrial Production (% YoY)	8.90
Retail Sales(% YoY)	8.70
Exports (% YoY)	15.8
Imports (% YoY)	29.9
Current Account (\$mn)	6375.00
Financial Earnings and Expenses (VND10bn)	18,465
FX Reserve (\$mn)	88,086

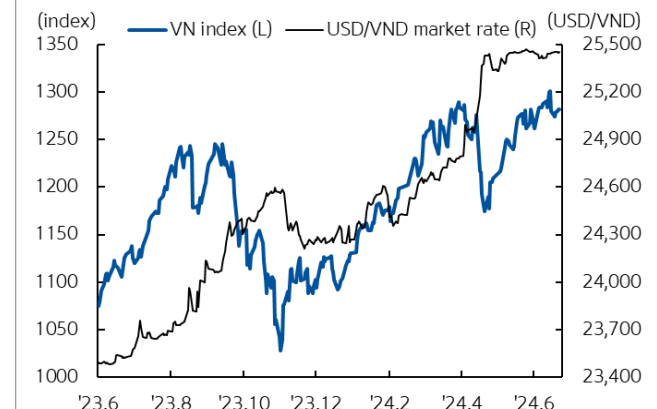
- Last week, USD/VND(market rate) moved around 25,452~25,456, weakened compared to last week.(-0.02%)
- SBV announced central rate at 24,256 (6/21), weakened(-0.03%) compared to 6/14(24,249).
- While USD strengthened on preference on safe assets and monetary policy differentiation among US and non-US countries, USDCNY rose above 7.26yuan as BOC's reference rate hit 2024 high. Significant foreign capital outflow from Vietnam, who has already cut rate last year to boost the economy, was concerning. But due to SBV intervention, USDVND rose only slightly.
- Vietnam remained on "monitoring list" of the US Treasury Department considering trade surplus and trade surplus with US. The report acknowledged that FX buying intervention was to supply decrease in FX reserve during 2022 and implied that it would be tolerated.
- FPI net sold \$195.08 million.
- - VN index rose(+0.16%), VNIBOR3M was 4.767%(6/21, -6.60bp).
- Due to risk avoidance caused by Europe's political uncertainty, VND is likely to weaken this week but SBV intervention will limit the USDVND high. Yet, USDVND may rise additionally if JPY and EUR weakness intensify. Domestic data are due at the end of the month including 2Q economic growth rate(consensus: 6.0%yoY), June consumer price (4.50%yoY), retail sales and mining/manufacturing production, import/export. (Expected Range: 25,300~25,510)

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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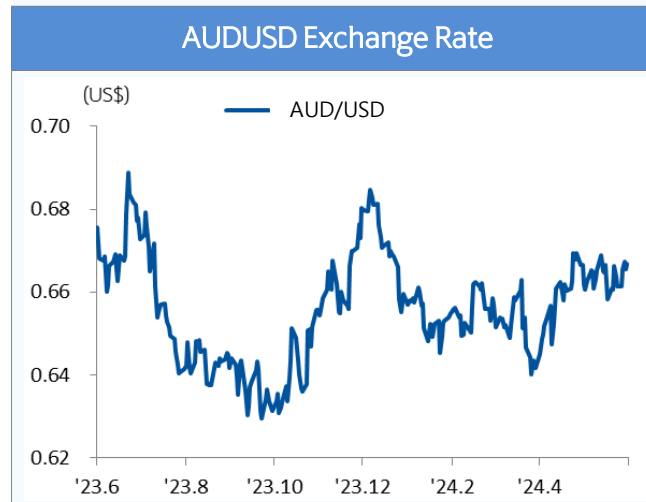
AUD/USD	0.6641
52wk high	0.6889
52wk low	0.6296
S&P/ASX200	7,738
52wk high	7,897
52wk low	6,773
Government Bond(10yr,%)	4.21
52wk high	4.95
52wk low	3.87
Major Indices Snap shot	
Real GDP growth rate (%YoY)	1.1
Consumer Prices(%YoY)	3.6
Producer Prices(%YoY)	4.3
Policy rate(%)	4.35
AU-US 2yr spread(%)	-0.71
China Imports From Australia(billion USD)	-5.4
Exports(%MoM)	4.0
Imports(%MoM)	-0.4
Current Account(billion AUD)	-0.2

• Last Week :

- Amid strong USD near 14th , AUD moved below 0.66 dollar level. Outlook on the far-right party's victory at France's early election and uncertain future of the EU triggered strong USD.
- But AUD recovered 0.66 dollar after RBA maintained the policy rate unchanged on 18th.

• Outlook :

- RBA Governor Bullock is determined to lower inflation, without any dovish message, supports AUD.
- Yet, Europe's political uncertainty is causing strengthening of USD and AUD is unlikely to show clear rising trend and is likely to move within limited range.



Source : Refinitiv , SHB Solution & Trading Center

*No changes.

