

Weekly Global FX Market Monitor

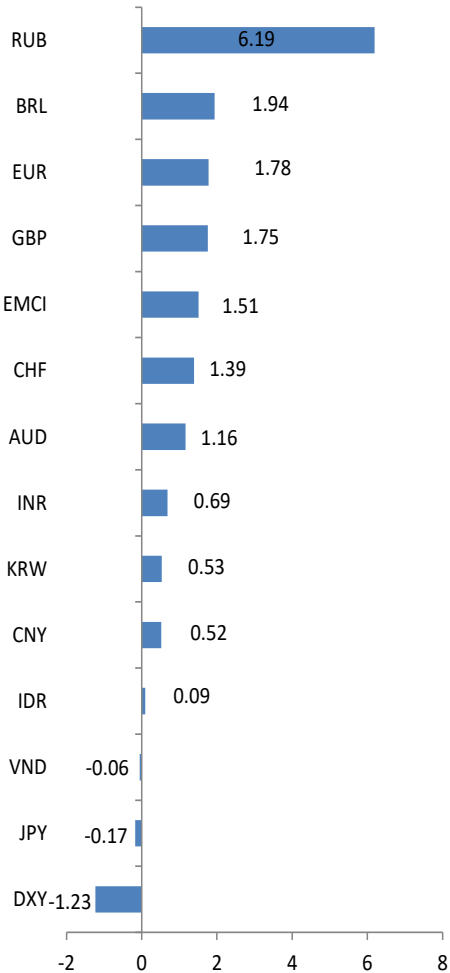
2025.02.17



Global

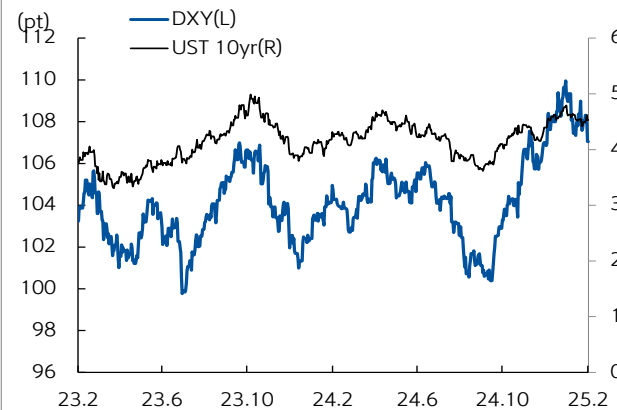
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Translation. Jae Yeon Hyun

■ Weekly Change (%)



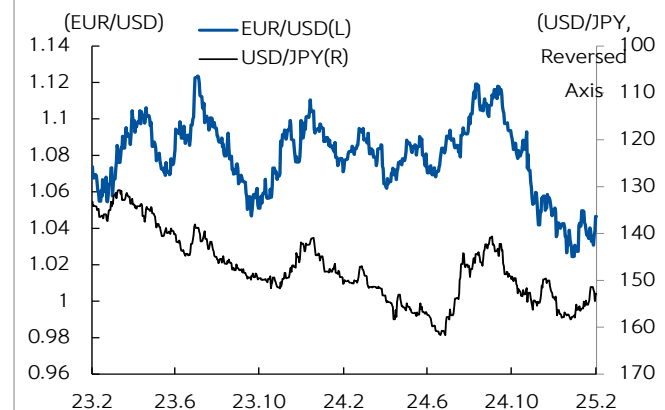
- Last week: Weak USD (-1.23%), Strong EUR (+1.78%), Weak JPY (-0.17%)
- USD fell to its lowest level in two months due to postponed tariffs, expectations for an end to the Russia-Ukraine war, and a sharp drop in January retail sales, despite hawkish Fed chair remarks and U.S. inflation beating expectations.
- EUR strengthened following an ECB Executive Director's remark that structural crises cannot be solved by rate cuts and comments by senior ECB officials advocating gradual cuts; increased prospects for an end to the Russia-Ukraine war also supported the euro.
- JPY weakened amid an expanding U.S.-Japan rate differential driven by hawkish Fed comments and rising U.S. CPI, coupled with concerns that Japan might not receive a tariff exemption under Trump's policy. The yen reached 154 before falling back to around 152 after Japan requested tariff exemptions and news of postponed reciprocal tariffs, though it remained weak versus the previous week.
- EM Currencies generally strengthened on news of postponed reciprocal tariffs and expectations for an end to the Russia-Ukraine war.
- Despite U.S. tariffs on steel and aluminum and China's retaliatory measures, CNY only saw a modest rise due to a weak dollar and the PBOC's efforts to moderate depreciation. Later in the week, expectations for war-ending negotiations pushed the exchange rate below 7.3 again.
- INR (+0.09%) and IDR(+0.09%) strengthened, while the VND weakened (-0.06%).

