

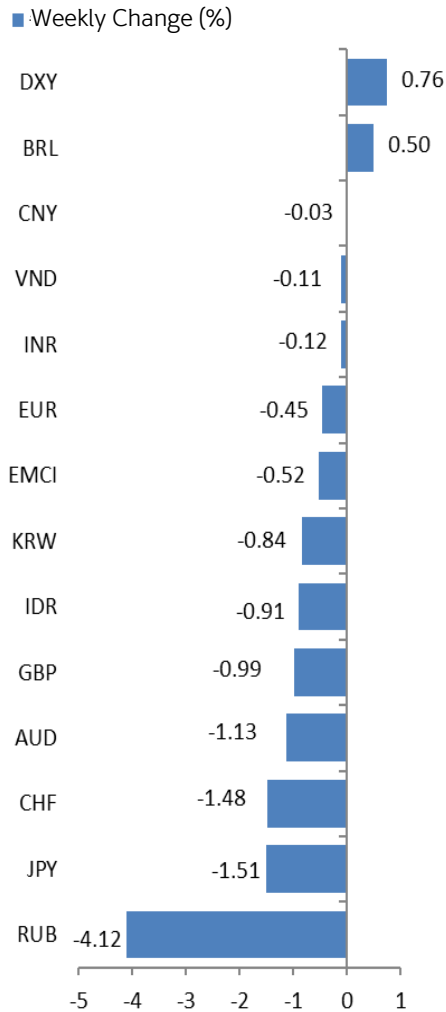
Weekly Global FX Market Monitor

2024.12.16

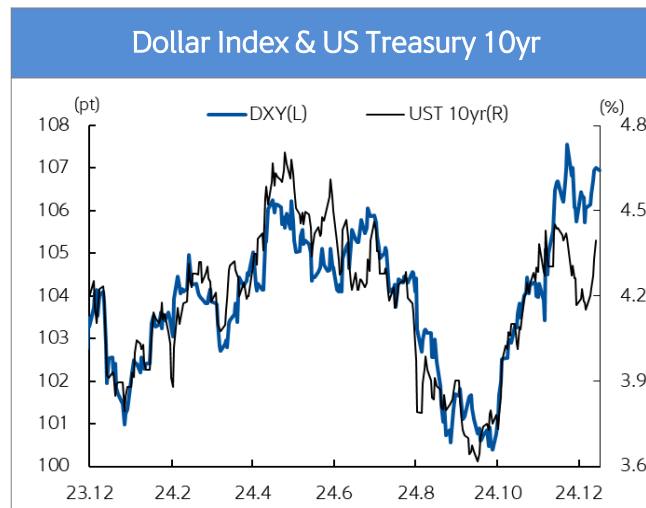


Global

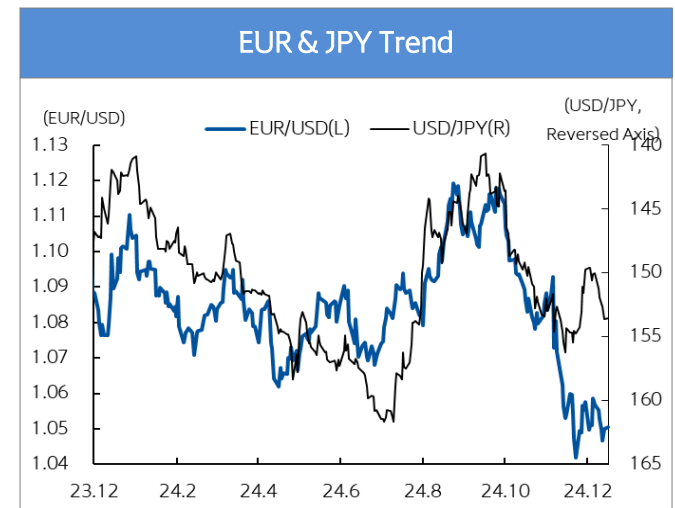
Solution & Trading Center, Seo Jae Kim
02-2151-2322, sjkim@shinhan.com
Translation: Jae Yeon Hyun