AUD/USD Forecast Distribution * (as of 6/21)

	'24.09	'24.12	'25.03
A N Z	0.67	0.69	0.70
Wells Fargo	0.66	0.67	0.68
MUFG	0.68	0.70	0.70
Citi	0.65	0.64	0.66

Source : Bloomberg , SHB Solution & Trading Center

Major Price Variations in Global Markets 2024.06.24

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-06-24	105.87	0.30	1.09	1.38	4.10	2.88	4.48
	Euro (EUR/USD)	2024-06-24	1.07	-0.43	-1.47	-1.37	-2.91	-2.00	-3.18
	Yen (USD/JPY)	2024-06-24	159.90	-1.35	-1.82	-5.30	-10.98	-10.25	-11.79
	Pound (GBP/USD)	2024-06-24	1.26	-0.53	-0.78	0.02	-0.41	-0.59	-0.73
	Switzerland (USD/CHF)	2024-06-24	0.89	-0.55	2.27	0.56	-4.44	0.15	-5.93
	Australia (AUD/USD)	2024-06-24	0.66	0.33	0.11	1.45	-2.37	-0.60	-2.60
FX - EM	South Korea (USD/KRW)	2024-06-21	1,388.25	-0.65	-1.80	-4.74	-5.98	-6.94	-7.21
	China (USD/CNY)	2024-06-22	7.26	-0.07	-0.32	-0.85	-1.70	-1.12	-2.22
	India (USD/INR)	2024-06-21	83.54	0.03	-0.28	-0.46	-0.32	-1.80	-0.40
	Indonesia (USD/IDR)	2024-06-21	16,450.00	-0.30	-2.77	-4.80	-5.62	-9.15	-6.40
	Vietnam (USD/VND)	2024-06-22	25,456.00	-0.02	0.02	-2.65	-4.42	-7.59	-4.66
	Brazil (USD/BRL)	2024-06-22	5.43	-1.02	-5.69	-8.34	-10.14	-12.30	-10.58
Russia (USD/RUB)	2024-06-22	89.08	0.62	1.24	3.12	3.23	-5.48	0.45	
Stock - DM	United States Dow Jones	2024-06-22	39,150.33	1.30	0.21	-0.82	4.72	16.08	3.88
	United States NASDAQ	2024-06-22	17,689.36	0.12	4.54	7.67	17.98	31.10	17.84
	United States S&P 500	2024-06-22	5,464.62	0.57	3.01	4.40	14.93	25.67	14.57
	Japan NIKKEI225	2024-06-21	38,596.47	1.30	-0.13	-5.61	16.36	17.74	15.34
	United Kingdom FTSE	2024-06-22	8,237.72	1.12	-0.96	3.87	7.02	10.40	6.52
	France CAC40	2024-06-22	7,628.57	1.67	-5.76	-6.42	0.79	6.49	1.13
	Germany DAX	2024-06-22	18,163.52	0.90	-2.83	-0.23	8.72	14.74	8.43
Stock - EM	South Korea KOSPI	2024-06-21	2,784.26	1.46	3.60	1.30	7.11	8.33	4.86
	China Shanghai Stock Exchange	2024-06-21	2,998.14	-1.14	-2.94	-1.64	2.86	-6.25	0.78
	India Sensex	2024-06-21	77,209.90	0.52	2.39	6.01	8.58	22.60	6.88
	Indonesia Jakarta	2024-06-21	6,879.98	0.44	-4.74	-6.40	-4.94	3.62	-5.40
	Vietnam VN index	2024-06-21	1,282.02	0.16	1.59	0.02	16.22	13.52	13.46
	Russia RTS	2024-06-21	1,151.93	1.27	-3.95	2.44	9.51	8.90	6.32
Brazil Bovespa	2024-06-22	121,341.13	1.40	-2.38	-4.48	-8.60	1.99	-9.57	
Rates - DM	United States	2024-06-21	4.26	3.45	-15.66	-1.15	36.73	53.65	37.63
	Germany	2024-06-21	2.41	5.20	-8.70	0.70	44.80	-2.30	38.80
	United Kingdom	2024-06-21	4.08	2.70	-4.70	8.80	55.40	-32.20	54.60
	Japan	2024-06-21	0.98	3.10	-0.50	23.40	39.20	59.30	36.10
Rates - EM	South Korea	2024-06-21	3.24	-5.80	-25.30	-16.60	-5.00	-38.00	6.70
	India	2024-06-21	6.97	-1.00	-10.60	-7.50	-21.70	-9.50	-20.10
	Indonesia	2024-06-21	7.14	-5.70	20.90	52.00	65.10	83.30	66.40
	Vietnam	2024-06-21	2.85	-5.00	-2.00	20.00	49.00	0.00	48.00
	Russia	2024-06-20	15.45	45.28	136.68	228.34	359.60	442.91	358.28
	Brazil	2024-06-21	11.95	-2.00	24.40	92.50	152.40	93.50	158.70
Commodity	WTI (\$/bbl)	2024-06-24	80.34	2.41	3.37	-0.36	9.22	16.17	12.13
	Brent (\$/bbl)	2024-06-24	84.83	0.69	3.30	-0.70	7.28	14.87	10.11
	Gold (\$/oz)	2024-06-24	2,319.27	0.01	-0.62	6.79	12.97	20.59	12.42

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