

Weekly Global FX Market Monitor

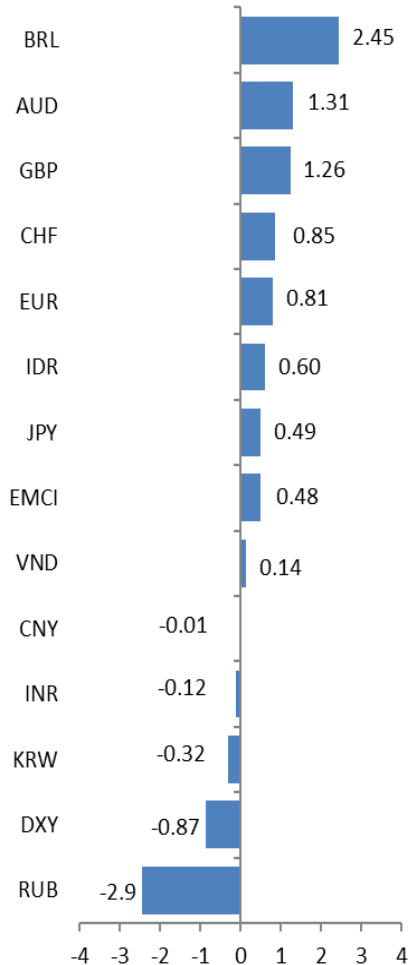
2024.07.08



Global

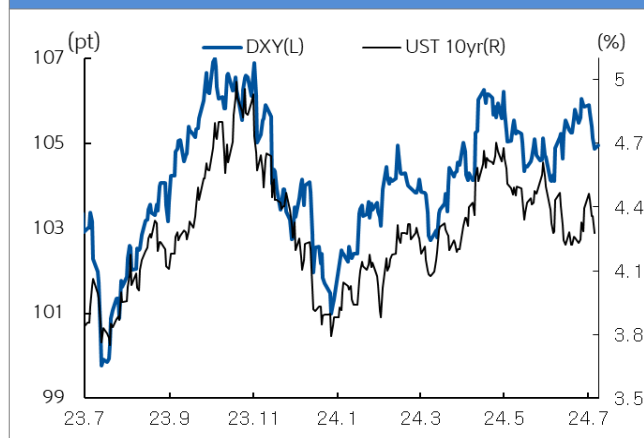
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Translation: Jae Yeon Hyun

■ Weekly Change (%)



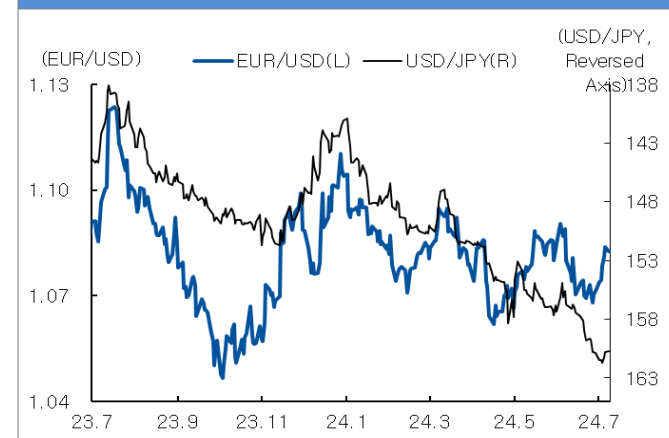
- Last week: Weak USD(-0.87%), Strong EUR(+0.81%), Strong JPY(+0.49%)
- DXY dropped due to Powell's dovish comments at the ECB event, 4-year-low US ISM service PMI, and June job report that indicates slowdown in labor market.
- Markets relieved on the surprise defeat of the far-right National Rally and EUR rose, closing at 1.08 dollar level.
- USDJPY rose on increasing political uncertainty after the US presidential debate. But as data due last week confirmed slowdown in US economy, USDJPY fell and closed at 160yen level.
- Possibility of rate cut in September rose on Powell's dovish comment and sluggish US economic data and EM currencies rose.
 - After the US presidential debate, US treasury and dollar rose. Yuan weakened on China's sluggish June service PMI. But after US economic data was announced late in the week, USDCNY slightly dropped and CNY (-0.01%) remained steady.
- INR(-0.12%) weakened while VND(+0.14%) and IDR(+0.60) strengthened.

