

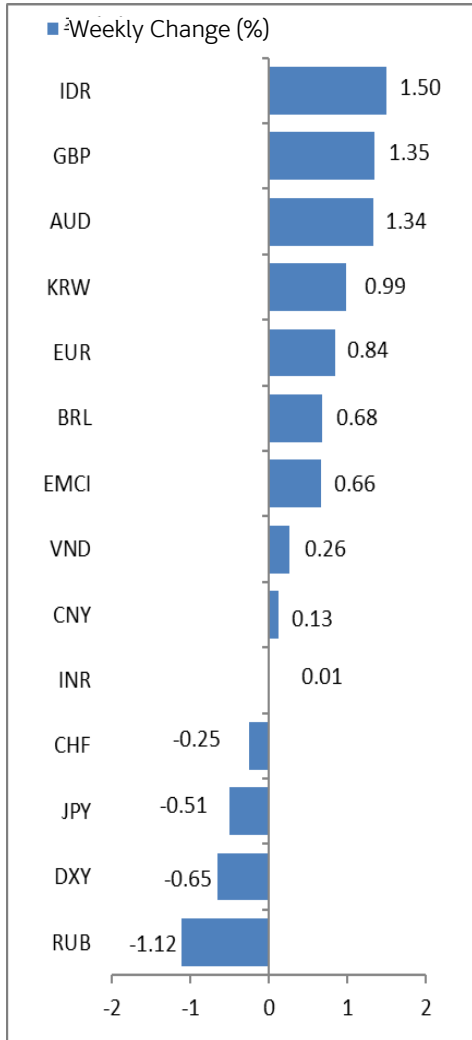
Weekly Global FX Market Monitor

2024.08.19

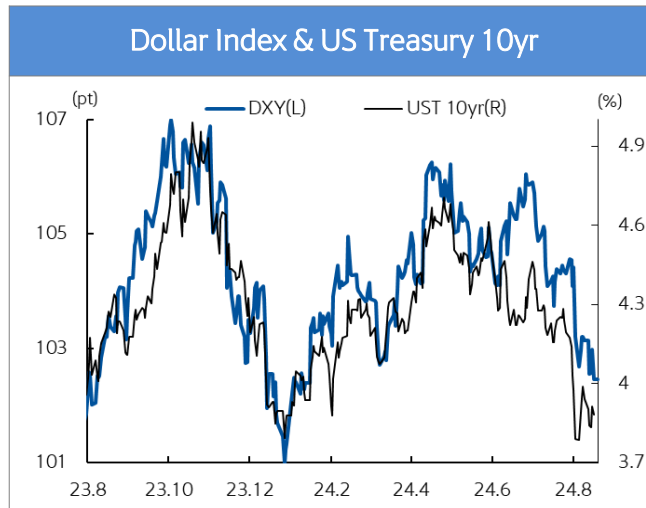


Global

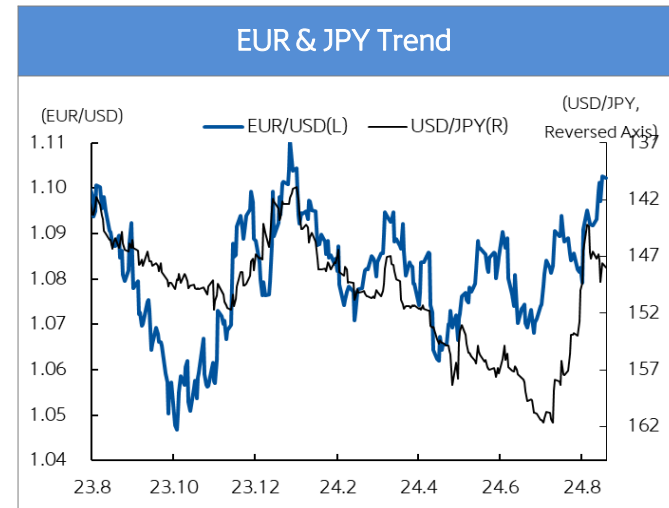
Solution & Trading Center, Seo Jae Kim
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Translation: Jae Yeon Hyun



