

KEDIA ADVISORY

DAILY CURRENCY OUTLOOK

18 Dec 2023

- USDINR
- EURINR
- GBPINR
- JPYINR



Kedia Stocks & Commodities Research Pvt. Ltd.

Research Advisory | White Labelling | Digital Marketing



Domestic Currencies

Currency	Expiry	Open	High	Low	Close	% Change
USDINR	27-Dec-23	83.3525	83.3525	82.9600	83.0150	-0.39
USDINR	29-Jan-24	83.4200	83.4350	83.0550	83.1100	-0.39
EURINR	27-Dec-23	91.5225	91.6975	90.9200	91.0375	-0.01
EURINR	29-Jan-24	91.7225	91.8700	91.1175	91.2250	0.02
GBPINR	27-Dec-23	106.2000	106.3875	105.8150	106.0050	0.41
GBPINR	29-Jan-24	106.0000	106.4850	105.9475	106.1225	0.43
JPYINR	27-Dec-23	58.8150	58.9300	58.5975	58.6675	-0.56
JPYINR	29-Jan-24	59.1500	59.3125	59.0000	59.0600	-0.52

Open Interest Snapshot

Currency	Expiry	% Change	% Oi Change	Oi Status
USDINR	27-Dec-23	-0.39	-0.02	Long Liquidation
USDINR	29-Jan-24	-0.39	5.08	Fresh Selling
EURINR	27-Dec-23	-0.01	-7.45	Long Liquidation
EURINR	29-Jan-24	0.02	16.66	Fresh Buying
GBPINR	27-Dec-23	0.41	2.52	Fresh Buying
GBPINR	29-Jan-24	0.43	18.96	Fresh Buying
JPYINR	27-Dec-23	-0.56	-11.05	Long Liquidation
JPYINR	29-Jan-24	-0.52	1.75	Fresh Selling

Global Indices

Index	Last	%Chg
Nifty	21456.65	1.29
Dow Jones	37305.16	0.15
NASDAQ	14813.92	0.35
CAC	7596.91	0.28
FTSE 100	7576.36	-0.95
Nikkei	32557.40	-1.25

International Currencies

Currency	Last	% Change
EURUSD	1.0904	0.08
GBPUSD	1.2688	0.13
USDJPY	142.34	0.03
USDCAD	1.3383	0.03
USDAUD	1.4914	-0.09
USDCHF	87	-0.08

Disclaimer: <http://bit.ly/2ziDavw>



Technical Snapshot



SELL USDINR DEC @ 83.15 SL 83.28 TGT 83-82.9.

Trading Levels

Expiry	Close	R2	R1	PP	S1	S2
27-Dec-23	83.0150	83.50	83.26	83.11	82.87	82.72
29-Jan-24	83.1100	83.58	83.35	83.20	82.97	82.82

Observations

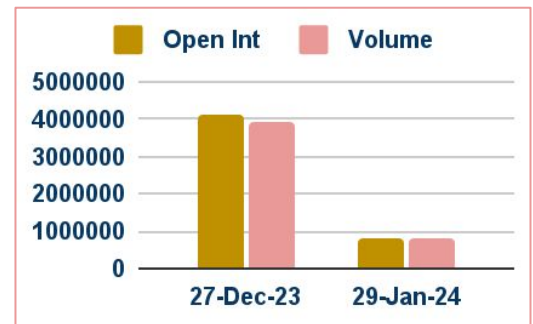
USDINR trading range for the day is 82.72-83.5.

Rupee gains amid heavy dollar inflows and a sharp rally in domestic equity markets to fresh record highs.

ADB revises India's FY 2023-24 economic expansion forecast to 6.7%.

India's merchandise trade deficit narrowed to USD 20.6 billion in November 2023 from USD 22.1 billion in the same month last year

OI & Volume



Spread

Currency	Spread
USDINR JAN-DEC	0.0950

Technical Snapshot



SELL EURINR DEC @ 91.05 SL 91.25 TGT 90.75-90.55.

