Weekly Global FX Market Monitor

2025.12.8

Global

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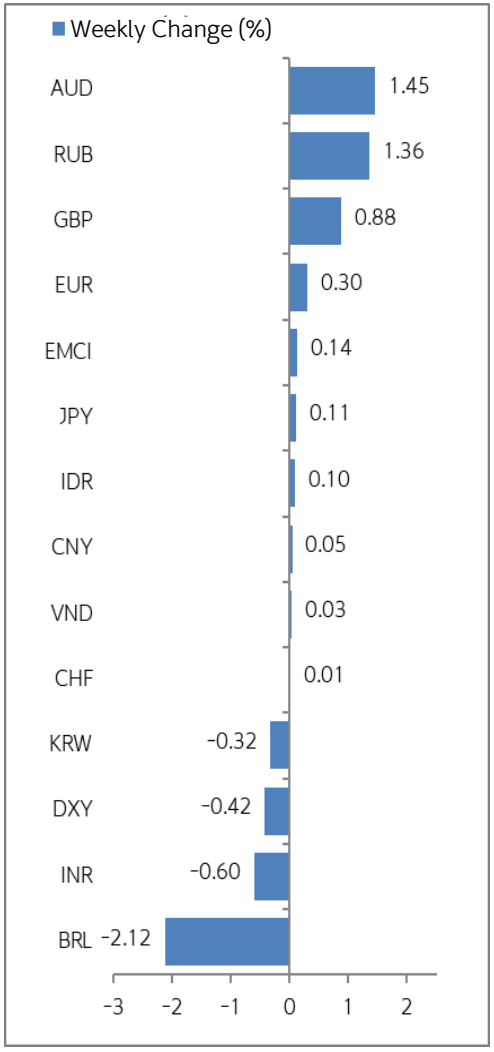
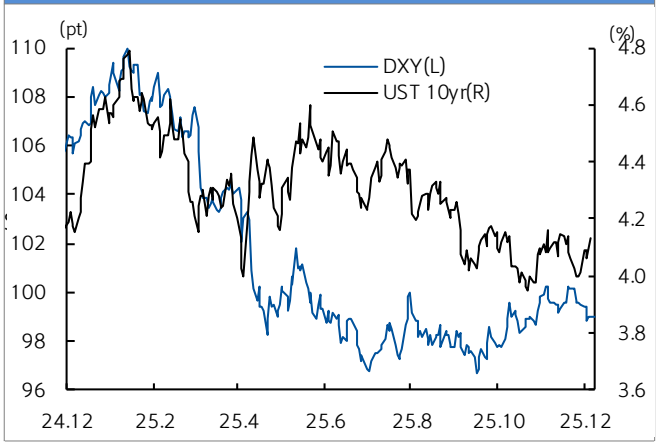
Translation. Choi, Yi Hyuk



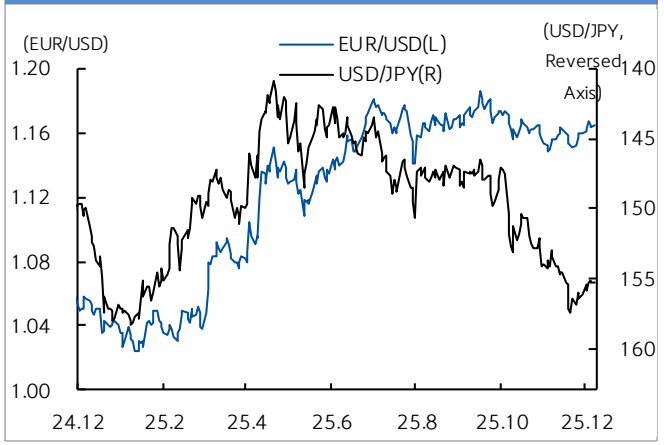
- Last Week: Weak USD(-0.42%), Strong EUR(+0.30%), Strong JPY(+0.11%)
  - Expectations for a Federal Reserve rate cut at the December FOMC rose due to lower-than-expected inflation expectations and a slowdown in employment, leading to dollar weakness. The Dollar Index fell to the high 98pt range.
  - With Q3 Eurozone economic growth slightly upgraded, the Euro strengthened in line with rising Fed rate cut expectations. The passing of the pension bill in Germany resolved the risk of a collapse of the Merz government.
  - In contrast to the Fed, hawkish remarks from the BOJ Governor raised the likelihood of a December rate hike, though Yen appreciation remained limited.
- Emerging Markets: Growing expectations for a Fed rate cut ahead of the December FOMC weakened the US dollar, pushing the Emerging Market Currency Index up (+0.14%).
  - Chinese authorities appeared to moderate the pace of Yuan appreciation (+0.05%) but maintained a policy inducing strength.
  - INR weakened (-0.60%), VND was flat-to-strong (+0.03%), and IDR strengthened (+0.10%).