Dollar Index & US Treasury 10yr



Source : Bloomberg , SHB Solution & Trading Center

EUR & JPY Trend



Source : Bloomberg , SHB Solution & Trading Center

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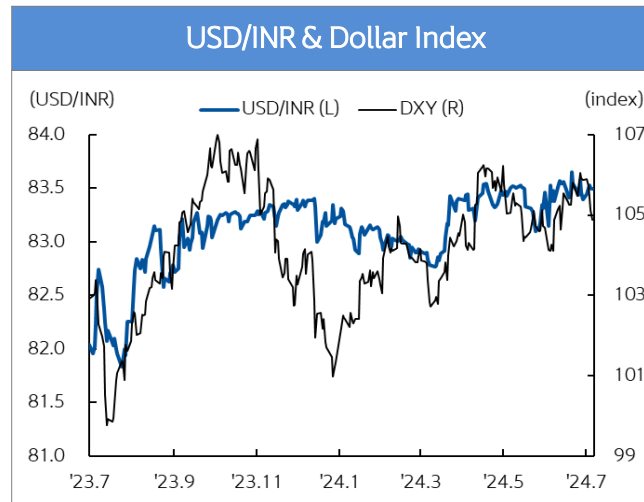


India

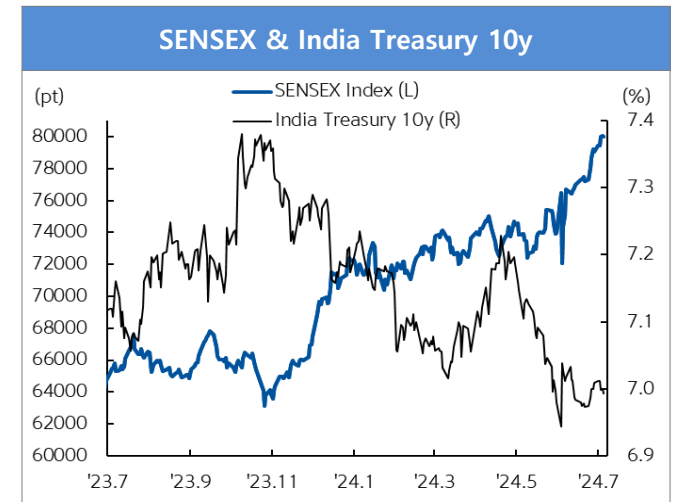
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USD/INR	83.49
52wk high	83.67
52wk low	81.67
Sensex	79,997
52wk high	80,393
52wk low	63,093
Government Bond (10yr,%)	6.99
52wk high	7.40
52wk low	6.94
Major Indices Snap shot	
Real GDP Growth	7.76
Rate(% YoY)	7.76
Consumer Prices (% YoY)	4.75
Producer Prices (% YoY)	2.61
RBI rate(%)	6.50
Manufacturing PMI (index)	58.3
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)	651,997

- Last week, USD/INR moved around 83.44~83.53, dropped compared to last week.(-0.12%)
- INR weakened due to rise in oil prices, despite global weak dollar on eased political risk in U.K. and France and slowdown in major US indicators.
- June manufacturing and service PMI was 58.3 and 60.5, employment increased fastest in 19 years on solid demand.
- FPI net purchased in equity and bond market.
 - Equity: net purchased(7/1~7/4 cumulative: \$767.31 mil), SENSEX rose.(+2.36%)
 - Bond: net purchased(7/1~7/4 cumulative: \$490.78 mil), bond yield rose.(10y, 6.99%,-1.60bp)
- While US June CPI(consensus: 3.1%yoY) is due on 11th, dollar is expected to fall if progress in disinflation is confirmed. But oil price will continue to rise due to seasonal factor and downward pressure on USD/INR will be limited. June consumer price(consensus: 4.4%yoY) and May mining and manufacturing production(consensus: 4.9%yoY) are due this week. (Expected Range: 83.1~83.8)



Source: Bloomberg, SHB Solution & Trading Center



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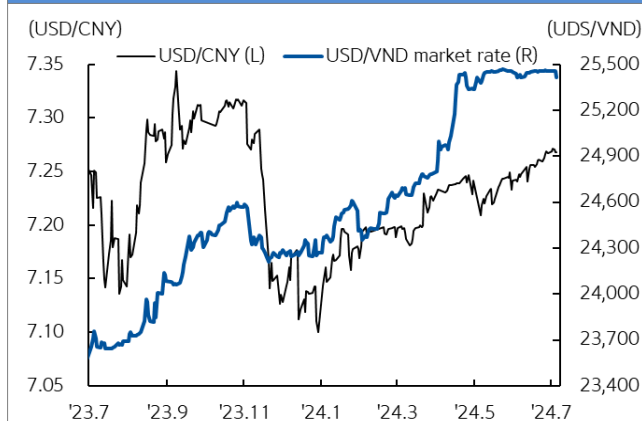
Vietnam