Dollar Index & US Treasury 10yr



Source : Bloomberg , SHB Solution & Trading Center

EUR & JPY Trend



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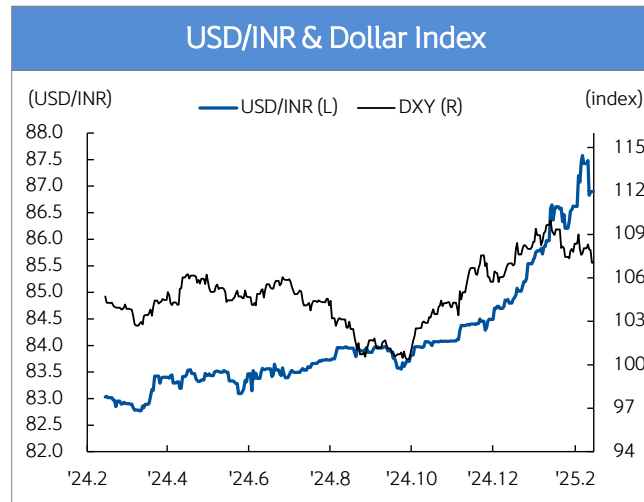


India

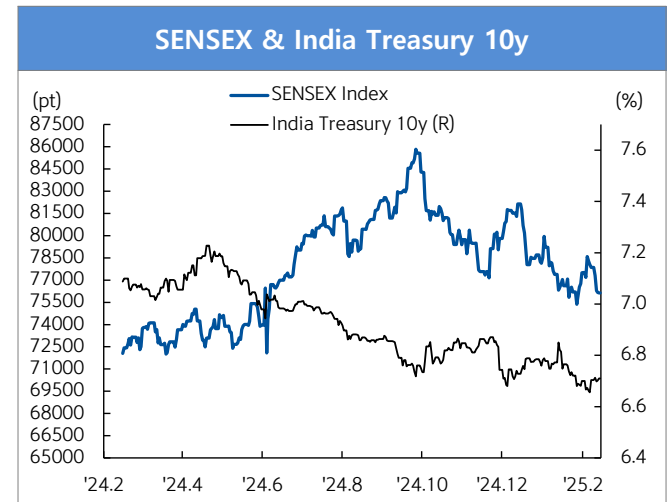
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USD/INR	86.83
52wk high	87.96
52wk low	82.65
Sensex	75,939
52wk high	85,978
52wk low	70,234
Government Bond (10yr,%)	6.71
52wk high	7.25
52wk low	6.63
Major Indices Snap shot	
Real GDP Growth	5.36
Rate(% YoY)	
Consumer Prices (% YoY)	4.31
Producer Prices (% YoY)	2.31
RBI rate(%)	6.25
Manufacturing PMI (index)	57.7
Industrial Production (% YoY)	3.20
Core Sector Growth(% YoY)	3.97
Exports (% YoY)	-0.99
Imports (% YoY)	4.89
Current Account (\$bn)	-11.16
Financial Earnings and Expenses (INR10mn)	0
FX Reserve (\$mn)	638,261

