

# Weekly Global FX Market Monitor

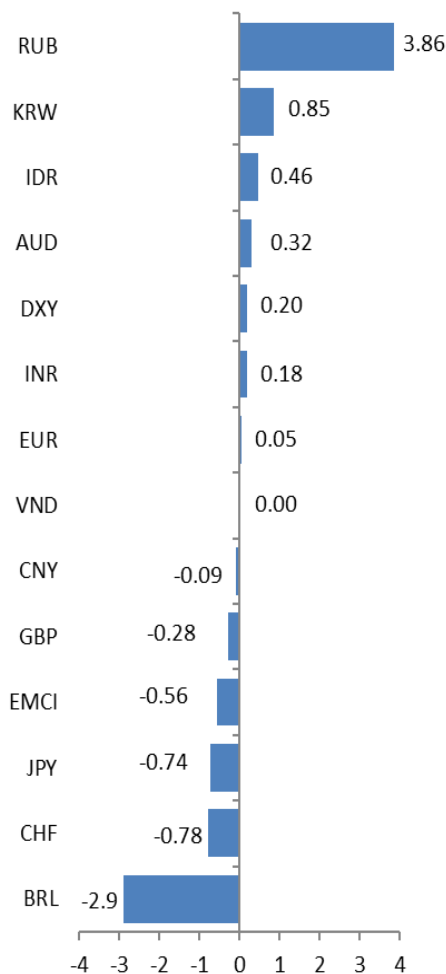
2024.07.01



## Global

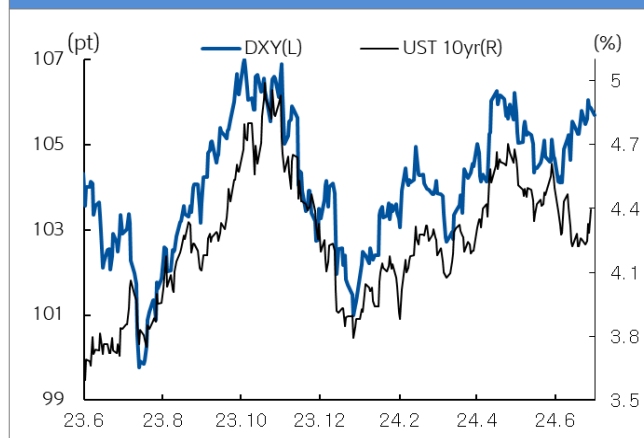
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Translation: Jae Yeon Hyun

Weekly Change (%)



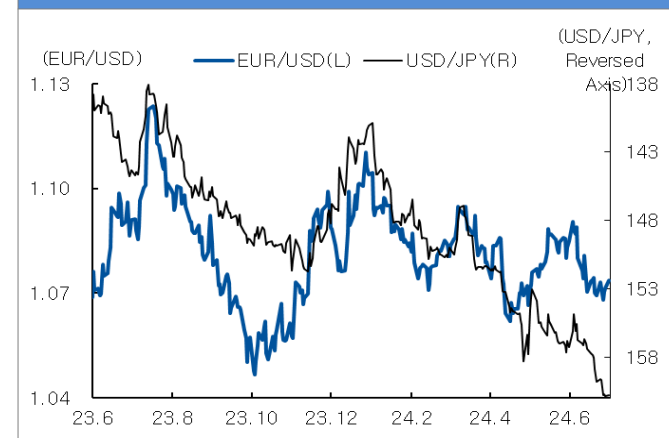
- Last week: Strong USD(+0.20%), Bull maintenance EUR(+0.05%), Weak JPY(-0.74%)
- US economic indicators are below market anticipation but stock market indicators are rising. DXY closed around high 105pt level on political uncertainties in US and Eurozone.
- While France's political unrest remains, Germany and France's June PMI were below market anticipation, maintaining downward pressure on EUR. France's far right (RN) led the first round exit poll, winning 33%, as expected.
- JPY continues to weaken since June monetary policy meeting. USDJPY rose up to 160yen on 6/26. Data including Industrial production, consumer price, etc. were optimistic but due to continued weak JPY trend, BOJ responded with verbal intervention.
- Strong USD continues due to political unrest and weakening of major currencies, EM currencies also weakened.
- China and HK stock market fell, confirming that market sentiment hasn't changed much. Strong USD circumstance also impacts Chinese economy and CNY(-0.09%) weakened.
- INR(+0.18%) and IDR(0.46%) strengthened while VND(0.00%) remained unchanged.