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USD/VND	25,420
52wk high	25,477
52wk low	23,612
VN index	1,283
52wk high	1,306
52wk low	1,020
Government Bond(10yr,%)	2.80
52wk high	3.25
52wk low	2.23
Major Indices Snap shot	
Real GDP Growth	6.93
Rate(% YoY)	
Consumer Prices (% YoY)	4.34
Total Mining Industries	
Producer Price(% YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	54.7
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

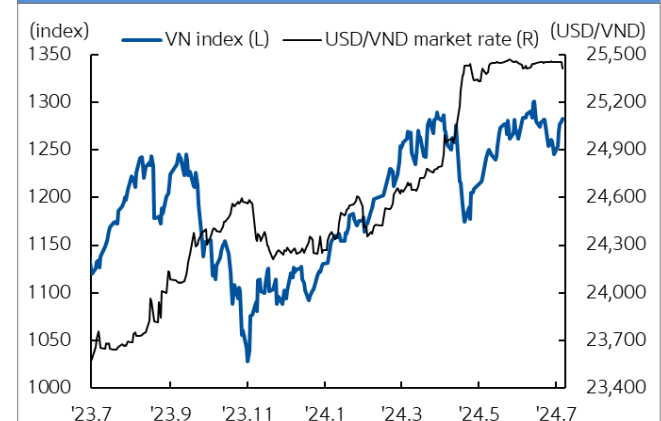
- Last week, USD/VND moved around 25,417~25,456, Strengthen compared to last week(+0.14%)
- SBV announced central rate 24,246, appreciation(+0.06%) compared to last week.
- The CNY exchange rate briefly exceeded 7.31 in the offshore market early in the week due to the aftermath of the U.S. presidential debate but fell to around 7.26 as the USD retreated following weak U.S. economic data and easing European political concerns. The VND exchange rate ended the week at 25,417 VND, with volatility extremely limited due to central bank intervention.
- The manufacturing PMI for June surged to 54.7, marking expansion for three consecutive months. New orders increased rapidly, boosting production and purchasing activities among businesses.
- FPI net sold 90.72 million.
 - VN Index rose by 3.03%, VNIBOR3M remained flat at 4.85%(7/5)
- If further disinflation progress is confirmed in the upcoming U.S. June inflation data, the pressure on the VND exchange rate may ease slightly this week. However, caution is still needed regarding the potential for increased upward risk in the CNY exchange rate.

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	0.6747
52wk high	0.6889
52wk low	0.6296
S&P/ASX200	7,791
52wk high	7,897
52wk low	6,773
Government Bond(10yr,%)	4.37
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(%)	-0.40
China Imports From Australia(billion USD)	-5.4
Exports(%MoM)	4.0
Imports(%MoM)	-0.4
Current Account(billion AUD)	-0.2

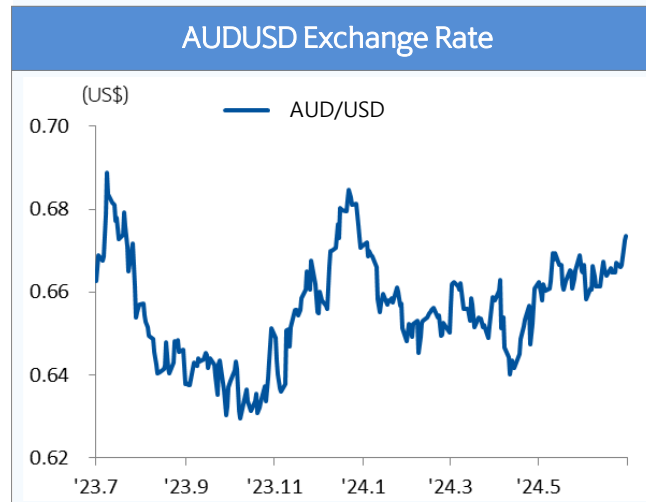
• Last Week :

- On the 3rd, the unexpectedly poor ISM Services Index for June in the U.S led to a drop in the USD and a rise in the AUD. The more hawkish stance of the RBA compared to the U.S. further fueled the rise in the AUD.
- Early in the week, after the U.S. presidential TV debate on June 27, the AUD saw limited losses despite initial declines as Trump's lead strengthened.

• Outlook :

- With the weakening USD, the AUD is expected to see short-term further gains. If Biden announces his withdrawal from the candidacy, the USD could decline further, boosting the AUD amid eased market concerns following the French parliamentary election.
- On the 11th, if the June CPI shows further progress in inflation control, the AUD is likely to benefit.

*MUFG downward adjusted its forecast.



