

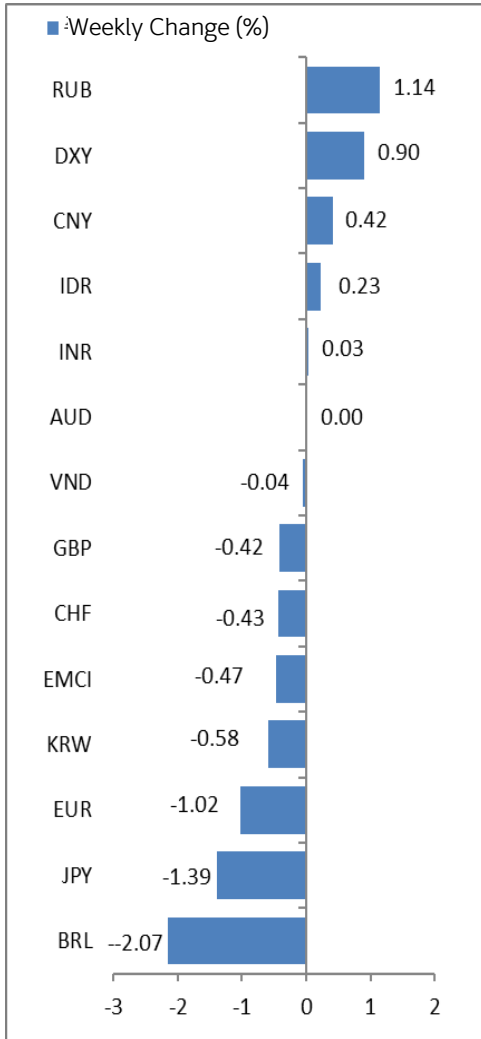
Weekly Global FX Market Monitor

2024.09.02

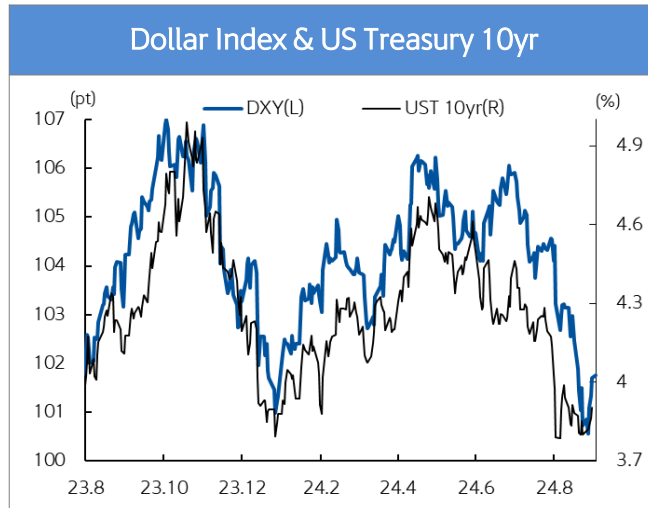


Global

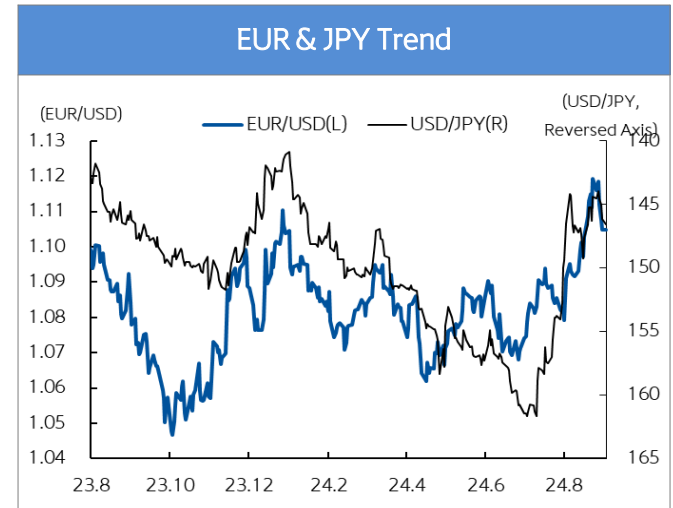
Solution & Trading Center, Seo Jae Kim
02-2151-2322, sjkim@shinhan.com
Translation: Jae Yeon Hyun



