

Weekly Global FX Market Monitor

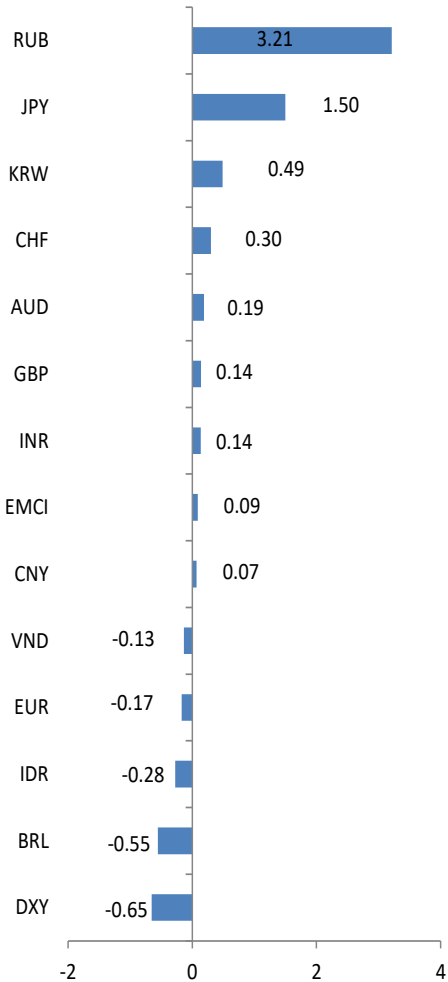
2025.02.24



Global

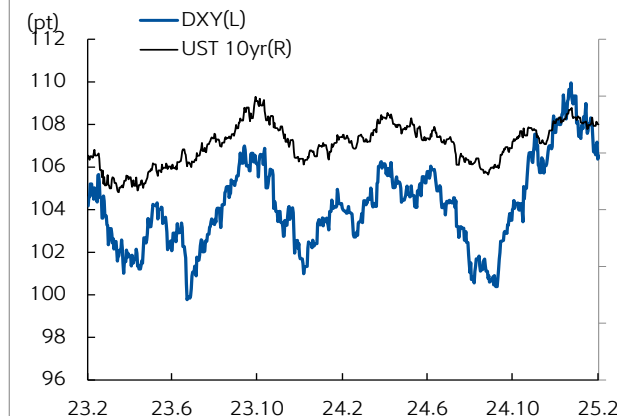
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Translation: Jae Yeon Hyun

■ Weekly Change (%)



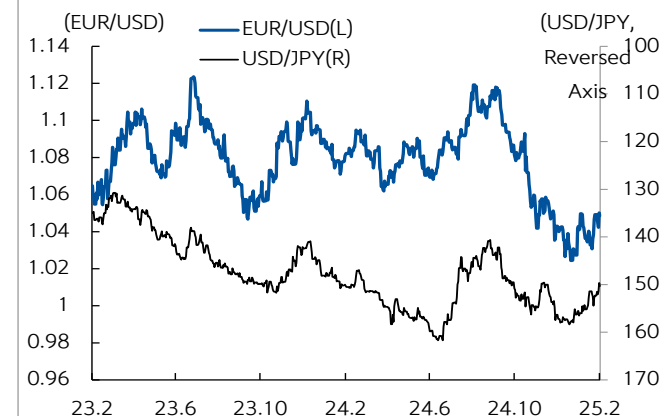
- Last Week: Weak USD(-0.65%), Weak EUR(-0.17%), Strong JPY(+1.50%)
- The dollar index rose early in the week as hawkish Fed comments pushed back rate-cut expectations. Later, weakening U.S. data and Trump hinting at negotiations with China led to a decline.
- EUR initially weakened amid news of increased defense spending and the possibility of Europe being excluded from Russia-Ukraine negotiations. However, as hawkish ECB officials tempered the pace of rate cuts to counter renewed inflation concerns—and with a weak dollar—the euro rebounded to 1.05 before retreating following disappointing Eurozone and French composite PMI data in the latter part of the week.
- JPY weakened early on due to hawkish Fed remarks and Trump’s threat to impose auto tariffs, but later reversed course. Expectations of further BOJ rate hikes—bolstered by survey results showing Japanese firms’ intentions to raise wages ahead of annual wage negotiations—and falling U.S. Treasury yields pushed the yen below 150 per dollar.
- EM Currencies generally strengthened as markets partially adapted to repeated tariff threats and weak U.S. economic data.
- CNY rose modestly (+0.07%) as Trump signaled willingness to negotiate trade and the PBOC kept key lending rates unchanged, pushing the yuan down to around 7.24.
- INR(+0.14%) strengthened, while the IDR(-0.28%) VND(-0.13%) weakened.

