Weekly Global FX Market Monitor

2026.5.26

Global

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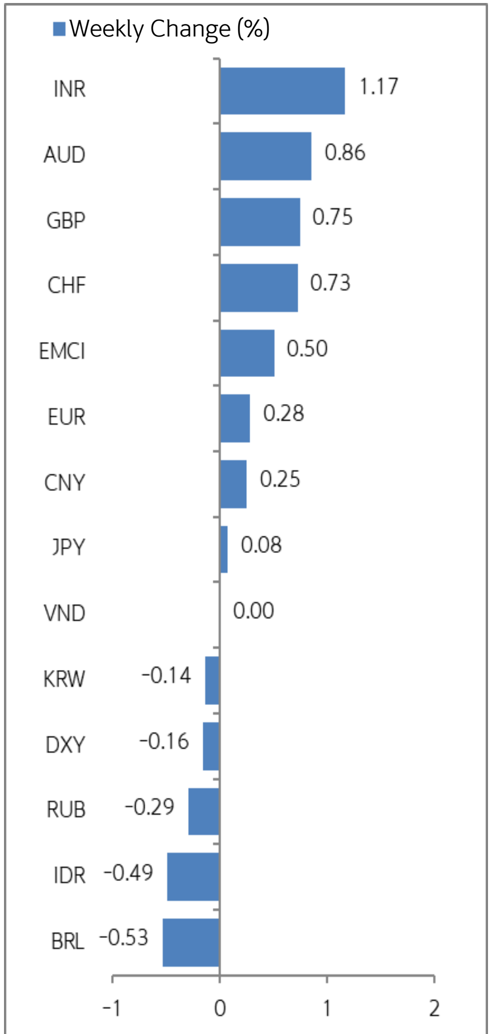
Translation. Choi, Yi Hyuk



- Last Week: Weak USD(-0.16%), Strong EUR(+0.28%), Flat-to-Strong JPY(+0.08%)

 - The upward momentum in major sovereign bond yields stalled. Market sentiment improved on expectations that the US and Iran were close to signing an MOU, acting as a tailwind for risk assets. Amid this trend, the DXY closed at the 99pt level.

 - The EUR briefly dipped below $1.16 mid-week as concerns over an economic slowdown and inflation in the Eurozone grew due to rising energy prices. Preliminary May PMIs for Europe hit a roughly 2-year low, dragged down by a sharp contraction in French data.

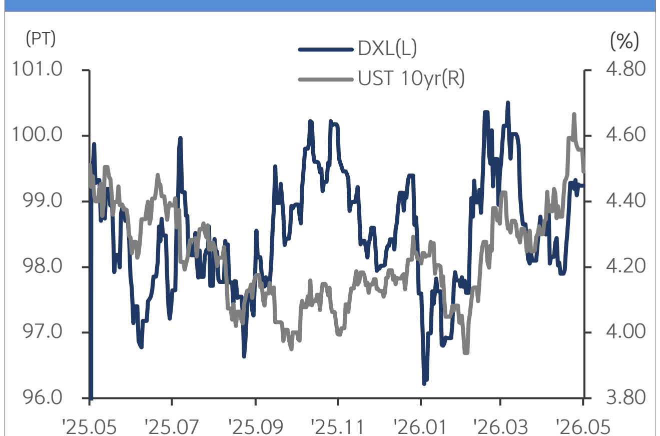
 - While expectations for a BOJ rate hike remain high, slowing core inflation in April diluted the justification for a hike. The impact of the Japanese authorities' FX intervention in late April and early May has faded, but the Yen closed flat-to-strong as the Dollar edged lower.

- Although high oil prices and energy supply issues are burdening emerging markets, the EM Currency Index rose (+0.50%) on hopes for a US-Iran agreement.

 - April data confirmed falling housing prices and slowing retail sales. The PBOC held the LPR steady. The CNY strengthened (+0.25%).

