

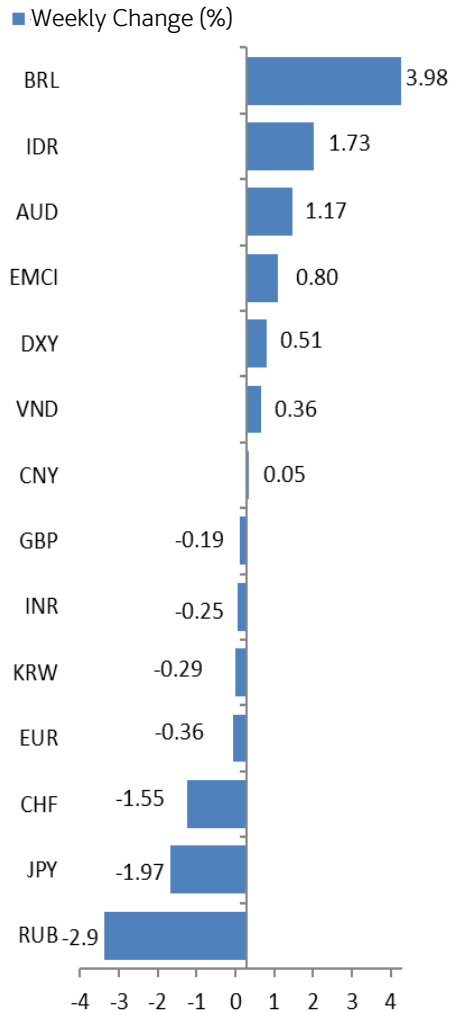
Weekly Global FX Market Monitor

2024.08.12



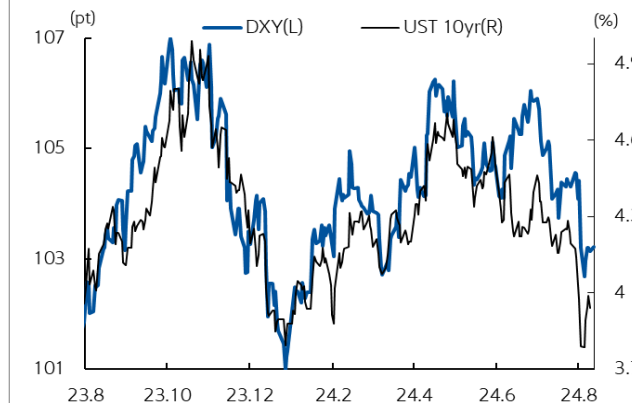
Global

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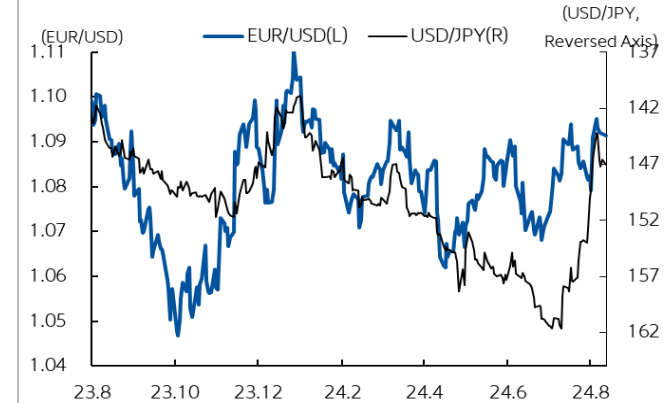
- Last week: Strong USD(+0.51%), Weak EUR(-0.36%), Weak JPY(-1.97%)
- DXY dropped earlier in the week on concerns over lagging US economy and yen carry trade unwinding but as risk averse sentiment emerged and BOJ's stepped back from its hawkish stance, DXY rebounded.
- Yen carry trade triggered FX market volatility but EUR showed downward rigidity around 1.09 and moved within limited range.
- Slowdown in US employment and BOJ's rate hike resulted in drop in USDJPY rate. But the rate rebounded as concerns over US job data eased and possibility of additional rate hike within the year diminished, closing around 146yen level.
- Concerns over US economy damaged investor sentiment and EM currencies index(+0.80%) dropped early in the week but as the market stabilized later in the week, rebounded.