Dollar Index & US Treasury 10yr



Source : Bloomberg , SHB Solution & Trading Center

EUR & JPY Trend



Source : Bloomberg , SHB Solution & Trading Center

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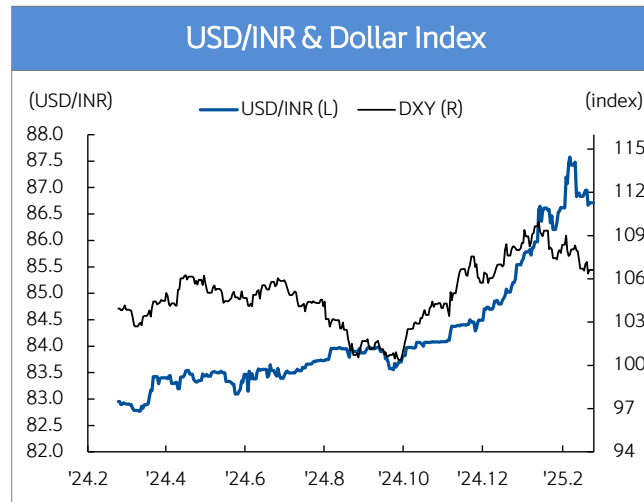


India

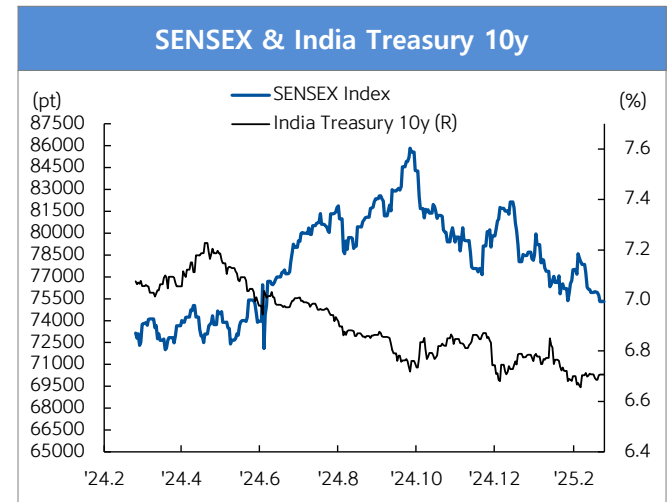
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USD/INR	86.71
52wk high	87.96
52wk low	82.65
Sensex	75,311
52wk high	85,978
52wk low	70,234
Government Bond (10yr,%)	6.71
52wk high	7.25
52wk low	6.63
Major Indices Snap shot	
Real GDP Growth	5.36
Rate(% YoY)	
Consumer Prices (% YoY)	4.31
Producer Prices (% YoY)	2.31
RBI rate(%)	6.25
Manufacturing PMI (index)	57.1
Industrial Production (% YoY)	3.20
Core Sector Growth(% YoY)	3.97
Exports (% YoY)	-2.41
Imports (% YoY)	10.3
Current Account (\$bn)	-11.16
Financial Earnings and Expenses (INR10mn)	0
FX Reserve (\$mn)	635,721