- Last week: Strong USD(+0.90%), Weak EUR(-1.02%), Weak JPY(-1.39%)
- US GDP in 2Q was revised higher on increasing consumer spending and July PCE price index continued to slow. Furthermore, individual income and expenditure was higher than anticipated, growing hopes for a soft landing. DXY rose.
- USD strengthened on anticipation on US economy's soft landing and EUR weakened. EUR weakened further on Germany's August inflation below 2% and closed at 1.104 dollar level.
- Solid economic data diminished Fed's large rate cut bets in September and USDJPY rose on rising US bond yield, closing round 146yen level.
- USD rose on anticipation on soft landing and buying the dip. EM currencies index(-0.47%) dropped.
- CNY is strengthening especially in August while anticipation on the Fed's rate cut in September remains.
- INR(+0.03%), IDR(+0.23%) strengthened while VND(-0.04%) weakened.



Source : Bloomberg , SHB Solution & Trading Center



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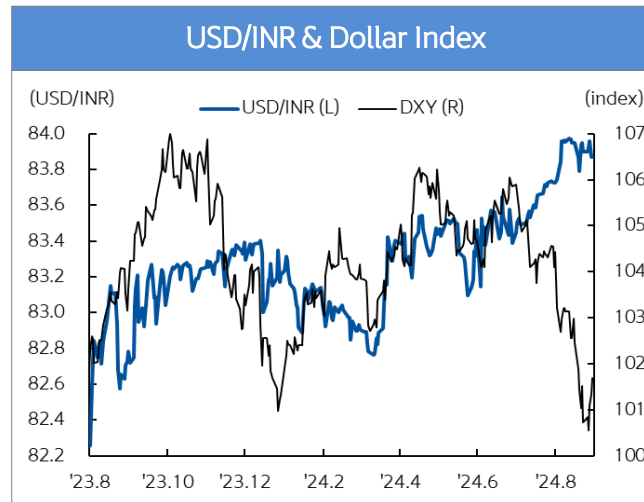


India

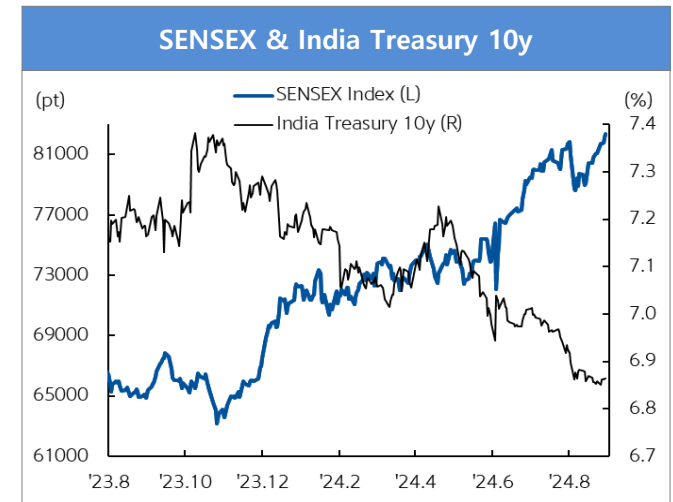
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USD/INR	83.87
52wk high	83.99
52wk low	82.65
Sensex	82,366
52wk high	82,637
52wk low	63,093
Government Bond (10yr,%)	6.86
52wk high	7.40
52wk low	6.84
Major Indices Snap shot	
Real GDP Growth	6.70
Rate(% YoY)	6.70
Consumer Prices (% YoY)	3.54
Producer Prices (% YoY)	2.04
RBI rate(%)	6.50
Manufacturing PMI (index)	57.9
Industrial Production (% YoY)	4.20
Core Sector Growth(% YoY)	6.10
Exports (% YoY)	-1.48
Imports (% YoY)	7.46
Current Account (\$bn)	5.70
Financial Earnings and Expenses (INR10mn)	-14123.3
FX Reserve (\$mn)	681,688