- USD/INR moved around 86.83~87.48, strengthened compared to last week(+0.69%).
- Expanded RBI intervention to block abnormal speculative positions led to the strongest rupee rise in two years, pushing the rate down to around 86, yet as January domestic CPI fell to its lowest level in five months, expectations for an RBI rate cut increased, triggering a rebound. Later in the week, news of postponed reciprocal tariffs, prospects for an end to the Russia-Ukraine war, and an agreement to resolve the U.S.-India trade imbalance pushed the rupee lower again.
- January CPI rose +4.31% YoY, showed a continued slowdown, Producer Price Index rose +2.31% YoY, also a slowdown. December mining production was +3.2% YoY.
- On the 13th, during the U.S.-India summit, both leaders set a target to more than double the bilateral trade volume to USD 500 billion by 2030, with India pledging to boost U.S. imports of energy and weaponry to resolve the trade imbalance.
- FPI net sold in equity and bond market.
 - Equity: Net sold(2/10~2/13 cumulative): \$ 1.54 bil), SENSEX dropped (-2.47%)
 - Bond: Net sold(2/10~2/13 cumulative): \$113.16 mil), bond yield rose (10y, 6.71%, +0.30bp)
- U.S. trade imbalance resolution and central bank intervention have eased additional upward pressure on the rupee, but domestic liquidity shortages and economic slowdown are likely to limit further declines. (Expected Range: 86.2~87.1)



Source: Bloomberg, SHB Solution & Trading Center



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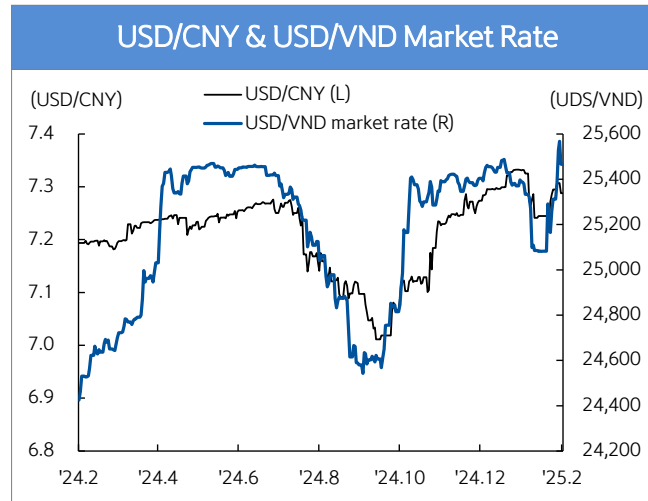


Vietnam

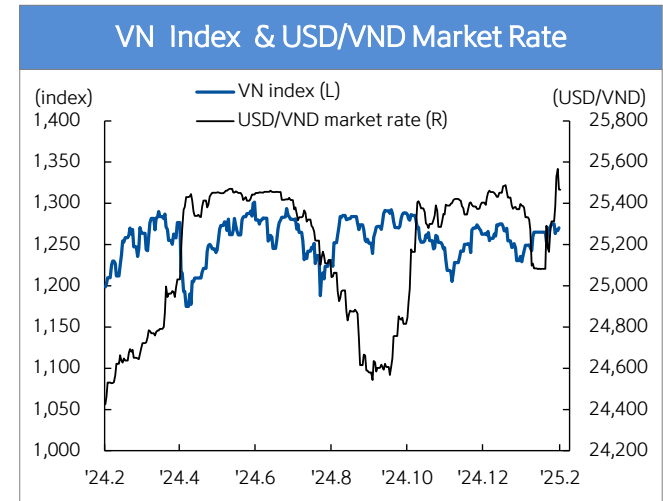
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USD/VND	25,400
52wk high	25,594
52wk low	24,490
VN index	1,276
52wk high	1,306
52wk low	1,166
Government Bond(10yr,%)	3.13
52wk high	3.13
52wk low	2.31
Major Indices Snap shot	
Real GDP Growth	7.55
Rate(% YoY)	
Consumer Prices (% YoY)	3.63
Total Mining Industries	
Producer Price(% YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	48.9
Industrial Production (% YoY)	0.60
Retail Sales(% YoY)	9.50
Exports (% YoY)	-4.3
Imports (% YoY)	-2.6
Current Account (\$mn)	7778.00
Financial Earnings and Expenses (VND10bn)	-191,976
FX Reserve (\$mn)	82,469