Dollar Index & US Treasury 10yr



Source : Bloomberg , SHB Solution & Trading Center

EUR & JPY Trend



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India

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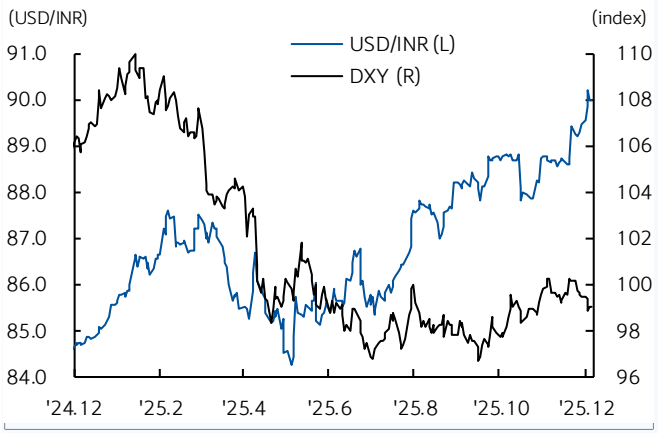
USD/INR	89.41
52wk high	89.48
52wk low	83.75
Sensex	85,232
52wk high	85,802
52wk low	71,425
Government Bond (10yr, %)	6.52
52wk high	6.87
52wk low	6.13
Major Indices Snap shot	
Real GDP Growth(%,YoY)	7.81
Rate(%,YoY)	0.25
Consumer Prices(%,YoY)	-1.21
RBI Rate(%)	5.50
Manufacturing PMI (index)	57.4
Industrial Production (%,YoY)	4.00
Core Sector Growth(%,YoY)	0.00
Exports(%,YoY)	-11.82
Imports(%,YoY)	16.64
Current Account($bn)	-2.35
Financial Earnings and Expenses (INR10mn)	250.3
FX Reserve($mn)	692,576

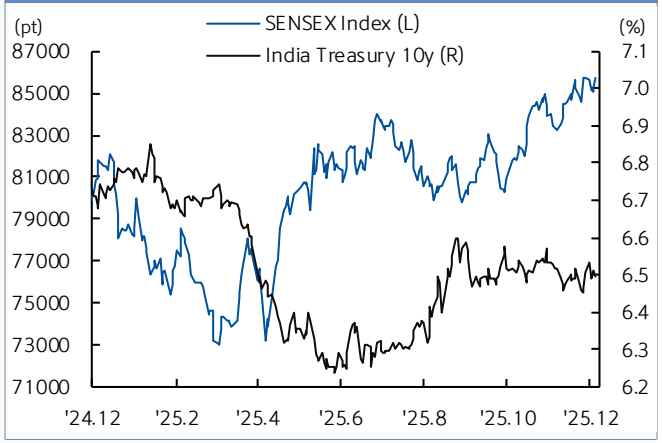
- USD/INR moved around 89.55~90.10, weakened compared to last week(-0.60%)
- The Indian Rupee weakened despite broad dollar weakness, breaching the 90 USD/INR mark on Wednesday to hit an all-time high
- November Manufacturing PMI stood at 56.6, confirming continued strength in the sector. However, October Industrial Production rose only 0.4% YoY, significantly missing both the revised figure (4.6%) and consensus (2.5%).
- FPI net sold in equity and bond market.
  - Equity: Net sold(12/1~12/4 cumulative): $925.18 mil, SENSEX was flat-to-strong(+0.01%)
  - Bond: Net sold(12/1~12/5 cumulative): $90.51 mil, bond yield dropped (10y, 6.49%, -1.20bp)
- The central bank maintained a neutral policy stance but executed a 25bp rate cut citing slowing inflation. While the cut may lead to Rupee weakness, it is expected to partially offset the economic slowdown caused by high US tariffs. The Rupee is likely to show volatility this week depending on the December FOMC (Expected range : 89.40~90.60)