- In the midst of yen carry trade unwinding, currencies with low interest rate strengthened distinctively and CNY(+0.05%) strengthened but FX rate slightly dropped as the market stabilized.
- INR(-0.25%) weakened while VND(+0.36%) and IDR(+1.73%) 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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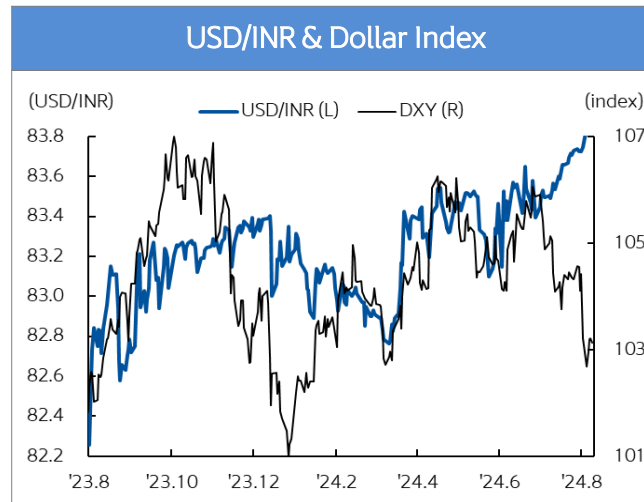


India

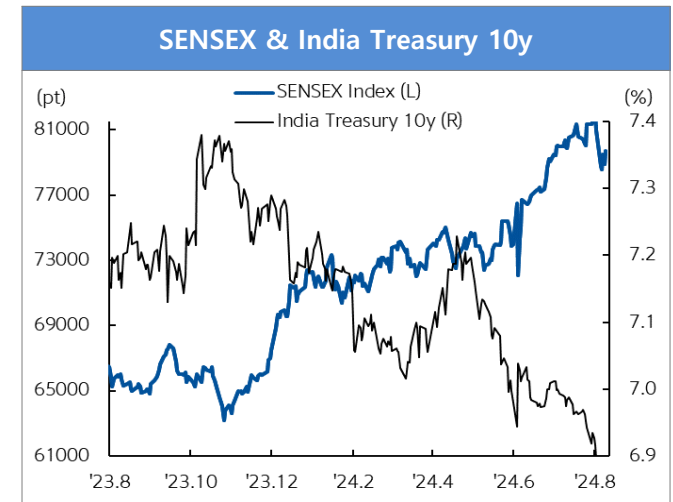
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USD/INR	83.96
52wk high	83.99
52wk low	82.36
Sensex	79,706
52wk high	82,129
52wk low	63,093
Government Bond (10yr,%)	6.88
52wk high	7.40
52wk low	6.84
Major Indices Snap shot	
Real GDP Growth	7.76
Rate(% YoY)	5.08
Consumer Prices (% YoY)	3.36
Producer Prices (% YoY)	6.50
RBI rate(%)	58.1
Manufacturing PMI (index)	5.90
Industrial Production (% YoY)	4.00
Core Sector Growth(% YoY)	2.56
Exports (% YoY)	4.98
Imports (% YoY)	5.70
Current Account (\$bn)	-8509.7
Financial Earnings and Expenses (INR10mn)	674,919
FX Reserve (\$mn)	