- USD/INR moved around 83.87~83.96, rose compared to last week (+0.03%)
- Despite the weaker USD, INR showed strength, driven by RBI's tolerance of INR depreciation and capital inflows into the stock market due to the MSCI index rebalancing issue.
- India's 2Q economic growth slowed to 6.7% (yoy), down from 7.8% in 1Q, and below market expectations. This was due to a sharp decline in tax revenue growth, excluding subsidies, which fell from 22% in Q1 to 4.1% in 2Q.
- FPI(8/26~8/29) net purchased in both equity and bond market.
 - Equity: Net purchased(8/26~8/29 cumulative: \$2.353bil), SENSEX rose(+1.58%)
 - Bond: Net purchased(8/26~8/29 cumulative: \$605mil), bond yield rose.(10y, 6.86%, +0.40bp)
- Given the sharp slowdown in India's 2Q growth, expectations of an RBI rate cut in October have increased. With no major U.S. data releases this week, the INR exchange rate is expected to fluctuate within a narrow range, closely tracking the USD's movement within a box pattern, likely supported by RBI intervention. (Expected Range: 83.5~84.1)



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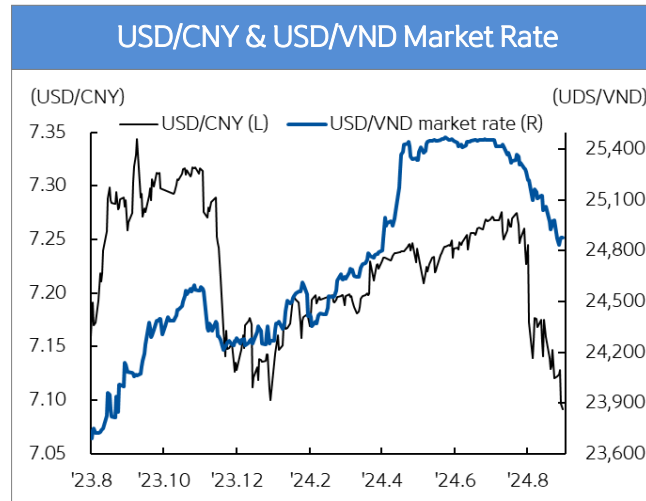


Vietnam

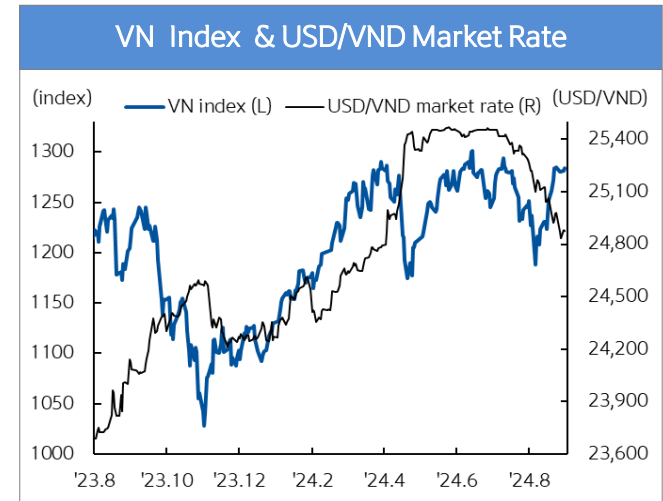
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USD/VND	24,884
52wk high	25,477
52wk low	23,995
VN index	1,284
52wk high	1,306
52wk low	1,020
Government Bond(10yr,%)	2.82
52wk high	3.25
52wk low	1.32
Major Indices Snap shot	
Real GDP Growth	6.93
Rate(% YoY)	
Consumer Prices (% YoY)	4.36
Total Mining 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(market rate) moved around 24,832~24,880, weakened compared to last week. (-0.04%)
- SBV announced central rate at 24,224 (8/30), rose compared to 8/23(24,250, +0.11%)
- The CNY exchange rate fell after the Jackson Hall meeting solidified the expectation of a Fed rate cut in September, dropping below 7.10 by the end of the week. The VND exchange rate fell to 24,832 earlier in the week due to expectations of a Fed rate cut, but further declines were limited by a rebound pressure following the recent fall.
- As of August 26th, the credit growth rate was 6.63% year-to-date, lower than the government's target of 15%. The central bank plans to grant additional credit quotas to banks that have achieved more than 80% of their allocated credit growth targets set at the beginning of the year.
- FPI net sold last week. (\$32.04mil)
- VN index fell by 0.11%, VNIBOR3M was 4.60. (-6.70bp)
- With no major U.S. economic data releases this week, The USD is expected to maintain a downside bias as the gradual slowdown of the U.S. economy is reaffirmed. The CNY is also expected to have limited depreciation considering its current overvaluation relative to fair value, indicating limited further declines in the VND exchange rate. However, caution should be maintained for the results of China's manufacturing survey data to be released today (Expected Range:24,750~24,980)