- USD/VND moved around 25,386–25,567, weakened compared to last week(-0.06%)
- SBV announced central rate at 24,562 (2/14), weakened compared to February 7 (-0.41%)
- Trump's tariffs on steel and aluminum pushed the VND to an all-time high of 25,567 dong, as Vietnam being one of the top five U.S. steel-exporting countries. Subsequently, after the Vietnamese Minister of Industry and Trade announced efforts to expand U.S. agricultural imports, growing expectations for an end to the Russia-Ukraine war plus weak U.S. January consumer data reversed the rise.
- January auto sales plummeted by 40% MoM due to the Tet holidays, with a lack of new model launches also cited as a major factor.
- FPI net sold(\$56.16 mil)
- VN index rose(+0.07%), VNIBOR3M was 4.7%(-30bp)
- With no major events this week, the VND fluctuations are expected to continue on Trump's remarks. In the medium to long term, given that Vietnam's tariff threat is primarily aimed at countering China, sanctions on Vietnam might be less severe than during Trump's first administration. (Expected Range: 24,950~25,520)



Source : Bloomberg , SHB Solution & Trading Center



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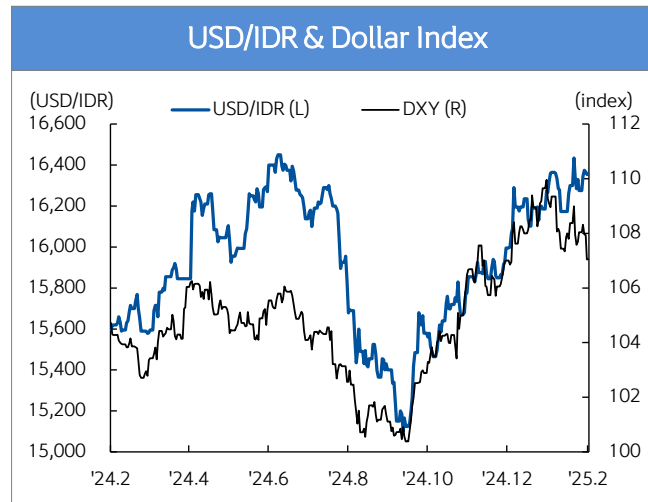


Indonesia

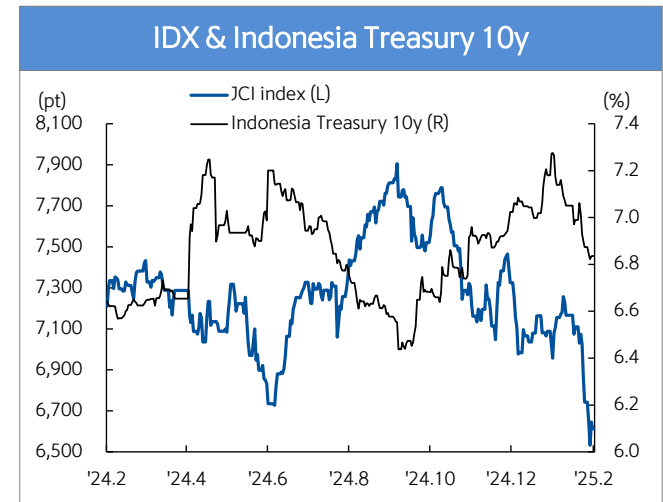
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USD/IDR	16,260
52wk high	16,478
52wk low	15,070
Jakarta index	6,638
52wk high	7,911
52wk low	6,500
Government Bond(10yr,%)	6.77
52wk high	7.32
52wk low	6.43
Major Indices Snap shot	
Real GDP Growth	5.02
Rate(% YoY)	
Consumer Prices (% YoY)	0.76
Total Mining Industries	
Producer Price(% YoY)	1.98
Refinance rate(%)	5.75
Manufacturing PMI (index)	51.9
Industrial Production (% YoY)	2.16
Retail Sales(% YoY)	1.00
Exports (% YoY)	4.78
Imports (% YoY)	11.07
Current Account (\$mn)	-2,150
Financial Earnings and Expenses (IDR10bn)	-337,288
FX Reserve (\$mn)	156