Trading Levels

Expiry	Close	R2	R1	PP	S1	S2
27-Dec-23	91.0375	92.00	91.52	91.22	90.74	90.44
29-Jan-24	91.2250	92.15	91.68	91.40	90.93	90.65

Observations

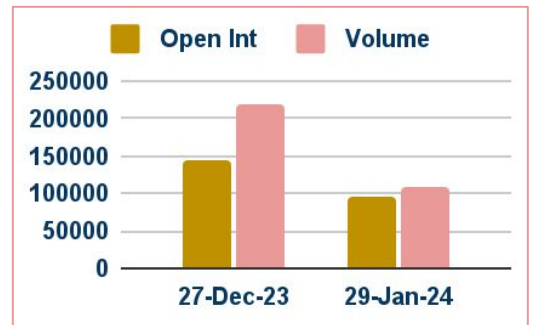
EURINR trading range for the day is 90.44-92.

Euro pared all gains after downturn in euro zone business activity surprisingly deepened in December

The German economy is set to shrink slightly this year and barely grow the next as demand from abroad is weak

The HCOB Eurozone Services PMI fell to 48.1 in December of 2023 from 48.7 in the previous month

OI & Volume



Spread

Currency	Spread
EURINR JAN-DEC	0.1875

Technical Snapshot



SELL GBPINR DEC @ 106 SL 106.3 TGT 105.65-105.4.

Trading Levels

Expiry	Close	R2	R1	PP	S1	S2
27-Dec-23	106.0050	106.65	106.33	106.07	105.75	105.49
29-Jan-24	106.1225	106.72	106.43	106.19	105.90	105.66

Observations

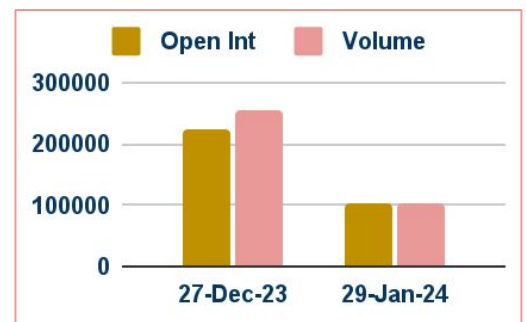
GBPINR trading range for the day is 105.49-106.65.

GBP remained supported after data from the UK revealed an acceleration in the growth pace of the private sector's economic activity.

The S&P Global/CIPS UK Services PMI rose to 53.7 in December of 2023 from 50.9 in the previous month, above expectations of 51

The GfK Consumer Confidence indicator in the United Kingdom rose to -22 in December 2023 from -24 in November

OI & Volume



Spread

Currency	Spread
GBPINR JAN-DEC	0.1175

Technical Snapshot



SELL JPYINR DEC @ 58.7 SL 58.9 TGT 57.5-58.35.

Trading Levels

Expiry	Close	R2	R1	PP	S1	S2
27-Dec-23	58.6675	59.06	58.86	58.73	58.53	58.40
29-Jan-24	59.0600	59.43	59.24	59.12	58.93	58.81

Observations

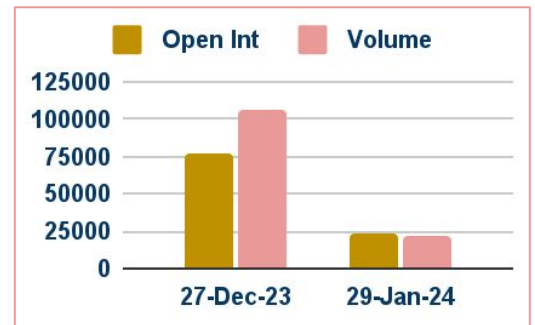
JPYINR trading range for the day is 58.4-59.06.

JPY dropped on profit booking undermined by expectations for a hawkish BoJ pivot in 2024.

Japan's factory activity shrank for a seventh straight month in December.