Dollar Index & US Treasury 10yr



Source : Bloomberg , SHB Solution & Trading Center

EUR & JPY Trend



Source : Bloomberg , SHB Solution & Trading Center

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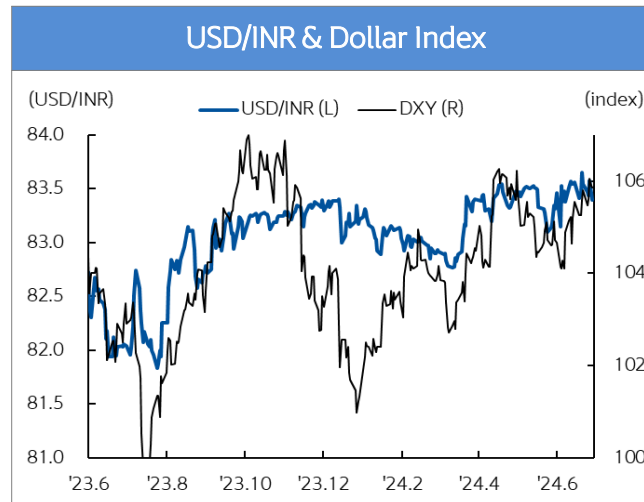


## India

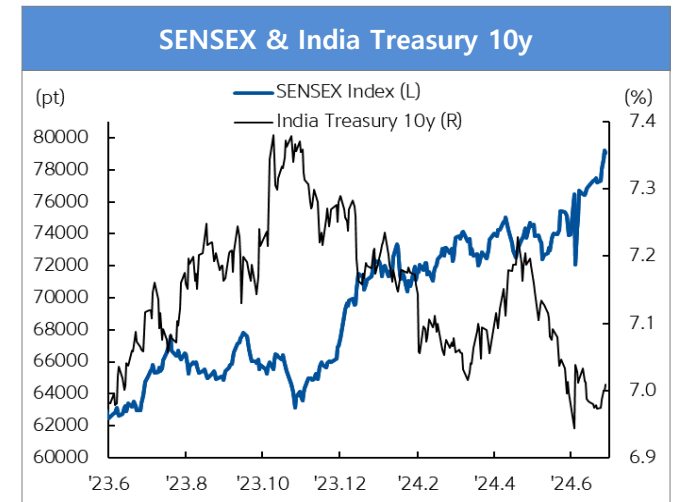
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USD/INR	83.39
52wk high	83.67
52wk low	81.67
Sensex	79,033
52wk high	79,672
52wk low	63,093
Government Bond (10yr,%)	7.01
52wk high	7.40
52wk low	6.94
<b>Major Indices Snap shot</b>	
Real GDP Growth	7.76
Rate(% YoY)	
Consumer Prices (% YoY)	4.75
Producer Prices (% YoY)	2.61
RBI rate(%)	6.50
Manufacturing PMI (index)	58.5
Industrial Production (% YoY)	5.00
Core Sector Growth(% YoY)	6.28
Exports (% YoY)	9.1
Imports (% YoY)	7.71
Current Account (\$bn)	5.70
Financial Earnings and Expenses (INR10mn)	15952.1
FX Reserve (\$mn)	653,711

- Last week, USD/INR moved around 83.39~83.58, rose compared to last week.(+0.18%)
- INR strengthened on higher-than-expected trade surplus and increasing capital inflow into bond market due to inclusion in JP Morgan index, and central bank's intervention despite strong USD.
- 2024 1Q trade balance was \$5.7billion. (2023 4Q: -8.71 billion)
- FPI net purchased in equity and bond market.
  - Equity: net purchased(6/24~6/27 cumulative: \$1.58 bil), SENSEX rose.(+2.36%)
  - Bond: net purchased(6/24~6/27 cumulative: \$387.39 mil), bond yield rose.(10y, 7.01%,+3.60bp)
- USD/INR is expected to fall and capital inflow into bond market is expected to be expedited due to India's inclusion in emerging market bond index, but should be cautious about market volatility and vulnerability due to inflow of hot money. (Expected Range: 83.0~83.6)