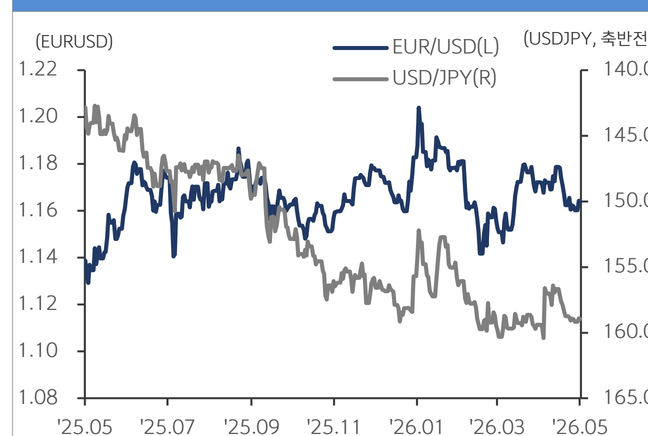
 - INR strengthened (+1.17%), VND was flat(0.12%), and IDR (-0.49%) weakened.

Dollar Index & US Treasury 10yr



Source : Bloomberg , SHB Solution & Trading Center

EUR & JPY Trend



Source : Bloomberg , SHB Solution & Trading Center

RE:BOOT Shinhan

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India

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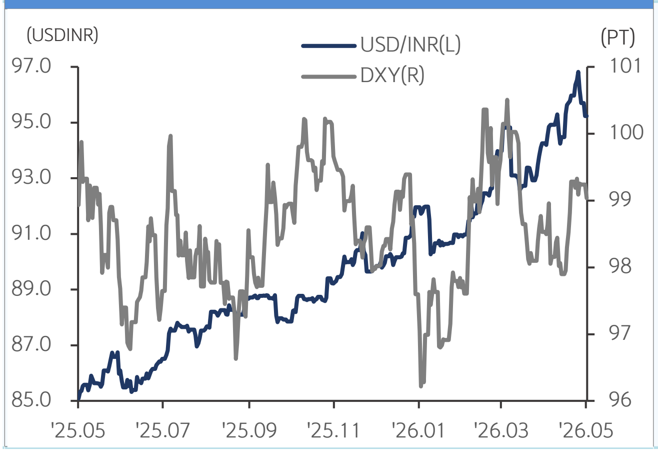
USD/INR	95.24
52wk high	96.97
52wk low	85.14
Sensex	**76,489**
52wk high	86,159
52wk low	71,546
Government Bond (10yr, %)	**7.03**
52wk high	7.14
52wk low	6.13
Major Indices Snap shot	**0**
Real GDP Growth(%,YoY)	7.80
Rate(%,YoY)	3.48
Consumer Prices(%,YoY)	8.3
RBI Rate(%)	5.25
Manufacturing PMI (index)	54.3
Industrial Production (%,YoY)	4.10
Core Sector Growth(%,YoY)	1.65
Exports(%,YoY)	13.78
Imports(%,YoY)	10.04
Current Account($bn)	-13.17
Financial Earnings and Expenses (INR10mn)	-2712
FX Reserve($mn)	688,894

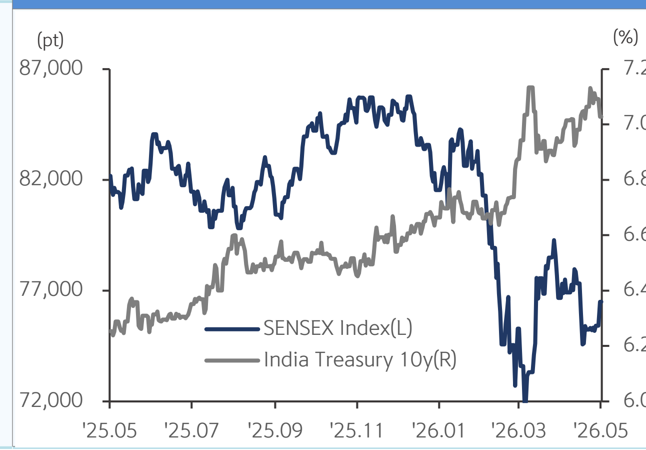
- Last week (5/18~5/22): USD/INR traded in the range of 95.70~96.82, strengthened WoW (+1.17%).
- Rising global bond yields amid inflation and fiscal concerns initially supported the USD, but late-week dollar weakness eased pressure on the rupee. Increased intervention by Indian authorities also helped stabilize the currency.
- FPI net sold in equities, but net bought in bonds:
  - Equities: Net sold (5/18~5/22 cumulative: USD 1.122 bil), SENSEX index rose (+1.56%).
  - Bonds: Net bought (5/18~5/22 cumulative: USD 880 mil), bond yields dropped (10y, 7.03%, -4.90bp).
- Energy and fertilizer production was affected by energy supply disruptions, but growth in India's eight core industries turned positive at 1.7% in April. May Manufacturing PMI remained expansionary at 58.1.
- Market uncertainty persists due to delays in a Hormuz-related ceasefire agreement and concerns over enriched uranium stockpiles. Authorities are considering measures such as rate hikes and restrictions on overseas spending to support the rupee, though their impact is expected to be limited to slowing depreciation. (Expected weekly range: 95.50~97.00)