- Last week: Weak USD(-0.65%), Strong EUR(+0.84%), Weak JPY(-0.51%)
- Worries on US economic slowdown has diminished and anticipation on the Fed's rate cut has remained due to slowdown in PPI and CPI. Yet, DXY dropped only slightly on excessive expectation on the speed of the Fed's rate cuts.
- Although anticipation on the Fed's rate cut has weakened, the market considers the ECB to be more hawkish than the Fed in terms of the speed of future rate cuts. Despite lagging economic data in Europe, EUR strengthened.
- While the BOJ's additional rate cuts within the year seem less likely, yen weakened as yen carry trade unwinding concluded.
- EM currencies index(+0.66%) rose as market sentiment improved on the Fed's possible rate cuts and hopes for Gaza ceasefire.
- July industrial production in China was disappointing and yuan loan decreased compared to last month (for the first time in 19 years). Yet, despite strengthening momentum, CNY(+0.13%) rose.
- INR(+0.01%), VND(+0.26%), and IDR(+1.50%) all strengthened.



Source : Bloomberg , SHB Solution & Trading Center



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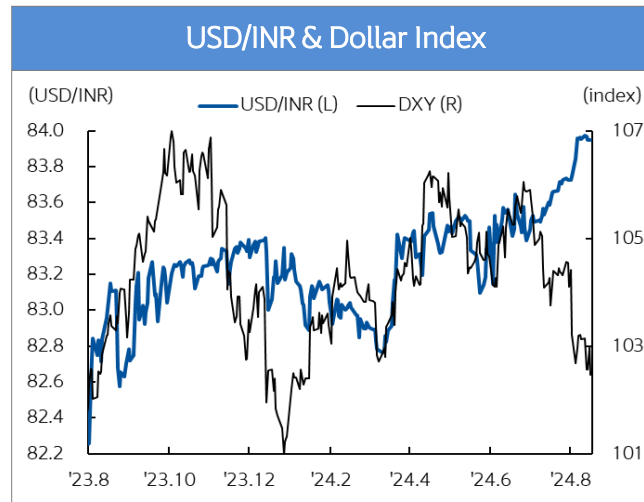


India

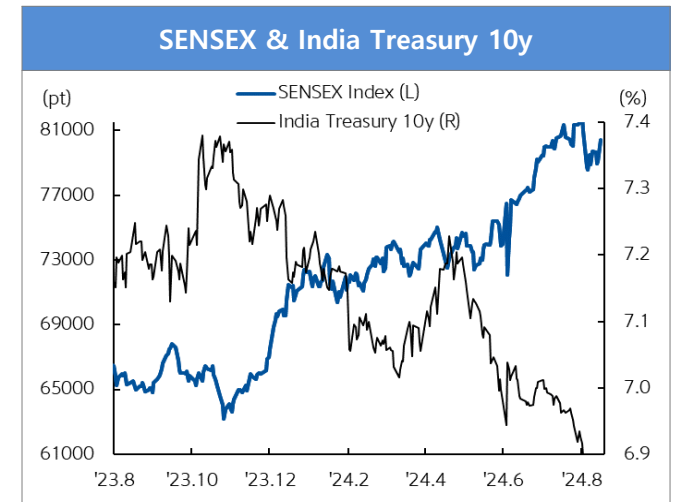
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USD/INR	83.95
52wk high	83.99
52wk low	82.36
Sensex	80,437
52wk high	82,129
52wk low	63,093
Government Bond (10yr,%)	6.87
52wk high	7.40
52wk low	6.84
Major Indices Snap shot	
Real GDP Growth Rate(% YoY)	7.76
Consumer Prices (% YoY)	3.54
Producer Prices (% YoY)	2.04
RBI rate(%)	6.50
Manufacturing PMI (index)	58.1
Industrial Production (% YoY)	4.20
Core Sector Growth(% YoY)	4.00
Exports (% YoY)	-1.48
Imports (% YoY)	7.46
Current Account (\$bn)	5.70
Financial Earnings and Expenses (INR10mn)	-8509.7
FX Reserve (\$mn)	670,119