Source: Bloomberg, SHB Solution & Trading Center



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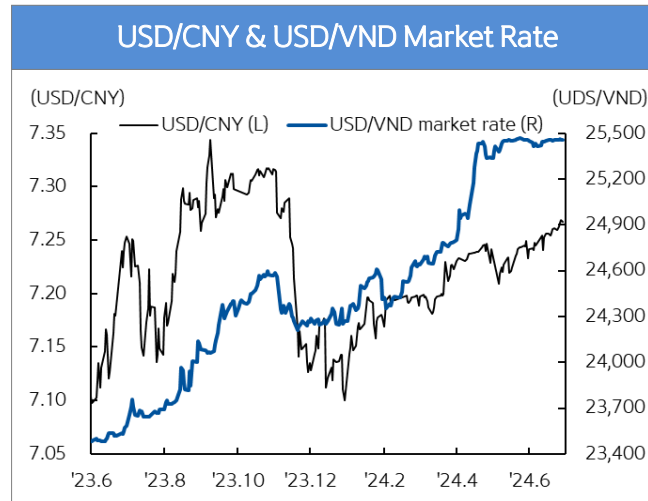


## Vietnam

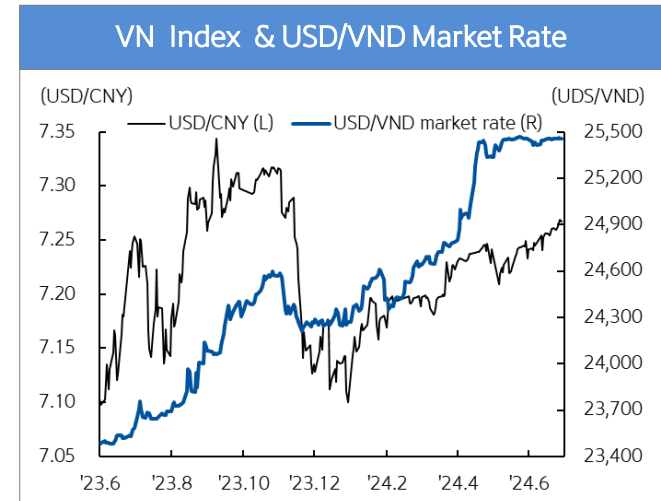
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USD/VND	25,455
52wk high	25,477
52wk low	23,547
VN index	1,245
52wk high	1,306
52wk low	1,020
Government Bond(10yr,%)	2.89
52wk high	3.25
52wk low	1.32
<b>Major Indices Snap shot</b>	
Real GDP Growth	6.93
Rate(% YoY)	
Consumer Prices (% YoY)	4.34
Total Mining Industries	9.18
Producer Price(% YoY)	
Refinance rate(%)	4.50
Manufacturing PMI (index)	50.3
Industrial Production (% YoY)	10.90
Retail Sales(% YoY)	8.60
Exports (% YoY)	10.5
Imports (% YoY)	13.1
Current Account (\$mn)	5221.00
Financial Earnings and Expenses (VND10bn)	18,465
FX Reserve (\$mn)	88,086

- Last week, USD/VND moved around 25,455~25,462, unchanged compared to last week(0.00).
- SBV announced central rate 24,260, Weakened (-0.02%) compared to last week.
- The CNY exchange rate surpassed 7.3 due to the widespread strength of the USD. The VND exchange rate was supported at the upper range due to the SBV's intervention, despite the global USD strength, closing the week at 25,455 dong.
- Vietnam's economy grew by 6.93%(YoY) in the second quarter, driven by strong exports and industrial production, with a first-half growth rate of 6.4%
- In June, exports and imports increased by 10.5% and 13.1%(YoY), respectively, resulting in a trade surplus of 2.94 billion USD. Retail sales increased by 9.1%(YoY), and industrial production rose by 10.9%.
- FPI net sold 178.59 million.
  - VN index fell by 2.86%, VNIBOR3M was 4.85%(+8.30bp)
- Amid continued global USD strength due to caution over major US economic data releases, upward pressure on the dong exchange rate is expected to be significant. However, with central bank intervention, the upper range is anticipated to be the psychological resistance level of 25,500 dong.
- (Expected range: 25,330~25,515)