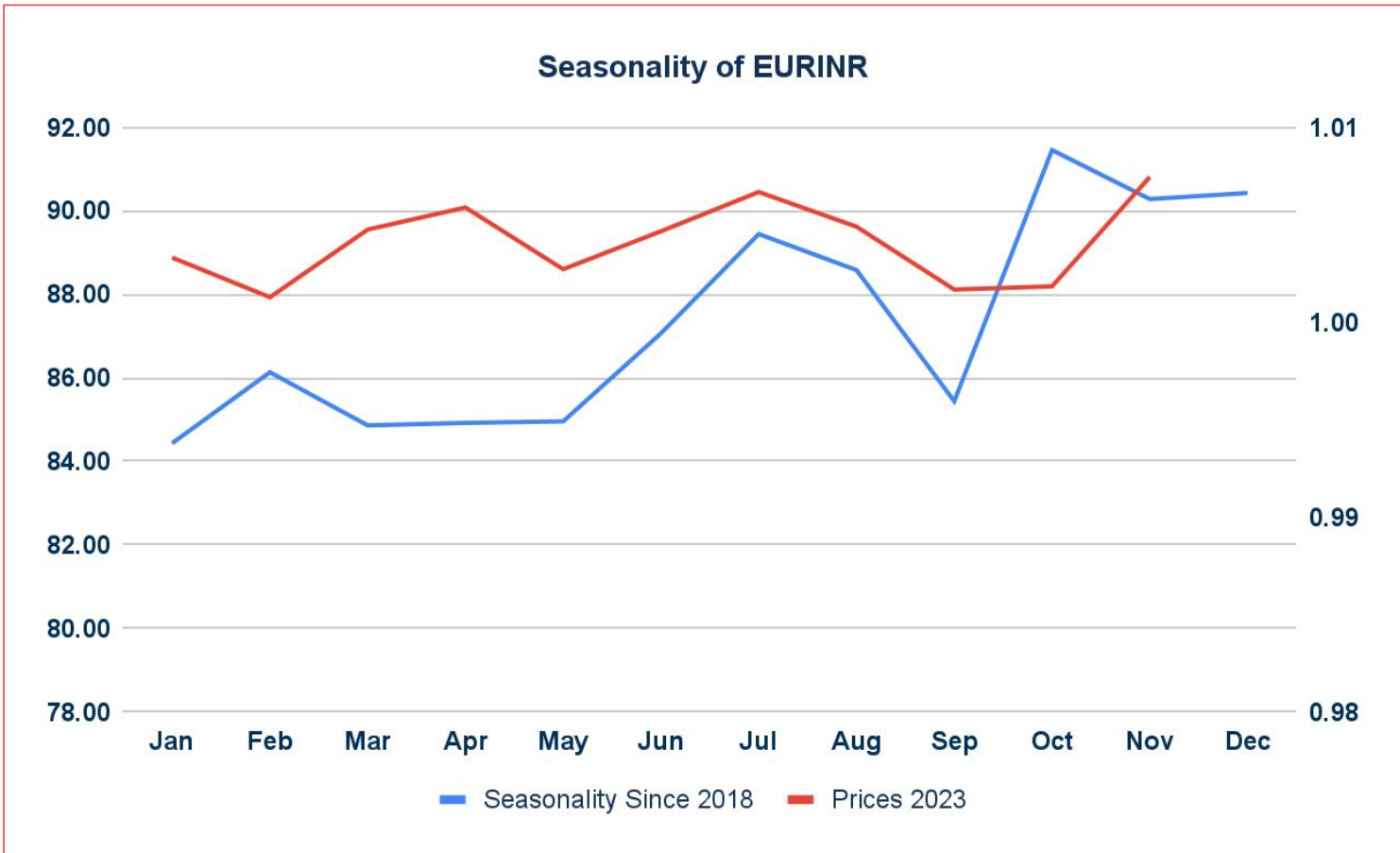
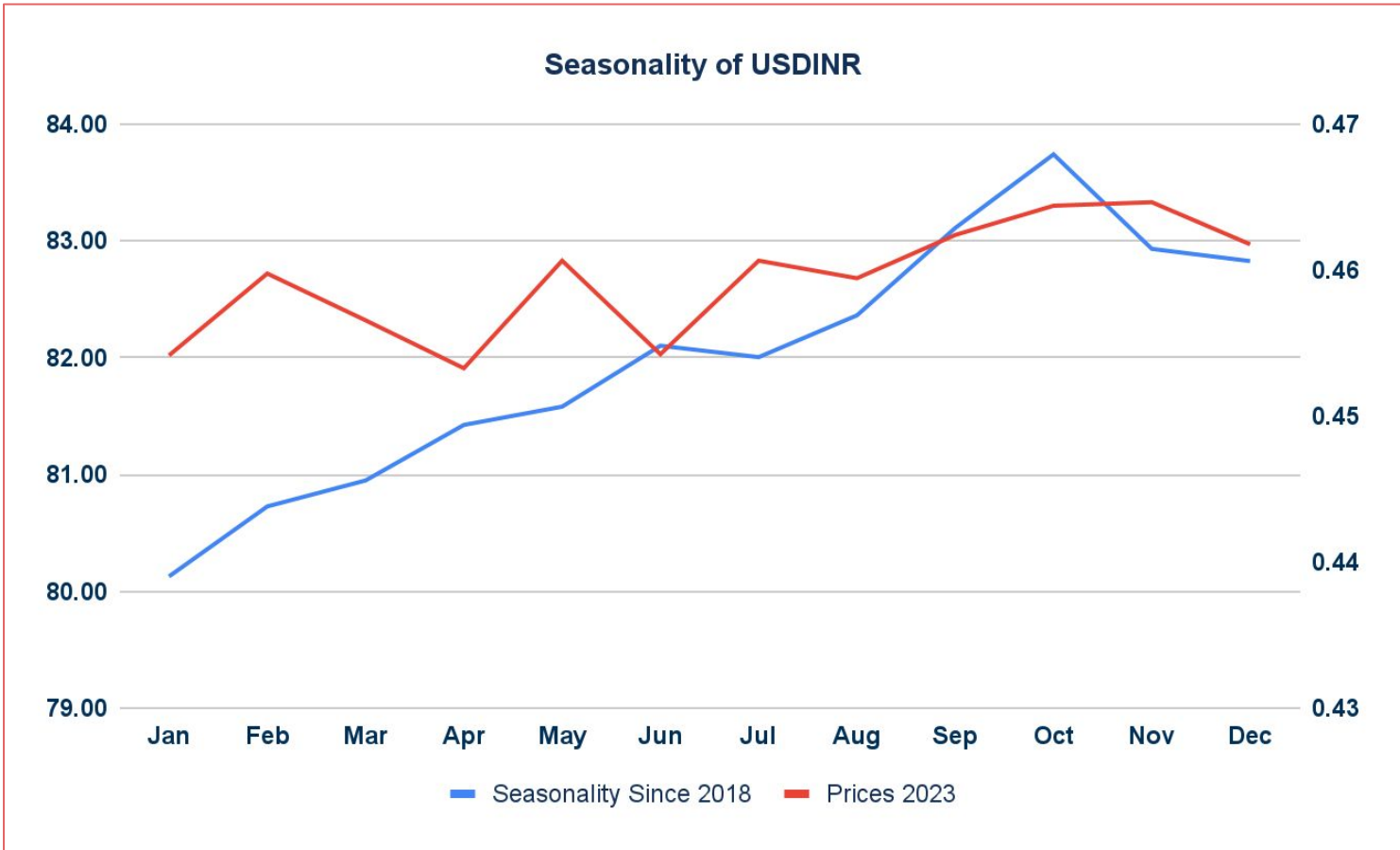
The au Jibun Bank Japan Services PMI rose to 52 in December 2023 from 50.8 in November