USD/INR & Dollar Index



Source : Bloomberg , SHB Solution & Trading Center

SENSEX & India Treasury 10y



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Vietnam

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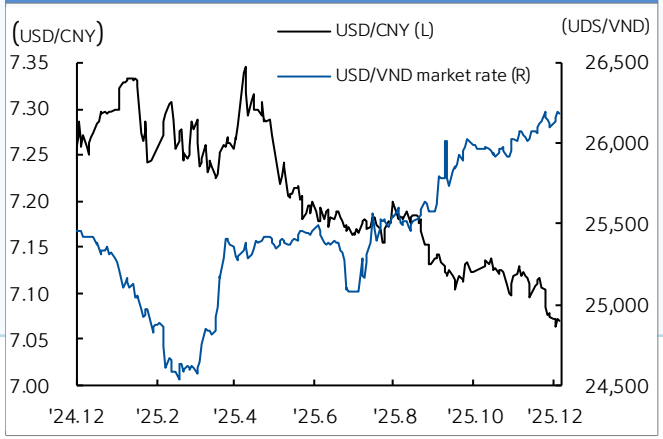
USD/VND	26,359
52wk high	26,437
52wk low	25,038
VN Index	1,691
52wk high	1,795
52wk low	1,074
Government Bond (10yr, %)	3.89
52wk high	3.90
52wk low	2.75
Major Indices Snap shot	
Real GDP Growth Rate(%,YoY)	8.23
Consumer Prices(%,YoY)	3.25
Total Mining Industries Producer Price(%,YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	54.5
Industrial Production (%,YoY)	10.80
Retail Sales(%,YoY)	9.30
Exports(%,YoY)	17.5
Imports(%,YoY)	16.8
Current Account($mn)	8723.00
Financial Earnings and Expenses (VND10bn)	276,200
FX Reserve($mn)	80,280

- USD/VND moved around 26,363~26,375, strengthened compared to last week(0.03%)
- SBV announced central rate 25,151 down from 25,155 on 11/28
- Foreign investors turned net buyers in the Vietnamese stock market for the first time in four months, supporting the rise of the Ho Chi Minh Index. Despite U.S. tariffs, Vietnam's trade surplus with the U.S. hit an all-time high (cumulative through November), while FDI disbursement also reached its highest level in five years.
- FPI net sold (165mil)

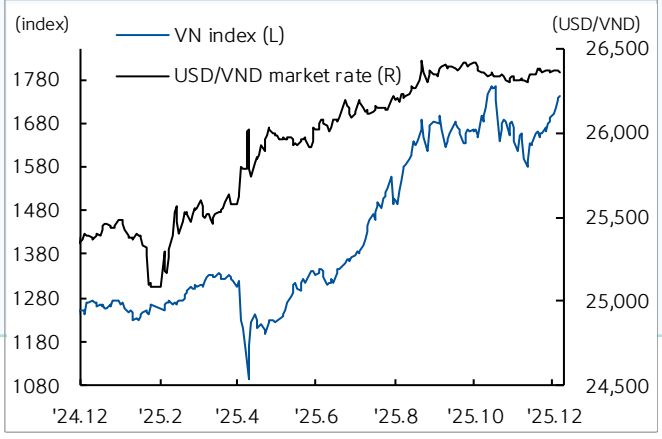
  -VN index rose(+2.98%), VNIBOR3M was 7.10% (+55bp)
- As year-end funding demand surged, bank liquidity tightened and short-term rates rose sharply, prompting discussions of potential SBV easing. Following this week's U.S. FOMC meeting, the expected external USD weakness could provide tailwinds for the dong. (Expected Range: 26,350~26,380)