- USD/INR moved in the range of 83.95~83.97, strengthened compared to last week. (+0.01%)
- Although tension persists ahead of Gaza ceasefire, solid US economic data supported the Fed's rate cuts and USD/INR fell. INR strengthened throughout the week.
- July CPI and retail inflation rose 4.2% and 2.04% yoy. CPI dropped to 5-year low. Export and import decreased 1.5% and increased 7.5% yoy. Trade deficit increased to \$23.49 bil. June mining/manufacturing production rose 4.2% yoy.
- FPI net sold in equity market and net purchased in bond market.
 - Equity: net sold(8/12~8/15 cumulative: \$787.11 mil), SENSEX rose. (+1.97%)
 - Bond: net purchased (8/12~8/15 cumulative: \$235.41 mil), bond yield dropped. (10y, 6.87%, -1.10bp)
- While concerns over US economic hard landing have eased, USD/INR is expected to receive downward pressure due to anticipation on the Fed's rate cuts and Gaza ceasefire. (Expected Range: 83.5~84.1)



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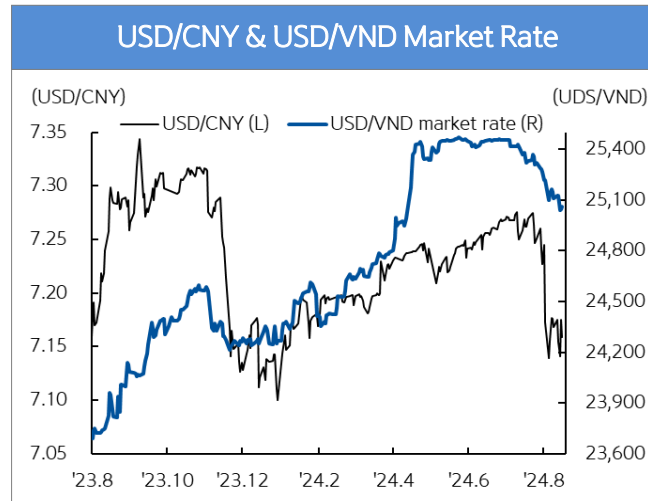


Vietnam

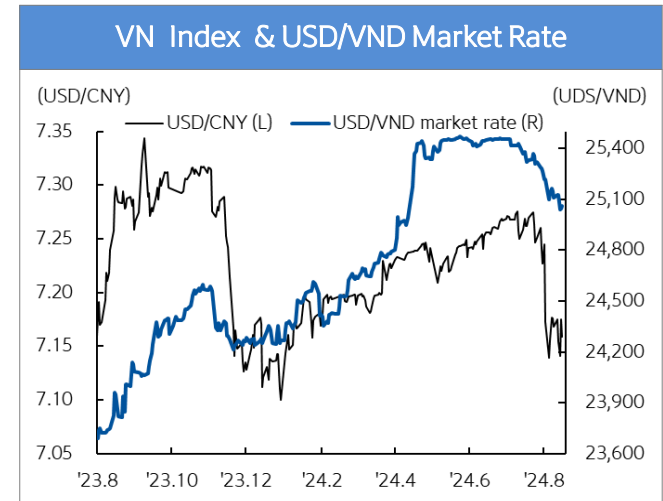
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USD/VND	25,065
52wk high	25,477
52wk low	23,755
VN index	1,252
52wk high	1,306
52wk low	1,020
Government Bond(10yr,%)	2.90
52wk high	3.35
52wk low	2.20
Major Indices Snap shot	
Real GDP Growth	6.93
Rate(% YoY)	
Consumer Prices (% YoY)	4.36
Total Mining 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 25,042~25,126, strengthened compared to last week(+0.26%)
- SBV announced central rate at 24,254, strengthened (+0.02%) compared to last week.
- The CNY fell due to Iran's efforts to mitigate Middle Eastern risks but rose again by the end of the week due to disappointing Chinese economic data, including poor industrial production for July and a deepening decline in housing prices. The VND initially rose early in the week due to fears of Iranian retaliation but then fell as U.S. inflation data came in below expectations, increasing the likelihood of a Fed rate cut in September. However, it rebounded at the end of the week, closing at 25,036 dong due to strong U.S. retail data.
- FPI net bought 42.91 million.
 - VN index fell by 0.99%, VNIBOR3M was 4.667%(-8.3bp)
- With the likelihood of a Fed rate cut in September increasing and the People's Bank of China planning additional measures to support economic growth, the upward pressure on the dong's exchange rate is expected to be limited. This week, the dong's exchange rate is more likely to decline than rise. (Expected Range:24,900~25,200)