- USD/INR moved around 86.67~86.95, strengthened compared to last week(+0.14%)
- The INR strengthened from last week due to dollar selling by foreign banks, robust HSBC services PMI, and a generally weaker global dollar.
- January exports fell 2.4% YoY, while imports rose 10.3% YoY, resulting in a trade deficit of USD 22.997 billion.
- January HSBC Services PMI improved to 60.6, with a surge in new orders and record-high job creation.
- FPI net bought in equity, net sold in bond market.
 - Equity: Net bought(2/17~2/20 cumulative): \$0.29 bil, SENSEX dropped(-0.83%)
 - Bond: Net sold(2/17~2/20 cumulative): \$509.82 mil, bond yield dropped(10y, 6.71%, -0.10bp)
- With reciprocal tariff postponements and expectations for an end to the conflict easing the strong-dollar environment, and with RBI rate cuts and tax relief measures boosting domestic consumption, the rupee appears set to remain around 86 per dollar. India's 2024 4Q GDP is scheduled for release on the 28th (consensus: +6.2% YoY). (Expected Range: 86.0~86.9)



Source: Bloomberg, SHB Solution & Trading Center



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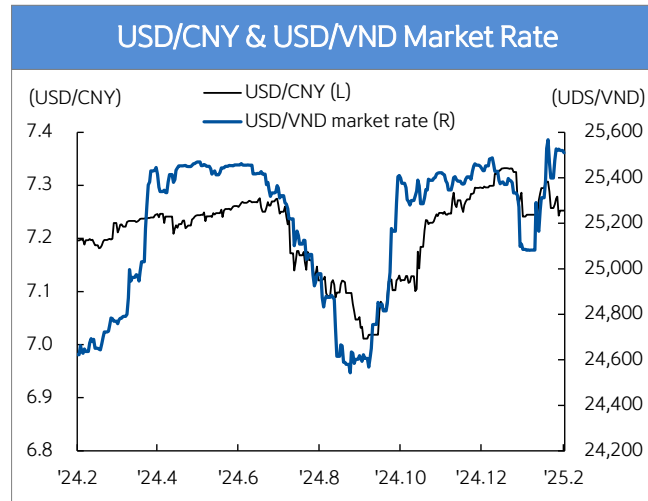


Vietnam

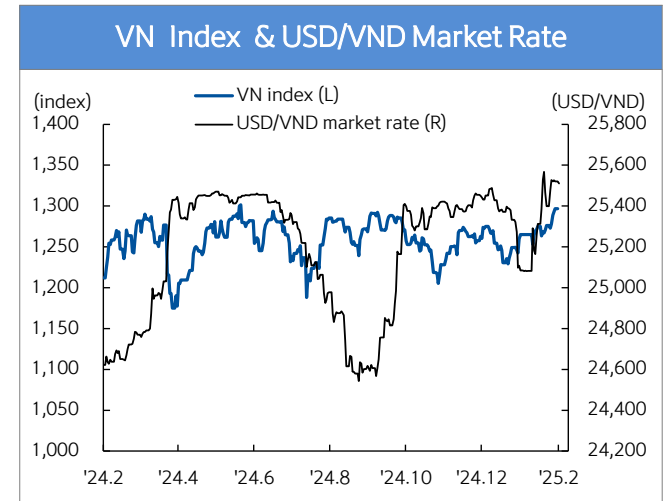
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USD/VND	25,510
52wk high	25,594
52wk low	24,540
VN index	1,297
52wk high	1,306
52wk low	1,166
Government Bond(10yr,%)	3.12
52wk high	3.13
52wk low	2.33
Major Indices Snap shot	
Real GDP Growth	7.55
Rate(%,YoY)	
Consumer Prices (%,YoY)	3.63
Total Mining 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 25,476~25,527, weakened compared to last week(-0.13%)
- SBV announced central rate at 24,638, weakened compared to the previous week(-0.31%)
- The VND initially weakened to 25,527 at the beginning of the week due to Trump's additional tariff imposition announcement and diminished expectations for a Fed rate cut. However, the VND later appreciated as Trump signaled willingness for trade negotiations and weak U.S. economic data led to a weaker dollar.
- Despite U.S. tariff threats, the Vietnamese National Assembly raised the country's 2025 economic growth target from 6.5~7% to 8%
- The Vietnam Ministry of Industry and Trade plans to impose anti-dumping duties of 19.38%~27.83% on certain hot-rolled coil steel products from China, starting February 7.
- FPI net sold(38.50 mil)
- VN index rose(+1.62%), VNIBOR3M was 4.7%(+0.00)
- As markets have somewhat adapted to the Trump administration's repeated tariff threats, this week's VND exchange rate is expected to remain range-bound, given the lack of key U.S. economic data releases except for PCE inflation. (Expected Range: 25,090~25,560)