USD/CNY & USD/VND Market Rate



Source : Bloomberg , SHB Solution & Trading Center

VN Index & USD/VND Market Rate



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Weekly Global FX Market Monitor

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Indonesia

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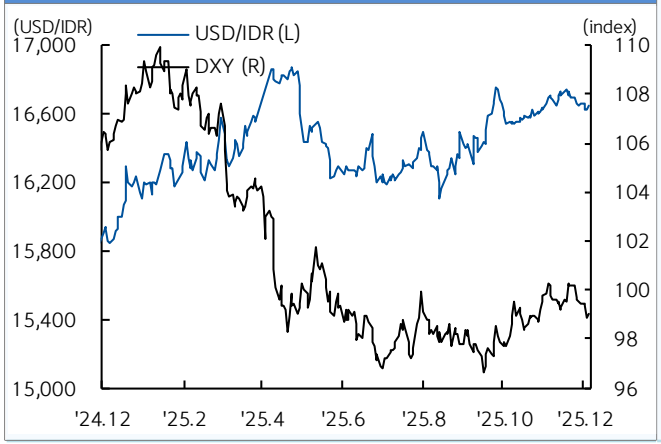
USD/IDR	16,644
52wk high	16,957
52wk low	15,843
Jakarta Index	8,633
52wk high	8,689
52wk low	5,883
Government Bond (10yr, %)	6.20
52wk high	7.32
52wk low	5.94
Major Indices Snap shot	
Real GDP Growth Rate(%,YoY)	5.04
Consumer Prices(%,YoY)	2.72
Total Mining Industries Producer Price(%,YoY)	2.35
Refinance rate(%)	4.75
Manufacturing PMI (index)	53.3
Industrial Production (%,YoY)	1.70
Retail Sales(%,YoY)	4.30
Exports(%,YoY)	-2.31
Imports(%,YoY)	-1.15
Current Account($mn)	4,047
Financial Earnings and Expenses (IDR10bn)	-337,288
FX Reserve($mn)	150

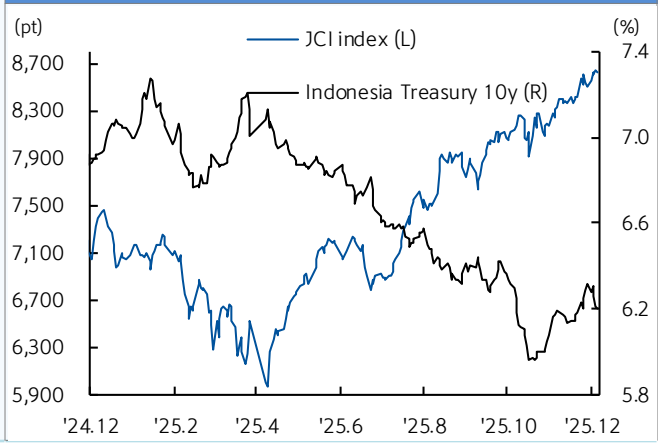
- Last week, USD/IDR moved around 16,622 ~ 16,659 (0.10%)
- Ahead of the FOMC meeting, the dollar's strength slightly eased, and sentiment in Indonesian financial markets improved as inflation concern subsided. The futures market currently prices in about a 95% probability of a 25bp Fed rate cut in December, with attention focused on the upcoming dot plot.
- FPI net bought in equity market, bond market
  -Equity: net bought (12/1 ~ 12/5 cumulative: 149.38 mil), Jakarta Stock index rose (+1.46%)
  -Bond: net bought (12/1 ~ 12/5 cumulative: 113.80 mil), Bond yield dropped (10y, 6.20%, -12bp)
- November CPI rose 2.72% YoY, below expectations. Growing Fed rate-cut expectations have raised prospects that BI may also lower its policy rate to 4.5% at the upcoming Dec 17 meeting. This led to positive reactions in both equity and bond markets, alongside continued foreign capital inflows. However, October exports fell 2.31% YoY, weighed by global trade-policy uncertainty and lower oil prices.
- Even if the Fed cuts rates, the future rate path remain uncertain. As consumer expectations and car sales offer a gauge of domestic demand, the rupiah's upward momentum may moderate in the near term (Expected Range: 16,600 ~ 16,700)