Source : Bloomberg , SHB Solution & Trading Center



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Australia

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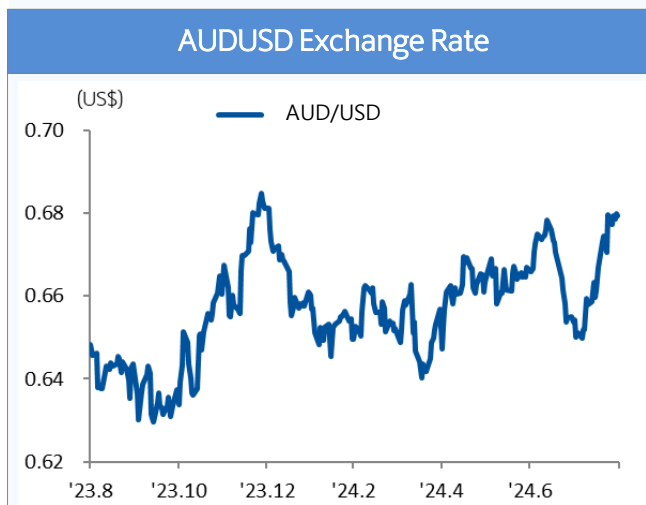
AUD/USD	0.6794
52wk high	0.6847
52wk low	0.6296
S&P/ASX200	8,071
52wk high	8,115
52wk low	6,773
Government Bond(10yr,%)	3.96
52wk high	4.95
52wk low	3.85
Major Indices Snap shot	
Real GDP growth rate (%YoY)	1.1
Consumer Prices(%YoY)	3.8
Producer Prices(%YoY)	4.8
Policy rate(%)	4.35
AU-US 2yr spread(%)	-0.22
China Imports From Australia(billion USD)	-7.8
Exports(%MoM)	4.0
Imports(%MoM)	-0.4
Current Account(billion AUD)	-0.2

Last Week :

- On the 23rd, during the Jackson Hole meeting, Fed Chair Powell did not disappoint market expectations and clearly hinted at a rate cut in September. This led the AUD to extend its August gains, nearly reaching 0.68 at the beginning of the week.
- During the week, the AUD saw a slight additional rise, briefly surpassing 0.68 before converging back towards 0.68 by the end of the month.

Outlook :

- The recent driver in FX market has been the divergence in monetary policies among major economies. As the spotlight remains on the Fed ahead of its first rate cut, the market's outlook on the RBA monetary policy is perceived as the most hawkish among major developed countries, which is expected to support the AUD and limit its downside.



Source : Refinitiv, SHB Solution & Trading Center

*No changes.

AUD/USD Forecast Distribution * (as of 8/30)

	'24.09	'24.12	'25.03
A N Z	0.67	0.69	0.70
Wells Fargo	0.67	0.68	0.70
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 2024.09.02