Source : Bloomberg , SHB Solution & Trading Center



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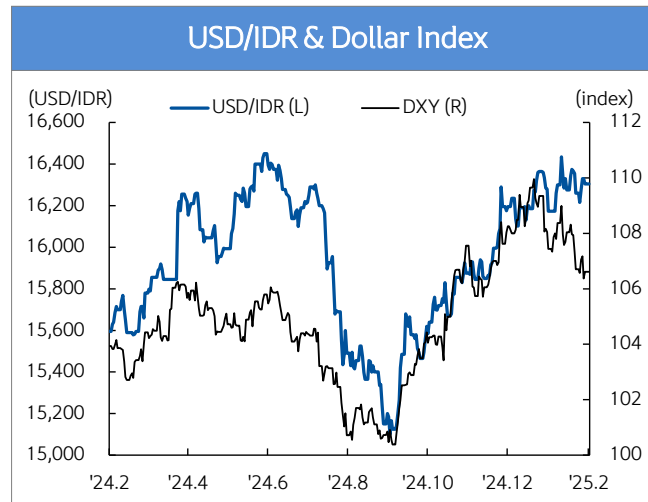


Indonesia

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USD/IDR	16,305
52wk high	16,478
52wk low	15,070
Jakarta index	6,803
52wk high	7,911
52wk low	6,500
Government Bond(10yr,%)	6.78
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)	0.38
Exports (% YoY)	4.68
Imports (% YoY)	-2.67
Current Account (\$mn)	-1,145
Financial Earnings and Expenses (IDR10bn)	-337,288
FX Reserve (\$mn)	156

- Last week, USD/IDR(market rate) moved around 16,215~16,330, weakened compared to last week(-0.28%)
- The IDR weakened in the early part of the week due to the U.S. announcement of tariff plans on automobiles, semiconductors, and pharmaceuticals, a stronger U.S. dollar, and caution ahead of the Bank Indonesia(BI) monetary policy meeting. However, in the latter part of the week, the rupiah reversed to gains as Trump hinted at a possible trade deal and weak U.S. economic data led to a weaker dollar. Additionally, BI's decision to hold its policy rate steady contributed to the rupiah's appreciation.
- On January, Export increased 4.68%(YoY), Imports decreased 2.67%(YoY). Trade balance: 3.452 billion surplus.
- On February 19, BI held its policy rate at 5.75% during its monetary policy meeting. BI maintained its 2025 growth forecast at 4.7%~5.5% and inflation target at 1.5%~3.5%. Meanwhile, BI agreed to purchase USD 9 billion worth of government bonds in the secondary market to finance the government's low-income housing construction project.
- FPI net sold in equity market, net bought in bond market
 - Equity: net sold(2/17~2/21 cumulative: \$70.89 mil), Jakarta Stock index rose(+2.48%)
 - Bond: net bought(2/17~2/21 cumulative: \$541.53 mil), Bond yields rose(10y, 6.78%, +1.30bp)
- BI's commitment to bond purchases has intensified concerns over debt monetization. This week, the rupiah is expected to face upward pressure due to fiscal sustainability concerns. (Expected Range: 16,050~ 16,550)