Source : Refinitiv, SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 7/5)

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

Source : Bloomberg, SHB Solution & Trading Center

Major Price Variations in Global Markets 2024.07.08

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-07-08	104.95	-0.87	0.06	0.77	2.68	2.62	3.57
	Euro (EUR/USD)	2024-07-08	1.08	0.81	0.58	-0.29	-1.12	-1.58	-1.92
	Yen (USD/JPY)	2024-07-08	160.67	0.49	-2.26	-5.51	-10.23	-12.05	-12.22
	Pound (GBP/USD)	2024-07-08	1.28	1.26	0.61	1.22	0.48	-0.40	0.61
	Switzerland (USD/CHF)	2024-07-08	0.90	0.85	0.16	1.15	-5.25	-1.09	-6.00
	Australia (AUD/USD)	2024-07-08	0.67	1.31	2.07	2.17	0.40	1.08	-0.95
FX - EM	South Korea (USD/KRW)	2024-07-06	1,380.95	-0.32	-0.58	-2.05	-4.73	-5.97	-6.72
	China (USD/CNY)	2024-07-06	7.27	-0.01	-0.28	-0.48	-1.67	-0.24	-2.32
	India (USD/INR)	2024-07-05	83.49	-0.12	-0.14	-0.24	-0.40	-1.52	-0.34
	Indonesia (USD/IDR)	2024-07-05	16,278.00	0.60	0.04	-2.66	-4.69	-7.76	-5.41
	Vietnam (USD/VND)	2024-07-08	25,420.00	0.14	0.01	-1.75	-4.25	-6.97	-4.53
	Brazil (USD/BRL)	2024-07-06	5.46	2.45	-2.96	-7.21	-10.70	-11.18	-11.04
	Russia (USD/RUB)	2024-07-06	87.92	-2.45	1.29	5.31	3.43	2.92	1.76
Stock - DM	United States Dow Jones	2024-07-06	39,375.87	0.54	1.49	1.24	4.49	16.72	4.47
	United States NASDAQ	2024-07-06	18,352.76	2.77	7.12	12.91	23.64	34.35	22.26
	United States S&P 500	2024-07-06	5,567.19	1.54	4.12	7.01	16.87	26.56	16.72
	Japan NIKKEI225	2024-07-05	40,912.37	3.36	5.76	3.98	22.57	26.32	22.26
	United Kingdom FTSE	2024-07-06	8,203.93	0.49	-0.50	3.28	6.62	13.05	6.09
	France CAC40	2024-07-06	7,675.62	2.62	-4.08	-5.46	3.03	7.93	1.76
	Germany DAX	2024-07-06	18,475.45	1.32	-0.44	0.85	10.52	18.41	10.29
	Stock - EM	South Korea KOSPI	2024-07-05	2,862.23	2.30	5.13	5.32	11.47	13.28
China Shanghai Stock Exchange		2024-07-05	2,949.93	-0.59	-3.32	-3.19	2.16	-7.72	-0.84
India Sensex		2024-07-05	79,996.60	1.22	4.31	7.03	12.11	22.54	10.74
Indonesia Jakarta		2024-07-05	7,253.37	2.69	5.15	-0.46	-0.41	7.99	-0.27
Vietnam VN index		2024-07-05	1,283.04	3.03	-0.35	2.61	10.59	12.74	13.55
Russia RTS		2024-06-21	1,151.93	0.00	-3.95	2.44	9.51	8.90	6.32
Brazil Bovespa		2024-07-06	126,267.05	1.91	4.55	-2.01	-4.65	6.20	-5.90
Rates - DM	United States	2024-07-05	4.28	-11.77	0.29	-12.32	23.27	34.69	39.93
	Germany	2024-07-05	2.56	5.60	4.40	15.70	40.00	7.80	53.20
	United Kingdom	2024-07-05	4.13	-4.70	-5.90	5.60	33.80	-36.90	58.80
	Japan	2024-07-05	1.08	2.20	6.20	29.00	46.90	68.70	46.50
	Rates - EM	South Korea	2024-07-05	3.22	-4.50	-21.70	-22.00	-12.20	-42.00
India		2024-07-05	6.99	-1.60	-3.40	-12.90	-24.20	-11.40	-18.10
Indonesia		2024-07-05	7.07	-0.70	15.40	41.20	35.90	88.90	58.60
Vietnam		2024-07-05	2.80	-5.00	-4.00	-5.00	40.00	10.00	40.00
Russia		2024-06-20	15.45	45.28	136.68	228.34	359.60	442.91	358.28
Brazil		2024-07-05	11.93	-40.20	6.30	56.90	134.40	111.30	156.50
Commodity	WTI (\$/bbl)	2024-07-08	83.21	2.05	10.17	-3.73	17.58	12.66	16.13
	Brent (\$/bbl)	2024-07-08	86.81	0.24	9.03	-3.95	14.04	10.63	12.68
	Gold (\$/oz)	2024-07-08	2,386.35	2.34	3.27	2.02	17.67	23.94	15.67

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