- Last week: Strong USD(+0.76%), Weak EUR(-0.45%), Weak JPY(-1.51%)
 - The market still anticipates 25bp rate cut at December FOMC but due to concerns that the Fed's future rate cut won't be large, US bond yield rose and DXY rose, closing at 107pt.
 - ECB cut rates by 25bp at December monetary policy meeting and removed an earlier reference in its guidance to keeping interest rates sufficiently restrictive and implied further rate cuts and EUR weakened.
 - Anticipation on rate hike in December diminished as BOJ officials commented that they see little cost to waiting for rate hikes. JPY weakened on rising US bond yield.
- US bond yield rose on outlook over dot plot adjustment and USD strengthened. EM currencies index(-0.52%) dropped.
 - The Chinese officials implied extensive stimulus to tackle sluggish domestic demand but CNY(-0.03%) slightly dropped on the news that weak CNY, even to 7.5yuan per dollar, may be tolerated next year.
 - INR(-0.12%), VND(-0.11%), IDR(-0.91%) all weakened.



Source : Bloomberg , SHB Solution & Trading Center



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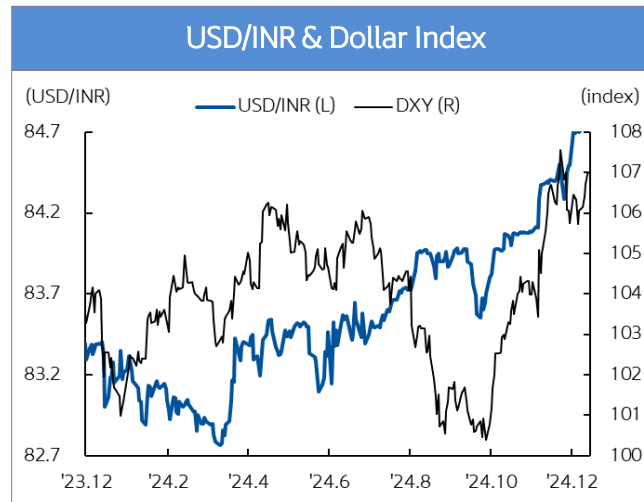


India

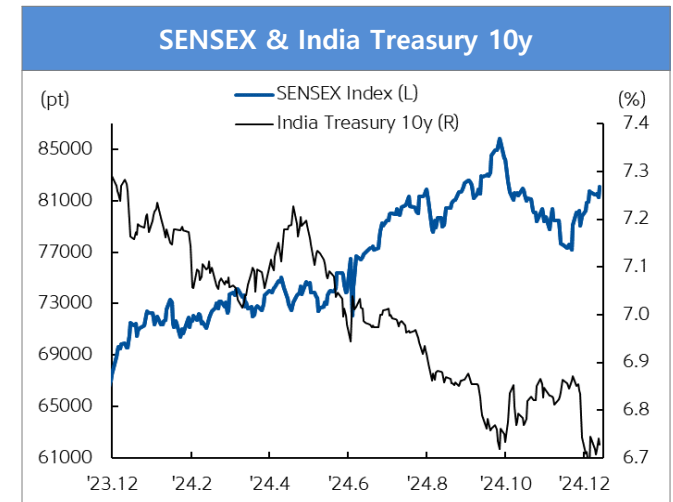
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USD/INR	84.80
52wk high	84.88
52wk low	82.65
Sensex	82,133
52wk high	85,978
52wk low	69,920
Government Bond (10yr,%)	6.73
52wk high	7.25
52wk low	6.65
Major Indices Snap shot	
Real GDP Growth	5.36
Rate(% YoY)	5.36
Consumer Prices (% YoY)	5.48
Producer Prices (% YoY)	2.36
RBI rate(%)	6.50
Manufacturing PMI (index)	56.5
Industrial Production (% YoY)	3.50
Core Sector Growth(% YoY)	3.13
Exports (% YoY)	17.23
Imports (% YoY)	3.88
Current Account (\$bn)	-9.74
Financial Earnings and Expenses (INR10mn)	-27630.4
FX Reserve (\$mn)	654,857