Source : Bloomberg , SHB Solution & Trading Center



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Australia

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AUD/USD	0.6394
52wk high	0.6913
52wk low	0.6147
S&P/ASX200	8,312
52wk high	8,556
52wk low	7,548
Government Bond (10yr,%)	4.51
52wk high	4.70
52wk low	3.81

Major Indices Snapshot

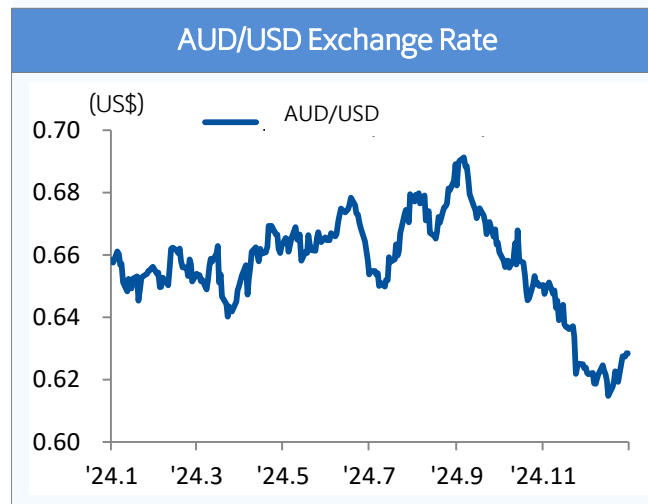
Real GDP Growth Rate (YoY)	0.8
Consumer Prices (% YoY)	2.4
Producer Prices (% YoY)	3.7
Policy Rate (%)	4.10
AU-US 2yr Spread (%)	-0.35
China Imports From Australia (Billion USD)	-15.4
Exports (% MoM)	4.0
Imports (% MoM)	-0.4
Current Account (Billion AUD)	-1.6

Last Week :

- On February 18, the first rate cut since 2020 was implemented, but apart from brief volatility, the market reaction was muted. As the market quickly became desensitized to the Trump administration's tariff threats, the USD weakened, leading to an AUD rebound. Later in the week, the AUD fluctuated around the 0.64 level. Additionally, the start of Ukraine peace negotiations further supported the AUD.

Outlook :

- With the market growing increasingly indifferent to U.S. tariff threats, the "no news is good news" sentiment could create conditions for further AUD appreciation. There are rumors of a Mar-a-Lago agreement comparable to the 1985 Plaza Accord, and the Trump administration's concerns over USD strength are expected to influence market sentiment.



Source : Refinitiv, SHB Solution & Trading Center

AUD/USD Forecast Distribution * (as of 2/21)