USD/IDR & Dollar Index



Source : Bloomberg , SHB Solution & Trading Center

IDX & Indonesia Treasury 10y



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Australia

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AUD/USD	0.6623
52wk high	0.6685
52wk low	0.5960
S&P/ASX200	8,635
52wk high	9,095
52wk low	7,343
Government Bond (10yr, %)	4.68
52wk high	4.70
52wk low	4.10
Major Indices Snap shot	
Real GDP Growth Rate(%,YoY)	2.1
Consumer Prices(%,YoY)	3.2
Producer Prices(%,YoY)	3.5
Policy rate(%)	3.60
AU-US 2Yr Spread(%)	0.43
China Imports From Australia (Billion USD)	-2.0
Exports(%,MoM)	4.0
Imports(%,MoM)	-0.4
Current Account(Billion AUD)	-2.4

- Last Week

-The AUD, having turned upward on Nov 21, accelerated its gains to breach the 0.66 level on Dec4.

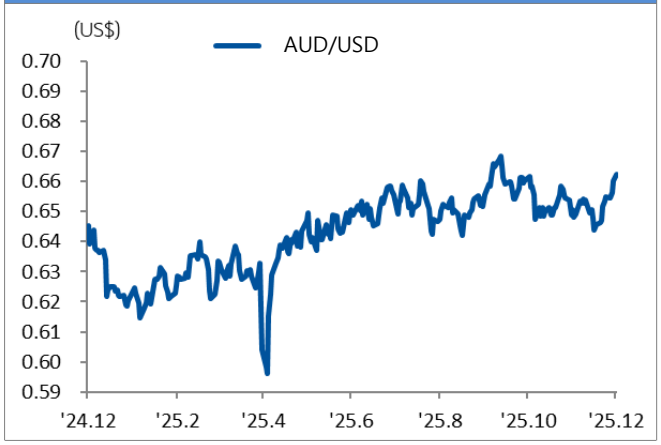
- With the USD struggling for a second week against major peers, the market largely ignored lower-than-expected Q3 Australian GDP data (Dec 3). Weak US private payrolls (Nov ADP) further contributed to the AUD's relative strength.

- Outlook

- The market has priced in an RBA rate hold on Dec 9 and a Fed rate cut early morning on Dec 11.

- While monetary policy supports relative AUD strength, recent weakness in the Crypto market and stalling US Big Tech stocks are easing the global preference for USD assets. A slight additional rise in the AUD is possible.

AUD/USD Exchange Rate



Source : Bloomberg , SHB Solution & Trading Center

AUD/USD Forecast Distribution* (as of 12/5)

	'26.03	'26.06	'26.09
BNP Paribas	0.65	0.66	0.66
Citi	0.67	0.67	0.67
Nomura	0.66	0.67	0.68
MUFG	0.67	0.68	0.69

Source : Bloomberg , SHB Solution & Trading Center

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Major Price Variations in Global Markets