- USD/INR moved in the range of 83.84~83.96, weakened compared to last week. (-0.25%)
- USD/INR rose up to 84 rupee due to concerns over US economy, yen carry trade unwinding, rise in oil prices due to rising tension in the Middle East, etc.
- RBI set the policy rate unchanged at 6.5%. RBI portrayed careful stance on rate cut due to rising concerns over food prices.
- July service PMI was 60.3, slowed down compared to last month (61.1).
- FPI net sold in equity market and net purchased in bond market.
 - Equity: net sold(8/5~8/8 cumulative: \$1.77bil), SENSEX dropped. (-1.58%)
 - Bond: net purchased(8/5~8/8 cumulative: \$82.25mil), bond yield dropped.(10y, 6.88%, -1.20bp)
- Extreme volatility last week seems to be retracted, but domestic equity market volatility seems inevitable due to external uncertainty. USDINR is expected to receive upward pressure but RBI intervention limit the rise. July CPI (consensus: 3.60%yoy), export/import (consensus: trade deficit \$21.5bil), and June mining/manufacturing production (consensus: 5.5%yoy) are due (Expected Range: 83.6~84.2)



Source: Bloomberg, SHB Solution & Trading Center



Source: Bloomberg, SHB Solution & Trading Center

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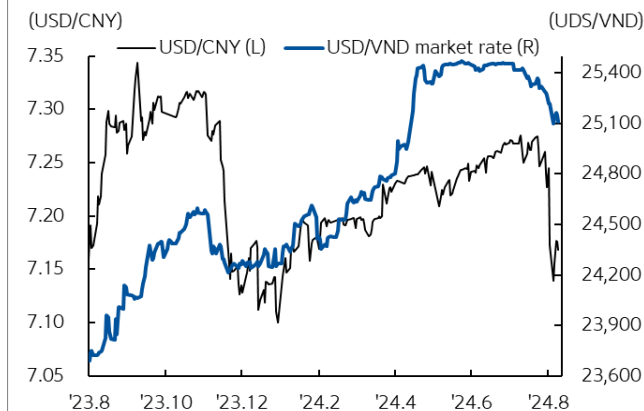
Vietnam

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USD/VND	25,109
52wk high	25,477
52wk low	23,735
VN index	1,224
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	6.93
Rate(% YoY)	
Consumer Prices (% YoY)	4.36
Total Mining Industries	
Producer Price(% YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	54.7
Industrial Production (% YoY)	11.20
Retail Sales(% YoY)	8.70
Exports (% YoY)	19.1
Imports (% YoY)	24.7
Current Account (\$mn)	5221.00
Financial Earnings and Expenses (VND10bn)	18,465
FX Reserve (\$mn)	88,086

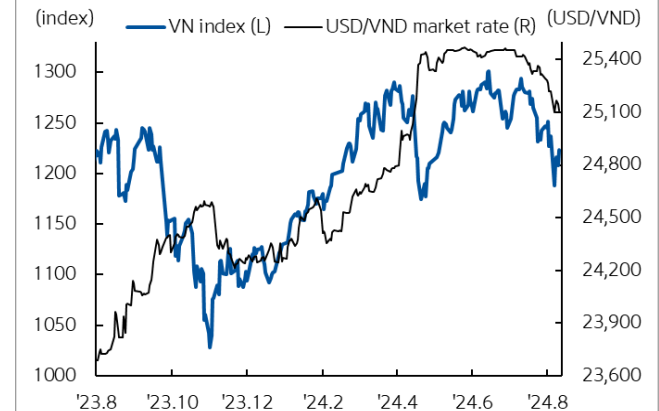
- Last week, USD/VND moved around 25,101~25,166, strengthened compared to last week(+0.44%)
- SBV announced central rate at 24,260, weakened(-0.07%) compared to last week.
- The CNY surged early in the week due to the Yen carry trade unwinding, with the offshore rate nearly reaching 7.08. As the market stabilized, the CNY rebounded, closing at around 7.17 by the end of the week. The Vietnamese stock market initially plummeted due to US recession fears but later rebounded as these fears eased and expectations for a significant Fed rate cut weakened. The VND exchange rate fell to around 25,100 supported by a weaker US dollar and a stronger Yuan.
- FPI net sold 156.2million.
 - VN index fell by 1.05%, VNIBOR3M was 4.75%(-15bp)
- The anticipated Fed rate cut seems to have stabilized the VND exchange rate. However, upcoming Chinese economic data could potentially exert downward pressure on the USD/VND exchange rate if the results are positive. Given the recent trends in Chinese indicators, downside risks remain. It is also important to consider the potential for the Yuan and VND exchange rates to rise again due to the stabilization of Yen carry trade unwinding.(Expected Range:24,930~25,250)

