



# FX DAILY DOSSIER

January 18, 2024

Major Currencies Pairs			
Currency	Value	Change	Net Change
EUR-USD	1.0894	0.001	0.09%
USD-JPY	148.1	-0.07	-0.05%
GBP-USD	1.2685	0.0009	0.07%
US Dollar Index	103.31	-0.14	-0.14%

INR Currencies pairs			
Currency	Value	1 Week	Net Change
\$ USD-INR	83.1725	0.0950	0.11%
€ EUR-INR	90.4900	-0.7425	-0.82%
£ GBP-INR	105.4600	-0.4975	-0.47%
¥ JPY-INR	56.4300	-0.8725	-1.55%

Major Asian Equities			
INDEX	Value	Change	Net Change
Asia Dow	3,485.41	12.9	0.37%
Nikkei 225	35,637.01	159.26	0.45%
Hang Seng	15,265.80	-11.1	-0.07%
Shanghai	2,775.15	-58.47	-2.06%
Sensex	71,500.76	-1,628.01	-2.23%
Singapore	3,147.78	5.56	0.18%

Major Future Contracts			
Future Contracts	Value	Change	Net Change
DJIA FUT	37,441	-17	-0.05%
S&P FUT	4,768.50	-2.75	-0.06%
NASDAQ FUT	16,858.25	-11.5	-0.07%
Gold	2,008.80	2.3	0.11%
Silver	22.69	0.021	0.09%
Crude Oil	72.84	0.28	0.39%

## ANALYSIS

**USDINR:** The Indian Rupee set to open flat at around 83.14 as dollar holds near to one-month peak against a basket of currencies.

The divergence between markets expectations and central bank forecast for rate cut prospects added an immediate volatility in the currency market.

However we don't think the weakness in the rupee will last long. Key resistance for the USDINR pair stands at 83.20-83.22 on spot.

**EURINR:** Euro trading flat in Asia after added a small gains in yesterday's session despite a strong dollar mode.

ECB officials stated in World Economic Forum that rates will held steady until June. However futures are still pricing nearly 150 bps ECB cut this year.

Meanwhile EURINR has scope to advance further above 91.00 until it holds 90.00 as well. Bias will stay positive for the pair.

**GBPINR:** Pound trading higher after British annual rate of inflation rose for the first time in 10-months in December.

The headline CPI recorded at 4% against expectations of 3.8% on a year-to-year basis while core ticked higher to 5.1% which is supportive for pound in coming days.

The latest CPI report is challenging for the Bank of England to for early rate cuts. Futures are pricing first rate cuts in June way far from Fed first cuts in March.

**JPYINR:** Yen plunged to the lowest level since November 28 against dollar as falling Fed rate cut expectations widen U.S - Japan yield spreads.

Apparently no sign of the BoJ making a move to normalize rates is likely to keep yen lower.

Meanwhile JPYINR is facing a parallel impact from the USDJPY pair.

## LEVELS FOR THE DAY

Currency	Day's Trend	S3	S2	S1	Pivot	R1	R2	R3
\$ USD-INR	SIDEWAYS	83.0142	83.0608	83.1167	83.1633	83.2192	83.2658	83.3217
€ EUR-INR	SIDEWAYS TO POSITIVE	90.1075	90.2200	90.3550	90.4675	90.6025	90.7150	90.8500
£ GBP-INR	SIDEWAYS TO POSITIVE	104.1783	104.4767	104.9683	105.2667	105.7583	106.0567	106.5483
¥ JPY-INR	NEGATIVE	55.9908	56.1617	56.2958	56.4667	56.6008	56.7717	56.9058



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Economic Data						
IST	Currency	EVENT	Previous	Forecast	SMC Forecast	Impact
12:30 PM	GB	Unemployment Rate NOV	4.20%	4.20%	4.30%	Neutral for GBP
8:30 PM	GB	BoE Gov Bailey Speech				Neutral for GBP
9:30 PM	US	Fed Waller Speech				Neutral for USD

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