OI & Volume



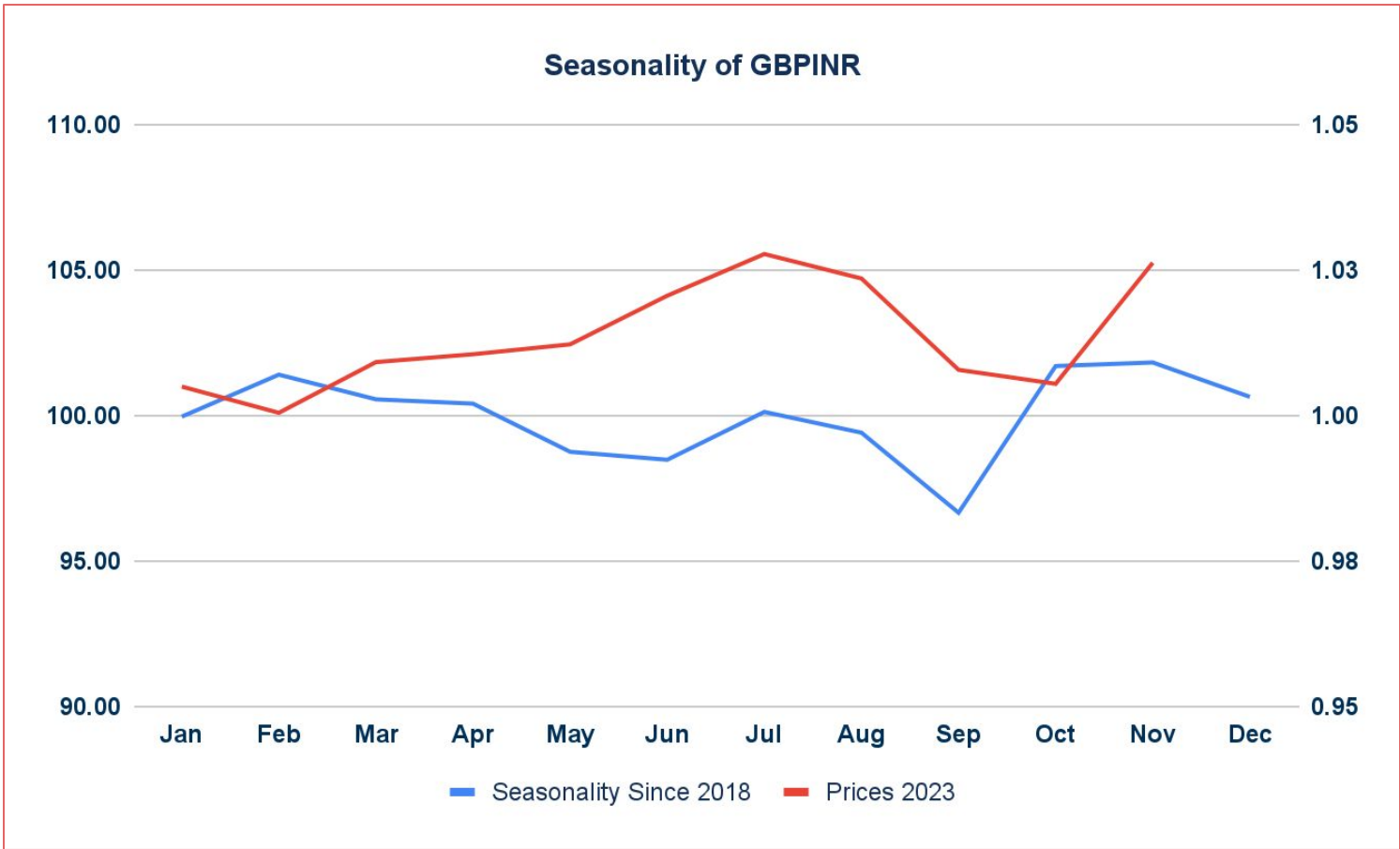
Spread

Currency	Spread
JPYINR JAN-DEC	0.3925



Disclaimer: <http://bit.ly/2ziDavw>





Disclaimer: <http://bit.ly/2ziDavw>



Economic Data

Date	Curr.	Data
Dec 18	EUR	German ifo Business Climate
Dec 18	USD	NAHB Housing Market Index
Dec 19	EUR	Final Core CPI y/y
Dec 19	EUR	Final CPI y/y
Dec 19	USD	Building Permits
Dec 19	USD	Housing Starts
Dec 20	EUR	German GfK Consumer Climate
Dec 20	EUR	German PPI m/m
Dec 20	EUR	Current Account
Dec 20	USD	Current Account
Dec 20	EUR	Consumer Confidence
Dec 20	USD	CB Consumer Confidence
Dec 20	USD	Existing Home Sales
Dec 20	USD	Crude Oil Inventories
Dec 21	USD	Final GDP q/q