- Last week: USD/IDR moved around 16,260~26,375, rose compared to last week. (+0.09%)
- USDIDR rose on Trump's tariffs on steel and aluminum but dropped as USD weakened on the news regarding delay in reciprocal tariffs and peace talks regarding Ukraine-Russia war. USDIDR closed at 16,265.
- Consumer expectation level in January was 127.1, slightly dropped compared to last month (127.7).
- FPI net sold in both equity and bond market.
 - Equity: Net sold(2/10~2/14 cumulative: \$147.8 mil), Jakarta Stock index dropped(-1.54%)
 - Bond: Net sold(2/10~2/14 cumulative: \$7.87 mil), bond yield dropped(10y, 6.77%, -10.4bp)
- USDIDR is expected to dropped this week but without any special events and uncertainty regarding Trump, drop in USDIDR will be limited. January export/import(consensus: export and import, 7.40%yoy and 9.94% yoy) will be announced on 17th and interest rate will remain unchanged at the monetary policy meeting on 19th. (Expected Range: 16,060~16,500)



Source : Bloomberg , SHB Solution & Trading Center



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Australia

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AUD/USD 0.6350

52wk high 0.6913

52wk low 0.6147

S&P/ASX200 8,556

52wk high 8,556

52wk low 7,548

Government Bond (10yr,%) 4.40

52wk high 4.70

52wk low 3.81

Major Indices Snapshot

Real GDP Growth Rate (YoY) 0.8

Consumer Prices (% YoY) 2.4

Producer Prices (% YoY) 3.7

Policy Rate (%) 4.35

AU-US 2yr Spread (%) -0.45

China Imports From Australia (Billion USD) -15.4

Exports (% MoM) 4.0

Imports (% MoM) -0.4

Current Account (Billion AUD) -1.6

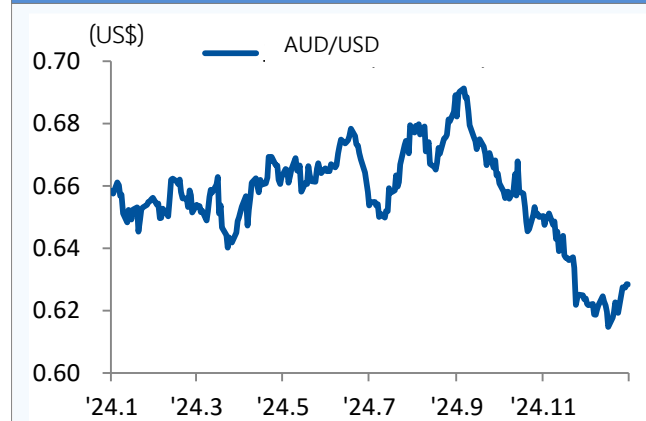
Last Week :

- In early February, President Trump signed an executive order imposing tariffs on Canada, Mexico, and China, triggering a plunge in the AUD to below 0.61. Still, following a compromise on border controls between Canada and Mexico and buoyed by growing expectations for an end to the Ukraine war, the AUD recently rebounded recovering to around 0.63.

Outlook :

- With the U.S. government now showing openness to tariff negotiations and with increasing expectations for an end to the Ukraine war, the Reserve Bank of Australia is expected to implement its first rate cut since 2020 on February 18. Although further rate cuts seem limited, these factors suggest that additional AUD gains are unlikely.

AUD/USD Exchange Rate



Source : Refinitiv, SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 2/7)

	'25.03	'25.06	'25.09
Banco Santander	0.67	0.68	0.69
Canadian Imperial Bank	0.63	0.65	0.66
AZ Banking	0.64	0.63	0.65
Commerzbank	0.64	0.63	0.61