	'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 2025.02.24

SORT	NAME	DATE	PRICE	1W(%)	1M(%)	3M(%)	6M(%)	1Y(%)	YTD(%)
FX - DM	Dollar Index (DXY)	2025-02-21	106.61	-0.65	-1.34	-0.34	5.52	2.51	-1.73
	Euro (EUR/USD)	2025-02-24	1.05	-0.17	-0.30	-0.28	-6.23	-3.55	1.08
	Yen (USD/JPY)	2025-02-24	149.27	1.50	4.51	3.32	-3.18	0.96	5.31
	Pound (GBP/USD)	2025-02-24	1.26	0.14	1.27	0.60	-4.13	-0.33	1.01
	Switzerland (USD/CHF)	2025-02-24	0.90	0.30	0.88	-1.30	-5.65	-2.00	1.05
	Australia (AUD/USD)	2025-02-24	0.64	0.19	0.86	-2.09	-5.97	-2.63	2.91
FX - EM	South Korea (USD/KRW)	2025-02-22	1,434.05	0.49	0.12	-2.47	-6.99	-6.92	2.64
	China (USD/CNY)	2025-02-22	7.25	0.07	0.18	-0.14	-1.67	-0.84	0.65
	India (USD/INR)	2025-02-21	86.71	0.14	-0.15	-2.55	-3.20	-4.31	-1.27
	Indonesia (USD/IDR)	2025-02-21	16,305.00	-0.28	0.18	-2.33	-5.03	-4.11	-1.25
	Vietnam (USD/VND)	2025-02-24	25,510.00	-0.13	-1.67	-0.37	-2.50	-3.32	-0.10
	Brazil (USD/BRL)	2025-02-22	5.73	-0.55	5.16	1.46	-4.22	-13.83	7.80
Russia (USD/RUB)	2025-02-22	88.50	3.21	12.71	14.44	3.39	4.37	28.27	
Stock - DM	United States Dow Jones	2025-02-22	43,428.02	-2.87	-2.24	-1.96	5.47	10.98	2.08
	United States NASDAQ	2025-02-22	19,524.01	-2.11	-2.16	2.74	9.21	22.05	1.10
	United States S&P 500	2025-02-22	6,013.13	-1.67	-1.44	0.73	6.72	18.16	2.24
	Japan NIKKEI225	2025-02-21	38,776.94	-0.95	-2.89	-0.01	1.08	-0.82	-2.80
	United Kingdom FTSE	2025-02-22	8,659.37	-0.84	1.85	4.81	3.98	12.37	5.95
	France CAC40	2025-02-22	8,154.51	-0.29	2.86	12.40	7.62	2.36	10.48
Germany DAX	2025-02-22	22,287.56	-1.00	4.17	15.34	19.61	27.95	11.95	
Stock - EM	South Korea KOSPI	2025-02-21	2,654.58	2.45	4.64	6.13	-1.74	-0.49	10.63
	China Shanghai Stock Exchange	2025-02-21	3,379.11	0.97	3.89	3.43	18.38	12.45	0.82
	India Sensex	2025-02-21	75,311.06	-0.83	-1.15	-4.81	-7.12	2.96	-3.62
	Indonesia Jakarta	2025-02-21	6,803.00	2.48	-5.07	-5.46	-9.83	-6.75	-3.91
	Vietnam VN index	2025-02-21	1,296.75	1.62	2.51	5.59	0.89	6.99	2.37
	Brazil Bovespa	2025-02-22	127,128.06	-0.85	3.82	-1.55	-6.25	-1.77	5.69
Rates - DM	United States	45709.00	4.43	-4.49	-14.51	0.95	63.03	11.26	-13.77
	Germany	2025-02-21	2.47	3.90	-4.00	15.20	27.90	2.00	10.30
	United Kingdom	2025-02-21	4.57	7.10	-1.90	12.80	68.00	46.80	0.30
	Japan	2025-02-21	1.43	6.80	23.60	33.10	55.00	70.40	32.90
Rates - EM	South Korea	2025-02-21	2.85	0.60	4.20	-12.80	-14.50	-62.30	-1.90
	India	2025-02-21	6.71	-0.10	-3.10	-15.60	-15.10	-34.70	-5.40
	Indonesia	2025-02-21	6.78	1.30	-34.20	-13.40	17.20	19.20	-21.40
	Vietnam	2025-02-21	3.12	-0.90	6.70	36.40	40.10	80.30	15.20
	Russia	2024-06-20	15.45	45.28	136.68	228.34	359.60	442.91	358.28
	Brazil	2025-02-21	14.65	9.20	-42.70	183.30	306.70	385.80	-51.50
Commodity	WTI (\$/bbl)	2025-02-21	70.40	-1.25	-7.23	0.43	-2.13	-9.64	-1.84
	Brent (\$/bbl)	2025-02-21	74.43	-0.41	-6.13	0.27	-2.13	-10.36	-0.28
	Gold (\$/oz)	2025-02-22	2,936.05	1.86	6.97	9.98	16.85	44.92	11.87

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.

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