USD/INR & Dollar Index



Source : Bloomberg , SHB Solution & Trading Center

SENSEX & India Treasury 10y



Source : Bloomberg , SHB Solution & Trading Center

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Vietnam

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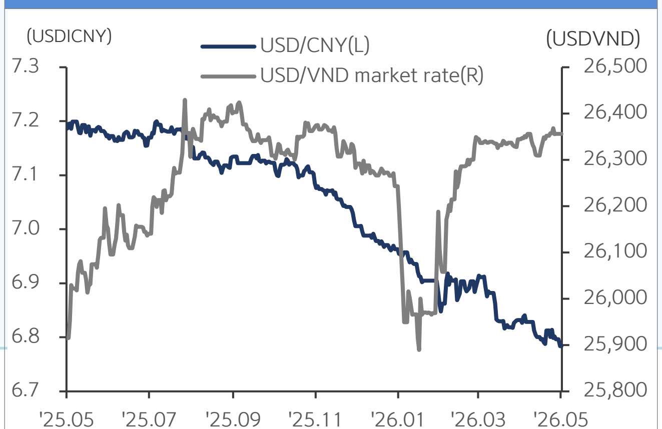
USD/VND	26,356
52wk high	26,437
52wk low	25,871
VN Index	1,886
52wk high	1,937
52wk low	1,289
Government Bond (10yr, %)	4.25
52wk high	4.25
52wk low	3.09
Major Indices Snap shot	
Real GDP Growth Rate(%,YoY)	7.83
Consumer Prices(%,YoY)	5.46
Total Mining Industries Producer Price(%,YoY)	9.18
Refinance rate(%)	4.50
Manufacturing PMI (index)	50.5
Industrial Production (%,YoY)	3.00
Retail Sales(%,YoY)	11.10
Exports(%,YoY)	21
Imports(%,YoY)	32.5
Current Account($mn)	7654.00
Financial Earnings and Expenses (VND10bn)	-605,800
FX Reserve($mn)	83,619

- USD/VND moved around 26,355~26,368, slightly weakened compared to last week (-0.02%)
- SBV announced central rate at 25,134 on 5/22, up from 25,131 on 5/15
- The World Bank projected Vietnam's economic growth at 6.8% this year, citing the Middle East war, marking significant downgrade from the estimated 8.0% growth in 2025. The dong was exposed to depreciation pressure, but the authorities moderated the pace of weakness by capping the upside through the central rate.
- FPI net sold (233.25 mil)

- VN index dropped (-2.17%), VNIBOR3M was 7.7% (+50.0bp)

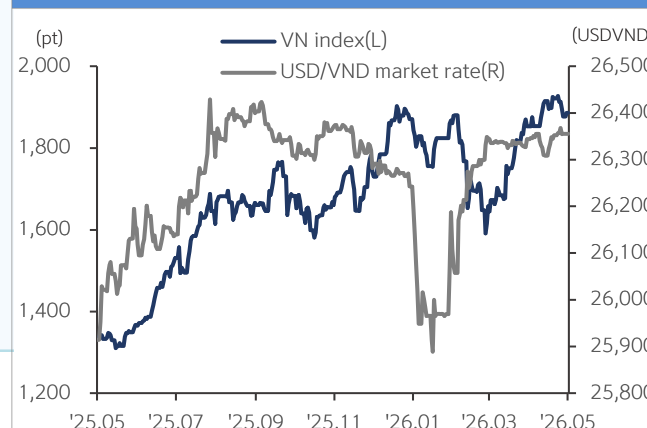
- At present, the dong is under depreciation pressure amid expectations of slower growth in Vietnam, accommodative policy expectations from the authorities, and broad dollar strength. As current conditions are likely to persist for the time being, slight weakness in the dong is expected (Expected Range: 26,350 ~ 26,380)