Source : Bloomberg, SHB Solution & Trading Center

Major Price Variations in Global Markets 2025.02.17

SORT	NAME	DATE	PRICE	1W(%)	1M(%)	3M(%)	6M(%)	1Y(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2025-02-14	106.71	-2.35	0.03	4.04	1.90	-1.64	-0.41
	Euro (EUR/USD)	2025-02-17	1.05	2.11	-1.02	-5.37	-2.68	1.31	-0.56
	Yen (USD/JPY)	2025-02-17	152.26	2.65	1.58	-3.72	-1.40	3.24	3.76
	Pound (GBP/USD)	2025-02-17	1.26	3.42	-0.73	-3.13	-0.07	0.55	-1.11
	Switzerland (USD/CHF)	2025-02-17	0.90	1.80	-1.75	-4.01	-1.82	0.96	-0.35
	Australia (AUD/USD)	2025-02-17	0.64	2.54	-2.43	-5.66	-2.91	2.62	0.92
FX - EM	South Korea (USD/KRW)	2025-02-15	1,441.05	1.40	-2.74	-5.57	-7.33	2.14	1.60
	China (USD/CNY)	2025-02-15	7.26	1.02	-0.41	-1.60	-0.88	0.58	0.06
	India (USD/INR)	2025-02-14	86.83	-0.21	-2.80	-3.32	-4.38	-1.41	-2.08
	Indonesia (USD/IDR)	2025-02-14	16,260.00	0.03	-2.49	-3.58	-4.09	-0.97	-1.06
	Vietnam (USD/VND)	2025-02-17	25,400.00	-0.26	-0.01	-1.68	-3.44	0.33	0.70
	Brazil (USD/BRL)	2025-02-15	5.70	6.24	1.71	-3.95	-12.72	8.40	6.34
	Russia (USD/RUB)	2025-02-15	91.34	12.97	8.33	-1.69	0.26	24.28	17.03
Stock - DM	United States Dow Jones	2025-02-15	44,546.08	2.43	2.67	9.56	15.32	4.71	4.13
	United States NASDAQ	2025-02-15	20,026.77	2.02	6.57	13.58	26.95	3.71	1.10
	United States S&P 500	2025-02-15	6,114.63	1.97	3.75	10.09	22.16	3.96	2.45
	Japan NIKKEI225	2025-02-14	39,149.43	1.82	1.31	2.86	1.72	-1.87	-2.78
	United Kingdom FTSE	2025-02-15	8,732.46	2.67	8.29	5.07	13.24	6.84	6.45
	France CAC40	2025-02-15	8,178.54	6.08	12.50	9.78	5.28	10.81	8.02
	Germany DAX	2025-02-15	22,513.42	7.70	17.19	22.87	31.52	13.08	9.43
Stock - EM	South Korea KOSPI	2025-02-14	2,591.05	2.67	7.21	-3.94	-2.18	7.98	5.10
	China Shanghai Stock Exchange	2025-02-14	3,346.72	3.24	0.48	16.23	16.78	-0.15	-1.43
	India Sensex	2025-02-14	75,939.21	-0.89	-2.12	-5.59	4.85	-2.82	-0.36
	Indonesia Jakarta	2025-02-14	6,638.46	-7.21	-7.30	-10.68	-9.50	-6.24	-4.76
	Vietnam VN index	2025-02-14	1,276.08	2.16	4.72	1.90	5.49	0.73	0.66
	Brazil Bovespa	2025-02-15	128,218.59	4.80	0.33	-4.28	-0.39	6.60	3.60
Rates - DM	United States	2025-02-14	4.48	-31.62	4.08	64.10	22.08	-9.28	-7.43
	Germany	2025-02-14	2.43	-22.10	9.00	25.10	9.40	6.40	0.50
	United Kingdom	2025-02-14	4.50	-38.90	1.70	67.50	45.60	-6.80	-9.20
	Japan	2025-02-14	1.36	11.50	29.80	54.00	60.90	26.10	20.10
Rates - EM	South Korea	2025-02-14	2.85	0.10	-22.90	-9.40	-64.90	-2.50	-3.10
	India	2025-02-14	6.71	-11.50	-15.70	-15.20	-40.50	-5.30	-5.60
	Indonesia	2025-02-14	6.77	-50.60	-18.90	2.00	12.80	-22.70	-12.30
	Vietnam	2025-02-14	3.13	6.00	38.80	40.80	83.10	16.10	6.60
	Russia	2024-06-20	15.45	136.68	228.34	359.60	442.91	358.28	358.28
	Brazil	2025-02-14	14.56	-28.00	165.60	311.00	368.00	-60.70	-22.50
Commodity	WTI (\$/bbl)	2025-02-14	70.74	-8.72	2.97	-8.11	-7.70	-1.37	-1.00
	Brent (\$/bbl)	2025-02-14	74.74	-6.48	3.00	-6.29	-8.41	0.13	0.03
	Gold (\$/oz)	2025-02-15	2,882.53	7.66	12.39	17.76	44.68	9.83	9.01

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.

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