Source : Bloomberg , SHB Solution & Trading Center



Source : Bloomberg , SHB Solution & Trading Center

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## Australia

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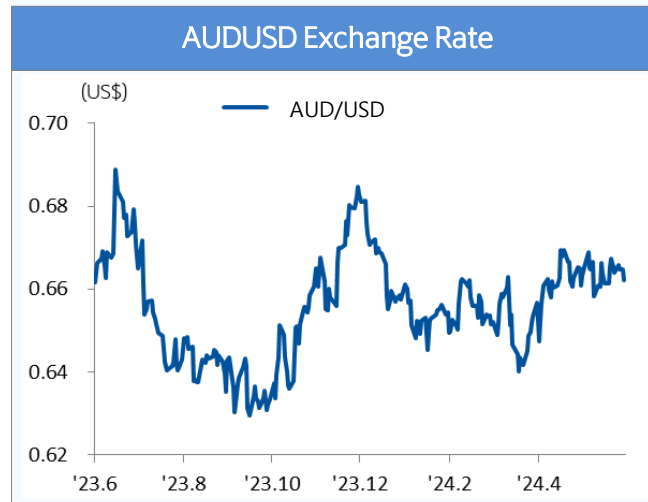
AUD/USD	0.6666
52wk high	0.6889
52wk low	0.6296
S&P/ASX200	7,732
52wk high	7,897
52wk low	6,773
Government Bond(10yr,%)	4.37
52wk high	4.95
52wk low	3.87
<b>Major Indices Snap shot</b>	
Real GDP growth rate (%YoY)	1.1
Consumer Prices(%YoY)	3.6
Producer Prices(%YoY)	4.3
Policy rate(%)	4.35
AU-US 2yr spread(%)	-0.54
China Imports From Australia(billion USD)	-5.4
Exports(%MoM)	4.0
Imports(%MoM)	-0.4
Current Account(billion AUD)	-0.2

### Last Week :

- Despite the widespread strength of the USD in June, the AUD remained resilient.
- AU's May CPI exceeded both the previous month and market expectations, reaching 4.0%. This led some to speculate that the RBA might raise interest rates. Throughout the week, the AUD consistently traded above 0.66, though its direction remained unclear.

### Outlook :

- Australian inflation has actually risen this year, which could justify a hawkish stance from the RBA, resulting in limited downside for the AUD.
- However, uncertainties in European politics, as well as the weakness in the yen and yuan and the broad strength of the USD, are likely to cap the AUD's upside, suggesting that it will remain range-bound for the time being.



Source : Refinitiv, SHB Solution & Trading Center

\*Wells Fargo adjusted forecast upward.

### AUD/USD Forecast Distribution \* (as of 6/28)

	'24.09	'24.12	'25.03
A N Z	0.67	0.69	0.70
Wells Fargo	0.66	0.68	0.69
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 2024.07.01