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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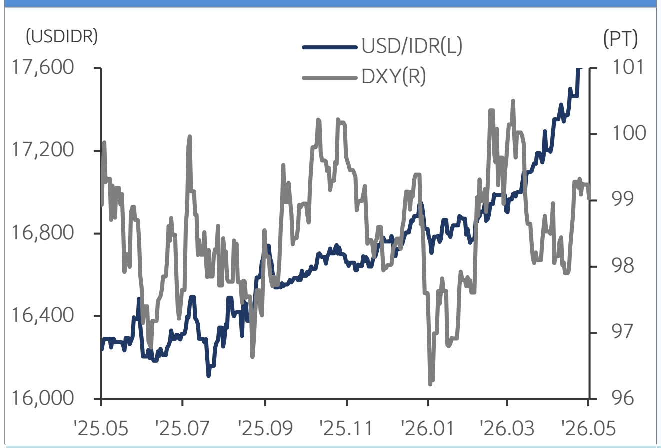
USD/IDR	17,743
52wk high	17,760
52wk low	16,090
Jakarta Index	**6,206**
52wk high	9,174
52wk low	5,967
Government Bond (10yr, %)	**6.68**
52wk high	6.95
52wk low	5.94
Major Indices Snap shot	
Real GDP Growth Rate(%,YoY)	5.61
Consumer Prices(%,YoY)	2.42
Total Mining Industries Producer Price(%,YoY)	3.81
Refinance rate(%)	5.25
Manufacturing PMI (index)	49.1
Industrial Production (%,YoY)	6.10
Retail Sales(%,YoY)	-1.92
Exports(%,YoY)	-3.1
Imports(%,YoY)	1.51
Current Account($mn)	-4,008
Financial Earnings and Expenses (IDR10bn)	-509,161
FX Reserve($mn)	146

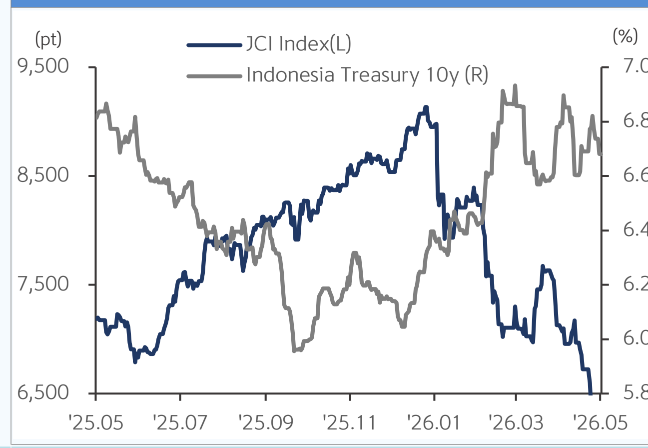
- Last week (5/18~5/25): USD/IDR traded at 17,605~17,743, weakened WoW (-0.49%).
- Amid prolonged Middle East tensions, authorities raised expectations for a rate hike to defend the currency, but this proved insufficient to curb rupiah weakness. After briefly stabilizing around 17,700, the rupiah resumed its upward move and reached a fresh record high.
- FPI net sold in both equities and bonds:
  - Equities: Net sold (5/18~5/25 cumulative: USD 171.04 mil), the Jakarta index dropped (-5.95%).
  - Bonds: Net sold (5/18~5/22 cumulative: USD 47.63 mil), bond yields dropped (10y, 6.68%, -9.90bp).
- Stronger-than-expected Q1 GDP growth and rising inflation had supported expectations for a BI rate hike, but a more aggressive-than-expected 50bp hike, together with higher crude oil prices and Fed-related uncertainty, weighed on the rupiah. This appears to have prompted active intervention to stabilize the exchange rate.
- While possible U.S.-Iran talks within 60 days and the authorities' strong commitment to FX stability may offer some short-term support, risks from potential energy-price volatility after any truce and the upcoming U.S. midterm elections are likely to keep the rupiah from stabilizing. (Expected weekly range: 17,700~17,800)