- USD/INR moved around 84.73~84.87, weakened compared to last week(-0.12%)
- Sanjay Malhotra's appointment as the new RBI governor heightened expectations of a rate cut, pushing the USD/INR exchange rate to a record high. With domestic inflationary pressures moderating slightly in November, bets on a policy easing at the February RBI monetary policy meeting gained momentum. Meanwhile, oil prices climbed as the protracted Russia-Ukraine conflict and EU sanctions on Russian oil shipments stoked fears of supply disruptions.
- In November, domestic prices rose just 5.48% YoY, tempered by declining vegetable costs, underscoring a slowdown in inflation. Mining and Manufacturing expanded 3.5% YoY in October.
- FPI net sold in equity and bond market
 - Equity: Net sold(12/9~12/12 cumulative: \$0.16 bil), SENSEX rose (+0.52%)
 - Bond: Net sold(12/9~12/12 cumulative: \$186.40 mil), bond yield dropped(10y, 6.73%,-1.70bp)
- At the December 17~18th FOMC meeting, a 25bp cut is widely expected. However, upward revisions to growth and inflation paths may maintain the dollar's strength. With foreign bond inflows slowing, INR looks set to continue its upward trend. On the 16th, November trade figures (consensus: trade deficit \$23 bil) and wholesale prices (consensus: 2.10% YoY) are due for release. (Expected Range: 84.6~85.0)



Source: Bloomberg, SHB Solution & Trading Center



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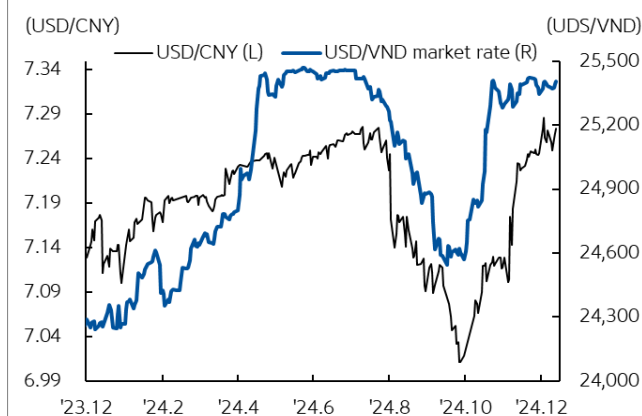
Vietnam

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USD/VND	25,403
52wk high	25,477
52wk low	24,211
VN index	1,263
52wk high	1,306
52wk low	1,082
Government Bond(10yr,%)	2.96
52wk high	3.04
52wk low	1.32
Major Indices Snap shot	
Real GDP Growth	7.40
Rate(% YoY)	
Consumer Prices (% YoY)	2.77
Total Mining Industries	
Producer Price(% YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	50.8
Industrial Production (% YoY)	8.90
Retail Sales(% YoY)	8.80
Exports (% YoY)	8.2
Imports (% YoY)	9.8
Current Account (\$mn)	7778.00
Financial Earnings and Expenses (VND10bn)	-191,976
FX Reserve (\$mn)	82,344

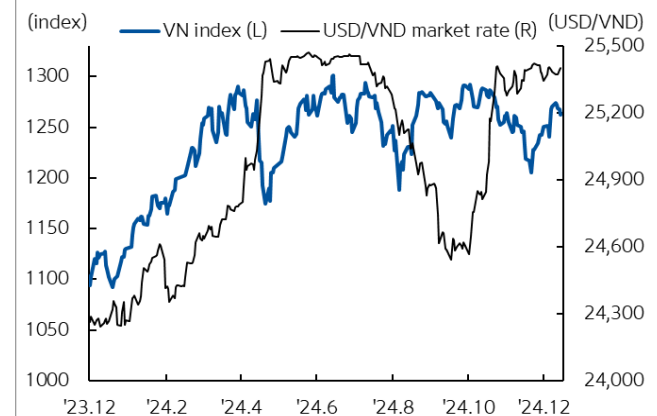
- Last week USD/VND(market rate) moved around 25,372~25,404, weakened compared to last week(-0.11%).
- SBV announced central rate at 24,264(12/13), weakened compared to last week (-0.04%)
- Amid a strong USD driven by concerns over a potential stagnation in U.S. inflation moderation, the Chinese government's reported consideration on December 11 to tolerate a weaker Yuan next year in response to the Trump administration's trade war. It led to a sharp rise in Yuan exchange rates.
- Consequently, the VND also showed a weekly upward trend.
- In November, domestic automobile sales, supported by the government's registration tax reduction measures, increased by 14% (MoM), reaching 44,200 units.
- FPI net sold(44.76 mil)
- - VN index dropped (-0.6%), VNIBOR3M was 4.6 (-20.0bp)
- This week, attention will focus on the FOMC meeting. Particularly on whether the dot plot and press conference will signal a slowdown in the pace of rate cuts. Meanwhile, China's promise to intensify efforts to stabilize the housing market and stock market, along with more effective fiscal policies, may moderate the pace of Yuan depreciation, potentially slowing the upward momentum in the VND exchange rate. (Expected Range: 25,280~25,460)