2025.12.8

SORT	NAME	DATE	PRICE	-1W(%)	-1M(%)	-3M(%)	-6M(%)	-1Y(%)	YTD(%)
FX - DM	Dollar Index(DXY)	2025-12-08	99.00	-0.42	-0.61	1.58	-0.20	-6.66	-8.75
	Euro (EUR/USD)	2025-12-08	1.16	0.30	0.76	-1.00	1.95	10.34	12.47
	Yen (USD/JPY)	2025-12-08	155.29	0.11	-0.73	-5.02	-6.90	-2.63	1.23
	Pound (GBP/USD)	2025-12-08	1.33	0.88	1.17	-1.59	-1.64	4.54	6.50
	Switzerland(USD/CHF)	2025-12-08	0.80	0.01	0.06	-1.40	2.14	9.23	12.78
	Australia(AUD/USD)	2025-12-08	0.66	1.45	1.58	0.71	1.89	3.09	7.29
FX - EM	South Korea (USD/KRW)	2025-12-06	1,472.05	-0.32	-2.09	-5.78	-7.90	-3.77	-0.01
	China (USD/CNY)	2025-12-06	7.07	0.05	0.79	0.87	1.51	2.65	3.23
	India (USD/INR)	**2025-12-05**	**89.99**	**-0.60**	**-1.48**	**-1.92**	**-4.66**	**-5.84**	**-4.87**
	Indonesia (USD/IDR)	2025-12-05	16,644.00	0.10	0.37	-1.35	-2.22	-4.71	-3.26
	Vietnam (USD/VND)	**2025-12-08**	**26,360.00**	**0.03**	**-0.23**	**0.19**	**-1.21**	**-3.74**	**-3.32**
	Brazil (USD/BRL)	2025-12-06	5.45	-2.12	-1.72	-0.70	2.52	10.21	13.33
	Russia (USD/RUB)	2025-12-06	76.50	1.36	6.34	6.61	0.48	31.71	48.39
Stock - DM	United States Dow Jones	2025-12-06	47,954.99	0.50	2.06	5.36	12.14	7.42	12.72
	United States NASDAQ	2025-12-06	23,578.13	0.91	2.49	8.16	20.73	18.72	22.10
	United States S&P 500	2025-12-06	6,870.40	0.31	2.10	5.78	14.50	12.81	16.81
	Japan NIKKEI225	2025-12-05	50,491.87	0.47	0.43	15.69	33.78	29.16	26.56
	United Kingdom FTSE	2025-12-06	9,667.01	-0.55	-0.16	4.83	9.38	16.35	18.28
	France CAC40	2025-12-06	8,114.74	-0.10	2.07	4.91	3.97	9.26	9.94
	Germany DAX	2025-12-06	24,028.14	0.80	1.94	0.93	-1.14	17.87	20.69
Stock - EM	South Korea KOSPI	2025-12-05	4,100.05	4.58	3.70	27.35	45.80	68.85	70.87
	China Shanghai Stock Exchange	2025-12-05	3,902.81	0.37	-2.37	1.99	15.28	14.65	16.44
	India Sensex	**2025-12-05**	**85,712.37**	**0.01**	**3.00**	**6.10**	**4.29**	**4.90**	**9.69**
	Indonesia Jakarta	2025-12-05	8,632.76	1.46	2.84	11.15	21.36	16.93	21.93
	Vietnam VN index	**2025-12-05**	**1,741.32**	**2.98**	**8.89**	**7.19**	**30.94**	**37.10**	**37.46**
	Brazil Bovespa	2025-12-06	157,369.36	-1.07	2.15	10.99	15.63	24.95	30.83
Rates - DM	United States	2025-12-05	4.14	12.19	-2.40	6.09	-25.55	-4.10	-43.39
	Germany	2025-12-05	2.80	10.90	12.50	13.60	21.60	68.70	43.10
	United Kingdom	2025-12-05	4.48	3.60	1.30	-17.00	-14.00	19.50	-9.20
	Japan	2025-12-05	1.95	13.50	28.30	36.70	48.00	87.60	84.60
Rates - EM	South Korea	2025-12-05	3.35	0.70	22.20	48.50	46.20	61.70	48.10
	India	**2025-12-05**	**6.49**	**-1.20**	**-3.40**	**2.90**	**24.80**	**-18.60**	**-26.60**
	Indonesia	2025-12-05	6.20	-12.00	2.30	-19.80	-57.60	-71.70	-79.90
	Vietnam	**2025-12-05**	**3.95**	**6.20**	**12.30**	**41.60**	**81.00**	**116.40**	**98.50**
	Brazil	2025-12-05	13.76	34.60	-2.50	-15.80	-40.80	0.20	-140.80
Commodity	WTI ($/bbl)	2025-12-08	60.19	1.47	0.74	-3.32	-6.80	-10.43	-16.08
	Brent ($/bbl)	2025-12-08	63.85	1.08	0.35	-3.29	-3.94	-10.22	-14.46
	Gold ($/oz)	2025-12-08	4,200.93	-0.74	2.07	15.54	26.30	57.91	60.07

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.