USD/IDR & Dollar Index



Source : Bloomberg , SHB Solution & Trading Center

IDX & Indonesia Treasury 10y



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Australia

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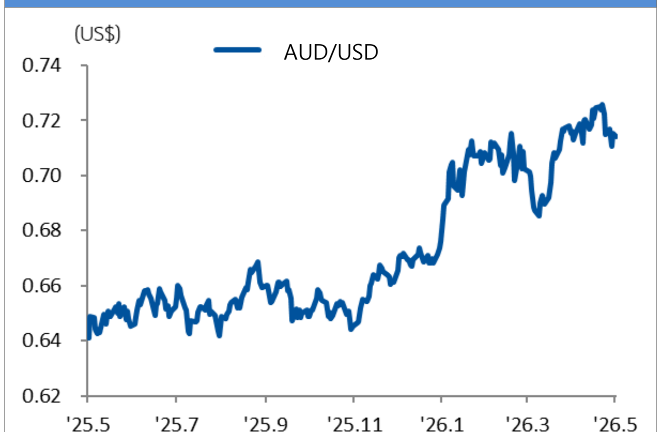
AUD/USD	0.7140
52wk high	0.7258
52wk low	0.6420
S&P/ASX200	8,666
52wk high	9,201
52wk low	8,280
Government Bond (10yr, %)	4.91
52wk high	5.12
52wk low	4.10
Major Indices Snap shot	
Real GDP Growth Rate(%, YoY)	2.6
Consumer Prices(%, YoY)	3.2
Producer Prices(%, YoY)	3.0
Policy rate(%)	4.35
AU-US 2Yr Spread(%)	0.49
China Imports From Australia (Billion USD)	32.9
Exports(%, MoM)	4.0
Imports(%, MoM)	-0.4
Current Account(Billion AUD)	-2.6

- Last week:
  - As the US-China summit concluded without progress on the Iran war, oil prices and global yields spiked for several days. During this process, the AUD retreated, briefly falling below 0.71 on the 19th.
  - On the 21st, the AUD fell on sluggish Australian April employment and unemployment data, but found support at the 0.71 level.
- Outlook :
  - US-Iran negotiations are structurally challenged, making it difficult to reach an agreement on core issues such as the Strait of Hormuz and nuclear matters.
  - With the RBA highly likely to withhold further rate hikes, and considering recent sluggish employment alongside the potential for future global demand destruction due to the Middle East negotiation deadlock, further AUD upside appears difficult for now.

AUD/USD Exchange Rate



Source : Bloomberg , SHB Solution & Trading Center

AUD/USD Forecast Distribution*(as of 5/22)

	'26.06	'26.09	'26.12
Credit Agricole	0.73	0.71	0.70
JP Morgan	0.73	0.71	0.69
BNP Paribas	0.73	0.74	0.76
MUFG	0.71	0.72	0.72