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-07-01	105.69	0.20	0.97	0.64	4.30	2.70	4.30
	Euro (EUR/USD)	2024-07-01	1.07	0.05	-1.52	-0.05	-2.78	-1.59	-2.73
	Yen (USD/JPY)	2024-07-01	160.81	-0.74	-2.94	-5.70	-12.39	-10.03	-12.29
	Pound (GBP/USD)	2024-07-01	1.27	-0.28	-1.23	0.78	-0.61	-0.34	-0.64
	Switzerland (USD/CHF)	2024-07-01	0.90	-0.78	-0.48	0.48	-6.59	-0.41	-6.51
	Australia (AUD/USD)	2024-07-01	0.67	0.32	-0.16	2.91	-1.98	0.07	-1.97
FX - EM	South Korea (USD/KRW)	2024-06-28	1,376.50	0.85	-1.32	-2.20	-6.42	-5.01	-6.42
	China (USD/CNY)	2024-06-29	7.27	-0.09	-0.32	-0.56	-2.16	-0.39	-2.30
	<b>India (USD/INR)</b>	<b>2024-06-28</b>	<b>83.39</b>	<b>0.18</b>	<b>-0.25</b>	<b>0.01</b>	<b>-0.26</b>	<b>-1.60</b>	<b>-0.22</b>
	Indonesia (USD/IDR)	2024-06-28	16,375.00	0.46	-1.74	-3.18	-5.83	-8.44	-5.97
	<b>Vietnam (USD/VND)</b>	<b>2024-06-28</b>	<b>25,455.00</b>	<b>0.00</b>	<b>-0.01</b>	<b>-2.64</b>	<b>-4.73</b>	<b>-7.48</b>	<b>-4.66</b>
	Brazil (USD/BRL)	2024-06-29	5.59	-2.90	-7.75	-10.37	-13.17	-13.30	-13.17
	Russia (USD/RUB)	2024-06-29	85.77	3.86	3.28	7.94	3.19	0.55	4.32
Stock - DM	United States Dow Jones	2024-06-29	39,118.86	-0.08	1.12	-1.13	3.79	13.69	3.79
	United States NASDAQ	2024-06-29	17,732.60	0.24	5.96	8.15	18.13	28.61	18.13
	United States S&P 500	2024-06-29	5,460.48	-0.08	3.47	4.13	14.48	22.70	14.48
	Japan NIKKEI225	2024-06-28	39,583.08	2.56	2.85	-0.55	18.28	19.27	18.28
	United Kingdom FTSE	2024-06-29	8,164.12	-0.89	-1.34	2.66	5.57	8.40	5.57
	France CAC40	2024-06-29	7,479.40	-1.96	-6.42	-8.85	-0.85	1.07	-0.85
	Germany DAX	2024-06-29	18,235.45	0.40	-1.42	-1.39	8.86	12.93	8.86
Stock - EM	South Korea KOSPI	2024-06-28	2,797.82	0.49	6.12	1.82	5.37	9.11	5.37
	China Shanghai Stock Exchange	2024-06-28	2,967.40	-1.03	-3.87	-3.57	-0.25	-7.33	-0.25
	<b>India Sensex</b>	<b>2024-06-28</b>	<b>79,032.73</b>	<b>2.36</b>	<b>6.86</b>	<b>6.78</b>	<b>9.35</b>	<b>22.12</b>	<b>9.40</b>
	Indonesia Jakarta	2024-06-28	7,063.58	2.67	1.33	-1.96	-2.88	6.03	-2.88
	<b>Vietnam VN index</b>	<b>2024-06-28</b>	<b>1,245.32</b>	<b>-2.86</b>	<b>-1.30</b>	<b>-2.82</b>	<b>10.21</b>	<b>11.17</b>	<b>10.21</b>
	Russia RTS	2024-06-21	1,151.93	0.00	-3.95	2.44	9.51	8.90	6.32
	Brazil Bovespa	2024-06-29	123,906.55	2.11	1.48	-2.43	-7.66	4.93	-7.66
Rates - DM	United States	2024-06-28	4.40	14.07	-15.39	19.58	55.18	68.83	51.70
	Germany	2024-06-28	2.50	8.80	-9.20	20.20	55.60	18.50	47.60
	United Kingdom	2024-06-28	4.17	8.90	-10.90	23.90	67.90	-14.40	63.50
	Japan	2024-06-28	1.06	8.20	2.70	34.60	46.20	66.80	44.30
Rates - EM	South Korea	2024-06-28	3.26	1.80	-21.70	-12.00	8.50	-35.00	8.50
	<b>India</b>	<b>2024-06-28</b>	<b>7.01</b>	<b>3.60</b>	<b>1.30</b>	<b>-4.70</b>	<b>-20.20</b>	<b>-4.90</b>	<b>-16.50</b>
	Indonesia	2024-06-28	7.07	-7.10	13.80	38.00	58.80	81.20	59.30
	<b>Vietnam</b>	<b>2024-06-28</b>	<b>2.89</b>	<b>4.00</b>	<b>-12.00</b>	<b>19.00</b>	<b>53.00</b>	<b>21.00</b>	<b>52.00</b>
	Russia	2024-06-20	15.45	45.28	136.68	228.34	359.60	442.91	358.28
	Brazil	2024-06-28	12.33	38.00	52.60	123.80	196.70	141.60	196.70
Commodity	WTI (\$/bbl)	2024-07-01	81.61	-0.02	6.00	-2.51	13.90	15.53	13.90
	Brent (\$/bbl)	2024-07-01	85.06	-1.10	4.21	-2.70	10.41	13.56	10.41
	Gold (\$/oz)	2024-07-01	2,325.25	-0.40	-1.08	3.28	12.71	21.00	12.71

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