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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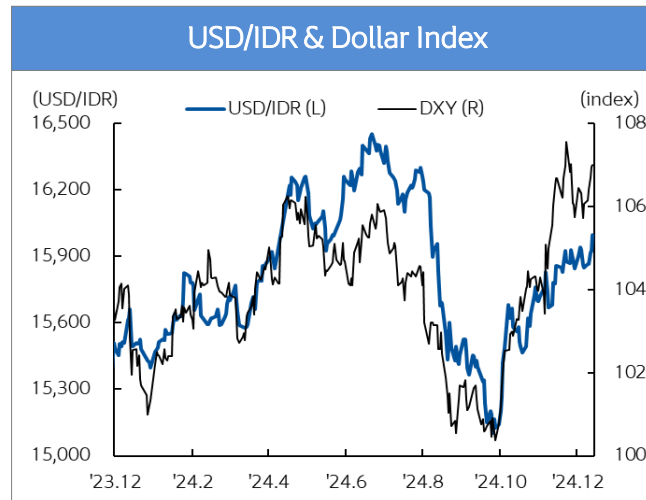


Indonesia

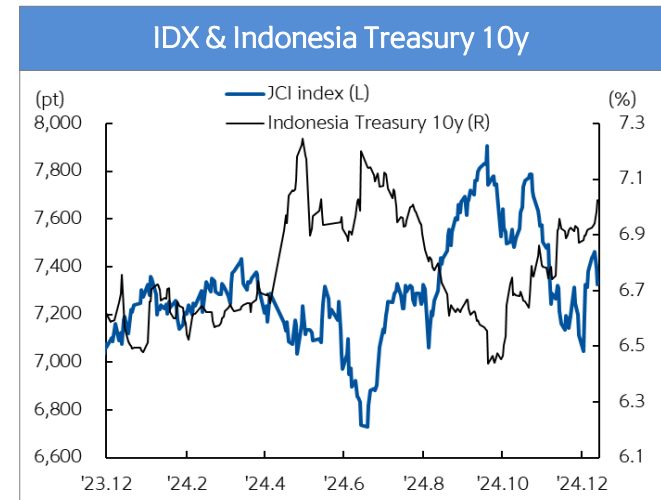
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USD/IDR	15,995
52wk high	16,478
52wk low	15,070
Jakarta index	7,325
52wk high	7,911
52wk low	6,699
Government Bond(10yr,%)	7.02
52wk high	7.25
52wk low	6.43
Major Indices Snap shot	
Real GDP Growth	4.95
Rate(% YoY)	
Consumer Prices (% YoY)	1.55
Total Mining Industries	
Producer Price(% YoY)	1.96
Refinance rate(%)	6.00
Manufacturing PMI (index)	49.6
Industrial Production (% YoY)	2.16
Retail Sales(% YoY)	0.96
Exports (% YoY)	10.25
Imports (% YoY)	17.49
Current Account (\$mn)	-2,150
Financial Earnings and Expenses (IDR10bn)	-337,288
FX Reserve (\$mn)	150