Source : Bloomberg , SHB Solution & Trading Center



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Australia

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AUD/USD 0.6680

52wk high 0.6847

52wk low 0.6296

S&P/ASX200 7,963

52wk high 8,115

52wk low 6,773

Government Bond(10yr,%) 3.95

52wk high 4.95

52wk low 3.87

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(%) -0.37

China Imports From Australia(billion USD) -7.8

Exports(%MoM) 4.0

Imports(%MoM) -0.4

Current Account(billion AUD) -0.2

Last Week :

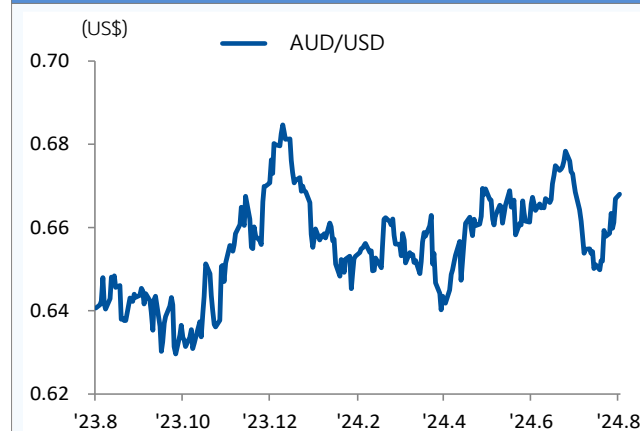
- Following the unwinding of Yen carry trades around August 5th and the subsequent weakening of the Yen, the AUD recovered to 0.66. However, after the 13th, it couldn't sustain further gains and fluctuated around 0.66.
- The outlook for decreased Chinese demand is weighing on the market, as seen in the falling iron ore prices and the broader heavy commodity market trends.

Outlook :

- RBA Governor remains hawkish(August 16, remains focused on potential upside inflation risk), but the recent deterioration in commodity demand outlook is weighing on the AUD's upward movement.
- However, there is a possibility of a slight rise in the AUD following the Jackson Hole meeting on August 23rd.

*No changes.

AUDUSD Exchange Rate



Source : Refinitiv, SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 8/16)