Source : Bloomberg , SHB Solution & Trading Center

Major Price Variations in Global Markets

2026.5.26

SORT	NAME	DATE	PRICE	-1W(%)	-1M(%)	-3M(%)	-6M(%)	-1Y(%)	YTD(%)
FX - DM	Dollar Index(DXY)	2026-05-26	99.03	-0.16	0.51	1.27	-0.56	-0.08	0.72
	Euro (EUR/USD)	2026-05-26	1.16	0.28	-0.71	-1.35	0.37	2.20	-0.92
	Yen (USD/JPY)	2026-05-26	158.95	0.08	0.30	-1.77	-1.56	-10.13	-1.41
	Pound (GBP/USD)	2026-05-26	1.35	0.75	-0.30	0.10	1.92	-0.51	0.15
	Switzerland(USD/CHF)	2026-05-26	0.78	0.73	0.28	-1.16	2.68	4.83	1.19
	Australia(AUD/USD)	2026-05-26	0.72	0.86	-0.25	0.89	9.97	10.52	7.42
FX - EM	South Korea (USD/KRW)	2026-05-26	1,513.30	-0.14	-2.58	-5.28	-2.93	-9.44	-4.86
	China (USD/CNY)	2026-05-26	6.78	0.25	0.64	1.15	4.44	5.94	3.02
	India (USD/INR)	**2026-05-25**	**95.24**	**1.17**	**-1.10**	**-4.50**	**-6.32**	**-10.65**	**-5.63**
	Indonesia (USD/IDR)	2026-05-25	17,743.00	-0.49	-3.09	-5.40	-6.09	-8.47	-5.93
	Vietnam (USD/VND)	**2026-05-26**	**26,356.00**	**0.00**	**-0.03**	**-1.07**	**0.07**	**-1.68**	**-0.22**
	Brazil (USD/BRL)	2026-05-26	5.02	-0.53	-0.68	2.14	7.34	12.99	9.12
	Russia (USD/RUB)	2026-05-26	71.41	-0.29	4.85	7.68	9.93	11.96	10.28
Stock - DM	United States Dow Jones	2026-05-23	50,579.70	2.13	2.74	2.18	6.65	21.58	5.24
	United States NASDAQ	2026-05-23	26,343.97	0.45	6.07	15.15	13.48	40.60	13.35
	United States S&P 500	2026-05-23	7,473.47	0.88	4.30	8.17	9.70	28.79	9.17
	Japan NIKKEI225	2026-05-26	65,158.19	7.61	9.11	10.90	31.48	73.61	29.44
	United Kingdom FTSE	2026-05-23	10,466.26	2.66	0.84	-3.51	7.99	20.05	5.39
	France CAC40	2026-05-26	8,258.26	3.39	1.23	-3.51	2.90	6.77	1.33
	Germany DAX	2026-05-26	25,389.10	4.45	5.22	0.40	7.01	5.67	3.67
Stock - EM	South Korea KOSPI	2026-05-26	8,042.08	7.00	24.19	27.50	103.04	204.12	90.83
	China Shanghai Stock Exchange	2026-05-25	4,152.57	0.51	1.78	0.13	7.30	24.02	4.63
	India Sensex	**2026-05-25**	**76,488.96**	**1.56**	**-0.23**	**-7.00**	**-10.65**	**-6.92**	**-10.25**
	Indonesia Jakarta	2026-05-25	6,206.35	-5.95	-12.95	-24.64	-27.85	-13.66	-28.22
	Vietnam VN index	**2026-05-25**	**1,886.03**	**-2.17**	**1.77**	**0.34**	**12.24**	**41.54**	**5.69**
	Brazil Bovespa	2026-05-26	177,815.72	0.47	-6.78	-7.02	14.05	29.02	10.36
Rates - DM	United States	2026-05-26	4.49	-17.58	18.98	48.64	49.64	-2.05	32.35
	Germany	2026-05-25	2.95	-20.20	-4.80	23.90	27.40	37.90	9.10
	United Kingdom	2026-05-22	4.90	-27.50	-1.20	54.40	35.10	14.60	41.80
	Japan	2026-05-26	2.71	-8.20	27.10	55.20	90.10	119.20	64.40
Rates - EM	South Korea	2026-05-22	4.13	-9.40	42.90	58.90	85.10	138.60	74.10
	India	**2026-05-25**	**7.03**	**-4.90**	**9.00**	**34.90**	**57.10**	**77.50**	**43.90**
	Indonesia	2026-05-26	6.68	-9.80	-10.10	26.00	43.20	-13.50	61.00
	Vietnam	**2026-05-25**	**4.25**	**0.60**	**1.70**	**13.40**	**37.40**	**117.40**	**21.00**
	Brazil	2026-05-25	14.09	-26.60	35.10	55.40	53.70	-2.80	35.90
Commodity	WTI ($/bbl)	2026-05-26	90.92	-16.33	-3.69	39.43	55.02	47.77	58.34
	Brent ($/bbl)	2026-05-26	96.14	-14.24	-8.72	35.70	53.87	48.41	58.00
	Gold ($/oz)	2026-05-26	4,549.68	1.50	-2.83	-12.25	9.31	36.06	5.33

Source : Bloomberg, Data stream, 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.