- Last week, USD/IDR(market rate) moved around 15,865~15,995, weakened compared to last week(-0.91%)
- While expectations for U.S. Federal Reserve rate cuts remain intact, strong U.S. employment data and the slow deceleration of CPI and PPI have driven U.S. Treasury yields and the dollar index higher. This led to IDR depreciation, though the exchange rate rise was limited by active intervention from the central bank.
- FPI net sold in equity market and bond market over 5 trading days.
 - Equity: net sold(12/9~12/13 cumulative : \$ 168.67 mil), Jakarta Stock index dropped (-0.79%)
 - Bond: net sold(12/9~12/11 cumulative: \$36.82 mil), Bond yields rose(10y, 7.02%, +10,30bp)
- The central bank of Indonesia's monetary policy meeting is scheduled this week, with expectations that the policy rate will remain unchanged to stabilize the depreciating rupiah.
- While the U.S Federal Reserve is expected to maintain a 25bp rate cut in December's FOMC meeting, any reduction in the number of future rate cuts due to revisions in economic forecasts and the dot plot may pose downside risks for the rupiah. However, active central bank intervention is likely to keep exchange rate fluctuations relatively contained this week. (Expected Range: 15,750~16,100)



Source : Bloomberg , SHB Solution & Trading Center



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Australia

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02-2151-2322, sjkim@shinhan.com
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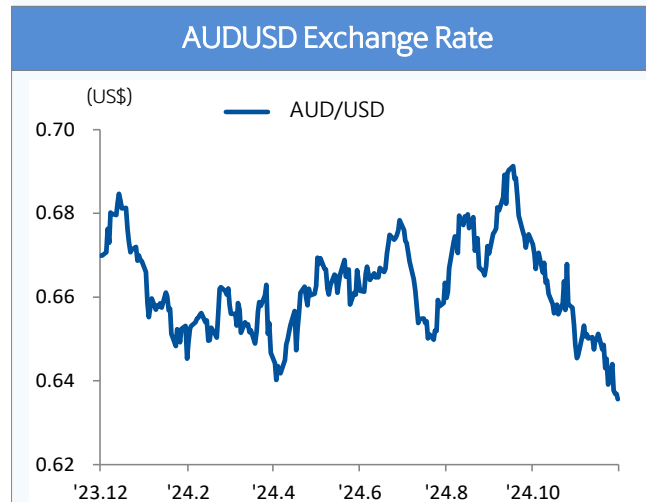
AUD/USD	0.6356
52wk high	0.6913
52wk low	0.6356
S&P/ASX200	8,275
52wk high	8,495
52wk low	7,062
Government Bond(10yr,%)	4.30
52wk high	4.70
52wk low	3.81
Major Indices Snap shot	
Real GDP growth rate (% YoY)	0.8
Consumer Prices(% YoY)	2.8
Producer Prices(% YoY)	3.9
Policy rate(%)	4.35
AU-US 2yr spread(%)	-0.28
China Imports From Australia(billion USD)	-15.5
Exports(% MoM)	4.0
Imports(% MoM)	-0.4
Current Account(billion AUD)	-1.6

• Last Week :

- On December 10th, the RBA held rates steady but softened its previously hawkish stance, fueling expectations of future cuts.
- Already on a downward trajectory, AUD slipped below 0.64 and continued to face mounting pressure amid CNY's weakness.

• Outlook :

- Despite hopes for Chinese stimulus, the AUD's downturn persisted, weighed down by fears of Trump's policies undermining global trade.
- After the December 19th FOMC meeting, a year-end shift in sentiment should ease AUD's decline.



Source : Refinitiv, SHB Solution & Trading Center

*ANZ, Wells Fargo, Citi downward adjusted their forecasts.

AUD/USD Forecast Distribution * (as of 12/13)

	'25.03	'25.06	'25.09
A N Z	0.64	0.63	0.65
Wells Fargo	0.65	0.64	0.63
MUFG	0.64	0.63	0.65
Citi	0.63	0.63	0.63