SORT	NAME	DATE	PRICE	1W(%)	1M(%)	3M(%)	6M(%)	1Y(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-09-02	101.75	0.90	-1.41	-2.79	-2.03	-2.38	0.42
	Euro (EUR/USD)	2024-09-02	1.10	-1.02	1.25	1.31	1.76	2.32	0.07
	Yen (USD/JPY)	2024-09-02	146.56	-1.39	-0.02	6.50	2.71	-0.06	-3.77
	Pound (GBP/USD)	2024-09-02	1.31	-0.42	2.59	2.53	3.47	4.02	3.15
	Switzerland (USD/CHF)	2024-09-02	0.85	-0.43	0.94	5.25	3.98	3.95	-1.13
	Australia (AUD/USD)	2024-09-02	0.68	0.00	4.01	1.24	4.02	4.81	-0.59
FX - EM	South Korea (USD/KRW)	2024-08-31	1,337.80	-0.58	3.49	3.11	-0.48	-1.07	-3.72
	China (USD/CNY)	2024-08-31	7.09	0.42	2.11	1.99	1.37	2.76	0.12
	India (USD/INR)	2024-08-30	83.87	0.03	-0.17	-0.66	-1.14	-1.36	-0.79
	Indonesia (USD/IDR)	2024-08-30	15,455.00	0.23	5.47	5.21	1.68	-1.39	-0.38
	Vietnam (USD/VND)	2024-09-02	24,884.00	-0.04	1.35	2.23	-0.84	-3.24	-2.47
	Brazil (USD/BRL)	2024-08-31	5.61	-2.16	0.11	-7.19	-11.34	-12.81	-13.37
	Russia (USD/RUB)	2024-08-30	90.47	1.14	-4.87	-0.06	0.81	6.26	-1.10
Stock - DM	United States Dow Jones	2024-08-31	41,563.08	0.94	4.59	7.44	6.33	19.30	10.28
	United States NASDAQ	2024-08-31	17,713.63	-0.92	5.59	5.85	8.84	26.24	18.00
	United States S&P 500	2024-08-31	5,648.40	0.24	5.65	7.03	9.95	25.08	18.42
	Japan NIKKEI225	2024-08-30	38,647.75	0.74	7.62	0.42	-3.16	18.15	15.49
	United Kingdom FTSE	2024-08-31	8,376.63	1.07	2.47	1.22	9.04	12.22	8.32
	France CAC40	2024-08-30	7,630.95	0.71	5.23	-4.53	-3.82	4.58	1.16
	Germany DAX	2024-08-31	18,906.92	1.47	7.05	2.21	6.61	19.36	12.87
Stock - EM	South Korea KOSPI	2024-08-30	2,674.31	-1.01	-0.07	1.43	1.21	4.31	0.72
	China Shanghai Stock Exchange	2024-08-30	2,842.21	-0.43	-2.17	-7.92	-6.11	-9.29	-4.46
	India Sensex	2024-08-30	82,365.77	1.58	1.71	11.36	11.60	25.97	14.02
	Indonesia Jakarta	2024-08-30	7,670.73	1.68	4.96	10.04	4.91	9.93	5.47
	Vietnam VN index	2024-08-30	1,283.87	-0.11	3.82	1.76	2.03	4.89	13.62
	Brazil Bovespa	2024-08-31	136,004.01	0.29	8.06	11.39	5.28	15.36	1.36
Rates - DM	United States	2024-08-30	3.90	10.44	-23.60	-64.26	-34.68	-21.05	2.43
	Germany	2024-08-30	2.30	7.40	-4.10	-35.30	-11.20	-24.60	27.50
	United Kingdom	2024-08-30	4.02	10.30	-2.80	-33.20	-10.90	-40.70	47.80
	Japan	2024-08-30	0.90	-0.20	-10.60	-16.60	18.90	24.60	28.40
Rates - EM	South Korea	2024-08-30	3.09	8.30	3.30	-47.40	-39.20	-76.90	-8.70
	India	2024-08-30	6.86	0.50	-7.00	-13.30	-21.40	-32.20	-31.00
	Indonesia	2024-09-02	6.63	1.10	-21.40	-29.10	0.50	24.40	15.20
	Vietnam	2024-08-30	2.82	1.00	-9.00	-17.00	44.00	11.00	45.00
	Russia	2024-06-20	15.45	45.28	136.68	228.34	359.60	442.91	358.28
Commodity	Brazil	2024-08-30	12.22	56.00	18.30	33.50	136.30	118.70	185.30
	WTI (\$/bbl)	2024-09-02	73.20	-5.45	-0.44	-4.92	-8.47	-14.44	2.16
	Brent (\$/bbl)	2024-09-02	76.54	-6.01	-0.35	-6.22	-8.39	-13.56	-0.65
	Gold (\$/oz)	2024-09-02	2,502.54	-0.62	2.43	6.46	18.35	28.82	21.31

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