

Daily FX Market Update

25/11/2022

AUD	AUD/USD spot level	0.6760
	vs HKD	5.2800
	Daily change (%)	0.34%
<p>AUD continued to rise against the dollar yesterday on the second consecutive days, benefiting from a retreat of the USD. Investors expect the RBA to follow RBNZ's aggressiveness and get more hawkish with its policy. AUDUSD rose 0.49% yesterday while AUDHKD ended at 5.28 level.</p>		
<p>(+) Australia Q4 GDP rose 4.2% YoY, higher than an increase of 4% in previous quarter (-) Australia April unemployment rate arrived at 3.9%, same as previous month (+) Australia April Commodity Price Index arrived at 39.9%, higher than 39.6% in previous month (+) Australia Q1 CPI rose 2.1% YoY, higher than an increase of 1.3% in previous quarter</p>		
<p>AUD/USD 6 months chart</p>		<p>Source: HSBC</p>

EUR	EUR/USD spot level	1.0410
	vs HKD	8.1300
	Daily change (%)	-0.01%
<p>EUR held onto gains against the dollar yesterday after the accounts of the central bank's October policy meeting showed that ECB policymakers agreed to continue normalizing and tightening monetary policy to combat high inflation, even in the event of a shallow recession. The Euro was also supported on upbeat German IFO business climate index which improved more than expected in</p>		
<p>(-) Eurozone April CPI rose 7.4% YoY, same as previous month (-) Germany April manufacturing PMI arrived at 54.6, lower than 56.9 in previous month (+) Germany April Business Climate arrived at 91.8, higher than 90.8 in previous month</p>		
<p>EUR/USD 6 months chart</p>		<p>Source: HSBC</p>

GBP	GBP/USD spot level	1.2110
	vs HKD	9.4600
	Daily change (%)	0.35%
<p>GBP rose against a weakening dollar yesterday and hovered near a three-month high above 1.21 level. However, prospect of a difficult winter due to a cost of living crisis and soaring interest rates weigh upon the pound. GBPUSD rose 0.49% yesterday while GBPHKD ended at 9.45 level.</p>		
<p>(+) UK April CPI rose 2.5% YoY, higher than an increase of 1.1% in previous month (+) UK ILO March's 3Mths unemployment rate was at 3.7%, lower than 3.8% in previous month (-) UK April Nationwide House Prices All Houses rose 12.1% YoY, lower than an increase of 14.3% in previous month</p>		
<p>GBP/USD 6 months chart</p>		<p>Source: HSBC</p>

CNH*	USD/CNH spot level	7.1680
	vs HKD	1.0900
	Daily change (%)	0.29%
<p>CNH fell against the dollar as Chinese stocks fell after China reported record high daily COVID-19 infections affecting economic outlook which overshadowed optimism from fresh economic stimulus. USDCNH rose 0.22% yesterday while CNHHKD ended at 1.08 level.</p>		
<p>(+) China Q1 GDP rose 4.8% YoY, higher than an increase of 4% in previous quarter (+) China April CPI rose 2.1% YoY, higher than an increase of 1.5% in previous month (-) China April Caixin manufacturing PMI arrived at 46, lower than 48.1 in previous month (-) China April industrial production fell 2.9% YoY, lower than an increase of 5% in previous month</p>		
<p>USD/CNH 6 months chart</p>		<p>Source: HSBC</p>

* CNH is the name used in the market to refer to offshore deliverable RMB.

CAD	USD/CAD spot level	1.3340
	vs HKD	5.8600
	Daily change (%)	0.00%
<p>CAD rose yesterday against USD due to soft signal on U.S. interest rates hike and steady oil prices. BoC has scaled down the rate hike pace and money market is pricing in the 25 basis point hike on upcoming policy meeting on Dec 7. USDCAD fell 0.11% yesterday while CADHKD ended at 5.85 level.</p>		
<p>(+) Canada February GDP rose 4.5% YoY, higher than an increase of 3.6% in previous month (+) Canada April CPI rose 6.8% YoY, higher than an increase of 6.7% in previous month (+) Canada April unemployment rate arrived at 5.2%, lower than 5.3% in previous month (-) Canada April Manufacturing PMI arrived at 56.2, lower than 58.9 in previous month</p>		
<p>USD/CAD 6 months chart</p> <p>Source: HSBC</p>		<p>1.40 1.35 1.30 1.25 1.20 1.15</p> <p>May-22 Jun-22 Jul-22 Aug-22 Sep-22 Oct-22 Nov-22</p>

JPY	USD/JPY spot level	138.70
	vs HKD	0.0560
	Daily change (%)	0.58%
<p>JPY strengthened against the dollar and touched its highest since 15th November as the dollar remained weak still being affected by the FOMC minutes. A mixed set of local economic data did little to influence the Yen. USDJPY fell 0.70% yesterday while JPYHKD ended at 5.63 level.</p>		
<p>(-) Japan Q1 GDP rose 0.2% YoY, lower than an increase of 0.4% in previous quarter (+) Japan April CPI nationwide ex fresh food rose 2.5% YoY, higher than an increase of 1.2% in previous month (-) Japan April manufacturing PMI arrived at 53.5, lower than 54.1 in previous month (-) Japan March Industrial Production rose 0.3% MoM, same as previous month</p>		
<p>USD/JPY 6 months chart</p> <p>Source: HSBC</p>		<p>155.00 150.00 145.00 140.00 135.00 130.00 125.00 120.00 115.00</p> <p>May-22 Jun-22 Jul-22 Aug-22 Sep-22 Oct-22 Nov-22</p>

NZD	NZD/USD spot level	0.6260
	vs HKD	4.8900
	Daily change (%)	0.30%
<p>With an aggressive point of view on NZD rates along with talks of U.S. hikes slowing down, NZDUSD rose further yesterday once traded to a three-month high at \$0.6293 before ended lower due to U.S. Thanksgiving holiday. NZDUSD rose 0.38% yesterday while NZDHKD ended at 4.89 level.</p>		
<p>(+) New Zealand Q1 GDP rose 3.2% YoY, higher than an increase of 0.3% in previous quarter (+) New Zealand Q1 CPI rose 6.9% YoY, higher than an increase of 5.9% in previous quarter (-) New Zealand Q1 unemployment rate arrived at 3.2%, same as previous quarter (-) New Zealand April Commodity Price Index arrived at -1.9%, lower than 3.9% in previous month</p>		
<p>NZD/USD 6 months chart</p> <p>Source: HSBC</p>		<p>0.68 0.66 0.64 0.62 0.60 0.58 0.56 0.54 0.52 0.50</p> <p>May-22 Jun-22 Jul-22 Aug-22 Sep-22 Oct-22 Nov-22</p>

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