Date	Curr.	Data
Dec 21	USD	Unemployment Claims
Dec 21	USD	Final GDP Price Index q/q
Dec 21	USD	Philly Fed Manufacturing Index
Dec 21	USD	CB Leading Index m/m
Dec 21	USD	Natural Gas Storage
Dec 22	EUR	German Import Prices m/m
Dec 22	USD	Core PCE Price Index m/m
Dec 22	USD	Core Durable Goods Orders m/m
Dec 22	USD	Durable Goods Orders m/m
Dec 22	USD	Personal Income m/m
Dec 22	USD	Personal Spending m/m
Dec 22	EUR	Belgian NBB Business Climate
Dec 22	USD	Revised UoM Consumer Sentiment
Dec 22	USD	New Home Sales
Dec 22	USD	Revised UoM Inflation Expectations

News

The European Central Bank cut some of its inflation projections, putting price growth back at its 2% target in around two years and likely reinforcing bets that its next move will be a rate cut, perhaps as soon as the spring. The ECB ended an unprecedented string of rate hikes in September to combat runaway inflation but price growth has been cooling faster than anyone had thought, so investors are now betting that it could start reversing course as soon as March. The euro zone's central bank now sees inflation at 2.7% next year, below the 3.2% projected three months ago, while the 2025 forecast remained at 2.1%. In the bank's first projection for 2026, inflation is seen at 1.9%. The growth outlook remained weak, however, reflecting expectations that any recovery after a poor 2023 will be slow as consumers have lost part of their real income to high inflation over the past two years. The economy of the 20-country euro zone is seen expanding by 0.8% next year after a 1.0% projection in September while in 2025, growth is seen at an unchanged 1.5%.

The Bank of England stuck to its guns and said British interest rates needed to stay high for "an extended period", a day after the U.S. Federal Reserve signalled it would cut U.S. interest rates in 2024. The Monetary Policy Committee voted 6-3 to keep rates at a 15-year high of 5.25% and Governor Andrew Bailey said there was "still some way to go" in the fight against inflation, challenging investors who have bet increasingly on rate cuts. The three dissenting votes were in favour of raising borrowing costs and there was no talk of cutting them as the BoE remained concerned that inflation in Britain will prove stickier than in the United States and the euro zone. The central bank also largely shrugged off data showing a slowdown in wage growth and a 0.3% fall in gross domestic product in October - which raises the prospect of a recession in the run-up to a national election expected for 2024. The three policymakers who dissented wanted a further hike to 5.5%, and for most of the others the hold decision had been "finely balanced", minutes of their policy discussion showed.

This Report is prepared and distributed by Kedia Stocks & Commodities Research Pvt Ltd. Our SEBI REGISTRATION NUMBER - INH000006156. for information purposes only. The recommendations, if any, made herein are expressions of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale through KSCRPL nor any solicitation or offering of any investment /trading opportunity. These information/opinions/ views are not meant to serve as a professional investment guide for the readers. No action is solicited based upon the information provided herein. Recipients of this Report should rely on information/data arising out of their own investigations. Readers are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by KSCRPL to be reliable. KSCRPL or its directors, employees, affiliates or representatives do not assume any responsibility for or warrant the accuracy, completeness, adequacy and reliability of such information/opinions/ views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of KSCRPL shall be liable for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including lost profits arising in any way whatsoever from the information/opinions/views contained in this Report. The possession, circulation and/or distribution of this Report may be restricted or regulated in certain jurisdictions by appropriate laws. No action has been or will be taken by KSCRPL in any jurisdiction (other than India), where any action for such purpose (s) is required. Accordingly, this Report shall not be possessed, circulated and/ or distributed in any such country or jurisdiction unless such action is in compliance with all applicable laws and regulations of such country or jurisdiction. KSCRPL requires such a recipient to inform himself about and to observe any restrictions at his own expense, without any liability to KSCRPL. Any dispute arising out of this Report shall be subject to the exclusive jurisdiction of the Courts in India.

KEDIA ADVISORY**KEDIA STOCKS & COMMODITIES RESEARCH PVT LTD****Mumbai, India****SEBI REGISTRATION NUMBER - INH000006156****For more details, please contact: +91 93234 06035 / 96195 51022****Email: info@kediaadvisory.com****Regd.Off.: 1, 2, 3 & 4, 1st Floor, Tulip Bldg, Flower Valley Complex, Khadakpada Circle,
Kalyan-(W), Mumbai-421301**