Source : Bloomberg, SHB Solution & Trading Center

Major Price Variations in Global Markets 2024.12.16

SORT	NAME	DATE	PRICE	1W(%)	1M(%)	3M(%)	6M(%)	1Y(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2024-12-16	106.95	0.76	0.25	6.14	1.33	4.29	5.54
	Euro (EUR/USD)	2024-12-16	1.05	-0.45	-0.87	-5.63	-2.12	-3.83	-4.83
	Yen (USD/JPY)	2024-12-16	153.53	-1.51	0.74	-8.41	2.74	-7.00	-8.14
	Pound (GBP/USD)	2024-12-16	1.26	-0.99	-0.43	-4.48	-0.64	-0.19	-0.84
	Switzerland (USD/CHF)	2024-12-16	0.89	-1.48	-1.01	-5.30	-0.29	-2.80	-5.68
	Australia (AUD/USD)	2024-12-16	0.64	-1.13	-2.17	-5.70	-3.72	-5.07	-6.53
FX - EM	South Korea (USD/KRW)	2024-12-14	1,435.45	-0.84	-2.19	-7.10	-4.29	-8.04	-10.27
	China (USD/CNY)	2024-12-14	7.27	-0.03	-0.54	-2.43	-0.29	-1.41	-2.39
	India (USD/INR)	2024-12-13	84.80	-0.12	-0.49	-1.06	-1.47	-1.64	-1.87
	Indonesia (USD/IDR)	2024-12-13	15,995.00	-0.91	-1.38	-3.72	1.72	-2.09	-3.74
	Vietnam (USD/VND)	2024-12-16	25,403.00	-0.11	-0.02	-3.39	0.20	-4.26	-4.46
	Brazil (USD/BRL)	2024-12-14	6.06	0.50	-4.28	-8.12	-11.43	-18.79	-19.80
Russia (USD/RUB)	2024-12-14	104.58	-4.12	-5.73	-13.81	-15.97	-13.79	-14.45	
Stock - DM	United States Dow Jones	2024-12-14	43,828.06	-1.82	0.88	5.30	13.58	17.49	16.29
	United States NASDAQ	2024-12-14	19,926.72	0.34	6.67	13.27	12.65	34.51	32.74
	United States S&P 500	2024-12-14	6,051.09	-0.64	3.07	7.42	11.41	28.22	26.86
	Japan NIKKEI225	2024-12-13	39,470.44	0.97	2.14	7.90	1.69	19.71	17.95
	United Kingdom FTSE	2024-12-14	8,300.33	-0.10	2.94	0.26	1.88	9.56	7.33
	France CAC40	2024-12-14	7,409.57	-0.23	1.92	-0.54	-1.25	-2.47	-1.77
	Germany DAX	2024-12-14	20,405.92	0.10	6.22	9.51	13.35	21.82	21.81
	Stock - EM	South Korea KOSPI	2024-12-13	2,494.46	2.73	3.21	-3.14	-9.57	-2.70
China Shanghai Stock Exchange		2024-12-13	3,391.88	-0.36	1.84	25.44	11.85	15.27	14.02
India Sensex		2024-12-13	82,133.12	0.52	5.87	-1.03	6.68	14.90	13.69
Indonesia Jakarta		2024-12-13	7,324.79	-0.79	2.28	-6.24	8.76	1.86	0.71
Vietnam VN index		2024-12-13	1,262.57	-0.60	3.61	1.88	-1.35	14.54	11.74
Brazil Bovespa		2024-12-14	124,612.22	-1.06	-2.49	-7.78	4.14	-4.29	-7.13
Rates - DM	United States	2024-12-13	4.40	24.38	-5.45	74.54	15.25	38.03	51.76
	Germany	2024-12-13	2.26	14.90	-13.30	10.90	-21.30	8.40	23.30
	United Kingdom	2024-12-13	4.41	13.70	-10.80	64.40	28.90	58.20	87.50
	Japan	2024-12-13	1.04	-1.80	-0.80	19.40	6.70	34.80	42.80
Rates - EM	South Korea	2024-12-13	2.68	-6.90	-38.70	-25.20	-67.70	-85.10	-50.00
	India	2024-12-13	6.73	-1.70	-10.90	-6.20	-25.90	-53.10	-44.60
	Indonesia	2024-12-13	7.02	10.30	10.10	44.70	3.60	26.70	54.40
	Vietnam	2024-12-13	2.96	6.00	12.00	16.00	3.00	47.00	59.00
	Russia	2024-06-20	15.45	45.28	136.68	228.34	359.60	442.91	358.28
	Brazil	2024-12-13	14.13	23.70	136.80	220.40	199.10	348.20	376.60
Commodity	WTI (\$/bbl)	2024-12-16	71.07	3.95	6.04	1.40	-9.41	-0.50	-0.81
	Brent (\$/bbl)	2024-12-16	74.36	3.08	4.67	2.21	-10.00	-2.86	-3.48
	Gold (\$/oz)	2024-12-16	2,649.54	-0.40	1.44	2.60	14.25	30.70	28.43

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