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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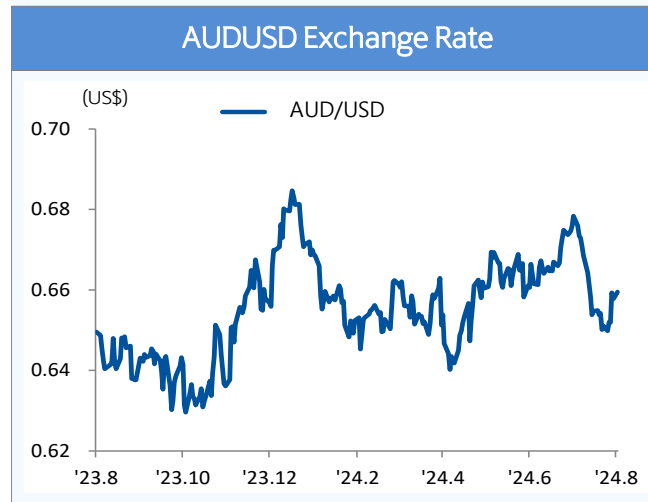
AUD/USD	0.6595
52wk high	0.6847
52wk low	0.6296
S&P/ASX200	7,814
52wk high	8,115
52wk low	6,773
Government Bond(10yr,%)	4.05
52wk high	4.95
52wk low	3.89
Major Indices Snap shot	
Real GDP growth rate (%YoY)	1.1
Consumer Prices(%YoY)	3.8
Producer Prices(%YoY)	4.8
Policy rate(%)	4.35
AU-US 2yr spread(%)	-0.27
China Imports From Australia(billion USD)	-7.8
Exports(%MoM)	4.0
Imports(%MoM)	-0.4
Current Account(billion AUD)	-0.2

Last Week :

- AUD is traditionally an investment currency in Yen carry trades, which tend to see significant declines when unwound.
- As a result, the AUD hit a yearly low and briefly fell below 0.64 on the 5th when the unwinding peaked. As the market stabilized, the AUD rebounded sharply, approaching 0.66 by the end of the week.

Outlook :

- On the 6th, the RBA kept interest rates unchanged but maintained a hawkish stance, not ruling out future rate hikes.
- With the Yen carry trade unwinding subsiding and the Yen's influence gradually decreasing, the expectation of a US rate cut suggests the AUD may further recover its recent losses.



Source : Refinitiv, SHB Solution & Trading Center

*MUFG adjusted its forecast downward.

AUD/USD Forecast Distribution * (as of 8/9)