	'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 2024.08.19

SORT	NAME	DATE	PRICE	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-08-19	102.47	-0.65	-1.85	-1.90	-1.74	-0.88	1.12
	Euro (EUR/USD)	2024-08-19	1.10	0.84	1.30	1.53	2.26	1.17	-0.14
	Yen (USD/JPY)	2024-08-19	147.96	-0.51	6.43	5.61	1.47	-1.18	-4.68
	Pound (GBP/USD)	2024-08-19	1.29	1.35	0.22	1.86	2.76	1.46	1.66
	Switzerland (USD/CHF)	2024-08-19	0.87	-0.25	2.48	4.98	1.73	1.28	-3.00
	Australia (AUD/USD)	2024-08-19	0.67	1.34	-0.16	0.11	2.05	4.05	-2.03
FX - EM	South Korea (USD/KRW)	2024-08-17	1,351.75	0.99	2.50	-0.49	-1.20	-1.11	-4.71
	China (USD/CNY)	2024-08-17	7.16	0.13	1.53	0.87	0.48	1.95	-0.83
	India (USD/INR)	2024-08-16	83.95	0.01	-0.43	-0.54	-1.11	-1.19	-0.88
	Indonesia (USD/IDR)	2024-08-16	15,690.00	1.50	3.12	1.50	-0.45	-2.59	-1.87
	Vietnam (USD/VND)	2024-08-19	25,065.00	0.26	1.07	1.55	-2.15	-4.98	-3.18
	Brazil (USD/BRL)	2024-08-17	5.47	0.68	-0.78	-6.25	-9.24	-8.77	-11.23
Russia (USD/RUB)	2024-08-17	89.60	-1.12	-1.34	1.41	3.11	6.69	-0.14	
Stock - DM	United States Dow Jones	2024-08-17	40,659.76	2.94	0.92	1.64	5.26	17.85	7.88
	United States NASDAQ	2024-08-17	17,631.72	5.29	-0.54	5.67	11.77	32.66	17.46
	United States S&P 500	2024-08-17	5,554.25	3.93	0.89	4.73	10.96	27.11	16.45
	Japan NIKKEI225	2024-08-16	38,062.67	9.28	-4.99	-1.87	-1.06	21.02	13.74
	United Kingdom FTSE	2024-08-17	8,311.41	1.75	1.91	-1.29	7.54	14.44	7.48
	France CAC40	2024-08-17	7,449.70	2.48	-1.13	-8.79	-4.10	3.99	-1.24
	Germany DAX	2024-08-17	18,322.40	3.38	0.83	-2.04	7.20	17.65	9.38
Stock - EM	South Korea KOSPI	2024-08-16	2,697.23	5.50	-3.51	-1.01	0.63	7.70	1.58
	China Shanghai Stock Exchange	2024-08-16	2,879.43	0.60	-3.45	-8.71	-1.07	-8.06	-3.21
	India Sensex	2024-08-16	80,436.84	1.97	-0.21	8.69	10.63	23.85	11.35
	Indonesia Jakarta	2024-08-16	7,432.09	2.41	1.89	1.57	1.86	8.34	2.19
	Vietnam VN index	2024-08-16	1,252.23	2.34	-0.99	-1.64	2.23	6.30	10.82
	Brazil Bovespa	2024-08-17	133,953.25	2.56	4.97	4.53	3.81	16.07	-0.17
Rates - DM	United States	2024-08-16	3.88	-5.72	-27.50	-49.24	-39.66	-36.78	0.35
	Germany	2024-08-16	2.25	2.20	-18.00	-21.30	-15.50	-40.30	22.30
	United Kingdom	2024-08-16	3.93	-1.90	-12.30	-15.30	-18.20	-72.00	38.90
	Japan	2024-08-16	0.88	2.30	-15.30	-5.10	14.10	24.60	26.20
Rates - EM	South Korea	2024-08-16	2.98	-3.70	-16.20	-49.00	-50.50	-88.60	-20.00
	India	2024-08-16	6.87	-1.10	-9.30	-20.60	-22.90	-33.50	-30.40
	Indonesia	2024-08-19	6.71	-9.10	-24.20	-22.70	8.60	19.80	22.80
	Vietnam	2024-08-16	2.90	0.00	7.00	8.00	57.00	20.00	40.00
	Russia	2024-06-20	15.45	45.28	136.68	228.34	359.60	442.91	358.28
	Brazil	2024-08-16	11.47	-6.80	-29.50	-17.30	61.90	33.80	110.40
Commodity	WTI (\$/bbl)	2024-08-19	76.28	-4.72	-4.80	-4.72	-3.67	-6.12	6.46
	Brent (\$/bbl)	2024-08-19	79.37	-3.56	-3.95	-5.49	-5.01	-6.40	3.02
	Gold (\$/oz)	2024-08-19	2,504.19	1.27	4.31	3.25	24.14	32.15	21.39

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