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

Source : Bloomberg, SHB Solution & Trading Center

Major Price Variations in Global Markets 2024.08.12

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-08-12	103.22	0.51	-0.84	-1.98	-0.92	0.36	1.86
	Euro (EUR/USD)	2024-08-12	1.09	-0.36	0.06	1.14	1.31	0.06	-1.14
	Yen (USD/JPY)	2024-08-12	147.08	-1.97	7.31	6.21	1.54	-1.03	-4.11
	Pound (GBP/USD)	2024-08-12	1.28	-0.19	-1.82	1.54	0.97	0.54	0.17
	Switzerland (USD/CHF)	2024-08-12	0.87	-1.55	3.33	4.93	1.17	1.48	-2.80
	Australia (AUD/USD)	2024-08-12	0.66	1.17	-3.10	-0.51	0.66	1.34	-3.49
FX - EM	South Korea (USD/KRW)	2024-08-10	1,365.10	-0.29	1.35	0.36	-2.70	-3.60	-5.64
	China (USD/CNY)	2024-08-10	7.17	0.05	1.46	0.72	0.35	0.59	-0.95
	India (USD/INR)	2024-08-09	83.96	-0.25	-0.55	-0.53	-1.10	-1.35	-0.89
	Indonesia (USD/IDR)	2024-08-09	15,925.00	1.73	2.04	0.75	-1.82	-4.61	-3.32
	Vietnam (USD/VND)	2024-08-10	25,109.00	0.44	1.23	1.33	-2.71	-5.45	-3.35
	Brazil (USD/BRL)	2024-08-10	5.51	3.98	-1.59	-6.66	-10.06	-10.97	-11.83
	Russia (USD/RUB)	2024-08-10	88.60	-3.68	-0.85	4.47	2.88	9.31	0.98
Stock - DM	United States Dow Jones	2024-08-10	39,497.54	-0.60	-1.26	-0.04	1.80	11.95	4.80
	United States NASDAQ	2024-08-10	16,745.30	-0.18	-8.99	2.47	5.04	22.72	11.55
	United States S&P 500	2024-08-10	5,344.16	-0.04	-4.83	2.33	6.42	19.72	12.04
	Japan NIKKEI225	2024-08-09	35,025.00	-2.46	-14.97	-8.38	-5.07	7.86	4.66
	United Kingdom FTSE	2024-08-10	8,168.10	-0.08	-1.03	-3.15	7.85	8.56	5.62
	France CAC40	2024-08-10	7,269.71	0.25	-5.89	-11.55	-5.46	-0.96	-3.63
	Germany DAX	2024-08-10	17,722.88	0.35	-5.47	-5.59	4.02	11.94	5.80
Stock - EM	South Korea KOSPI	2024-08-09	2,588.43	-3.28	-9.40	-5.10	-1.22	-0.11	-2.52
	China Shanghai Stock Exchange	2024-08-09	2,862.19	-1.48	-3.67	-9.27	-0.13	-10.25	-3.79
	India Sensex	2024-08-09	79,705.91	-1.58	-1.01	9.69	12.15	22.02	10.33
	Indonesia Jakarta	2024-08-09	7,257.00	-0.70	-0.96	2.37	-0.56	5.48	-0.22
	Vietnam VN index	2024-08-09	1,223.64	-1.05	-4.46	-1.69	2.10	-0.70	8.29
	Brazil Bovespa	2024-08-10	130,614.59	3.78	1.33	2.36	2.02	10.63	-2.66
Rates - DM	United States	2024-08-09	3.94	14.94	-35.61	-51.33	-23.56	-6.83	6.07
	Germany	2024-08-09	2.23	5.10	-35.50	-27.00	-15.70	-27.20	20.10
	United Kingdom	2024-08-09	3.95	11.70	-21.40	-19.70	-14.10	-42.00	40.80
	Japan	2024-08-09	0.85	-9.70	-23.90	-6.50	12.70	26.90	23.90
Rates - EM	South Korea	2024-08-09	3.01	4.20	-18.80	-54.50	-39.30	-76.40	-16.30
	India	2024-08-09	6.88	-1.20	-10.60	-25.00	-22.40	-29.20	-29.20
	Indonesia	2024-08-09	6.77	-7.20	-28.90	-19.30	15.70	44.30	29.40
	Vietnam	2024-08-09	2.85	-2.00	-2.00	-2.00	43.00	32.00	48.00
	Russia	2024-06-20	15.45	45.28	136.68	228.34	359.60	442.91	358.28
	Brazil	2024-08-09	11.54	-22.80	-26.40	-17.90	72.10	70.00	117.20
Commodity	WTI (\$/bbl)	2024-08-12	76.96	5.51	-6.39	-1.66	0.05	-7.49	7.41
	Brent (\$/bbl)	2024-08-12	79.68	4.43	-6.29	-3.76	-2.83	-8.21	3.43
	Gold (\$/oz)	2024-08-12	2,428.51	0.74	0.71	3.95	20.22	27.34	17.72

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