

KEDIA ADVISORY

DAILY CURRENCY OUTLOOK

13 Sep 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 | 26-Sep-23 | 82.9900 | 83.0675 | 82.9200 | 83.0025 | -0.10 |
| USDINR | 27-Oct-23 | 83.1025 | 83.1725 | 82.9500 | 83.1075 | -0.10 |
| EURINR | 26-Sep-23 | 89.2450 | 89.3300 | 88.9600 | 89.0125 | -0.20 |
| EURINR | 27-Oct-23 | 89.4500 | 89.5225 | 89.1700 | 89.2225 | -0.18 |
| GBPINR | 26-Sep-23 | 103.8825 | 104.0275 | 103.4300 | 103.5000 | -0.42 |
| GBPINR | 27-Oct-23 | 103.9800 | 104.1425 | 103.5650 | 103.6325 | -0.41 |
| JPYINR | 26-Sep-23 | 56.7700 | 56.8500 | 56.6700 | 56.6875 | -0.12 |
| JPYINR | 27-Oct-23 | 57.1625 | 57.2175 | 57.0425 | 57.0575 | -0.15 |

Open Interest Snapshot

| Currency | Expiry | % Change | % Oi Change | Oi Status |
|----------|-----------|----------|-------------|------------------|
| USDINR | 26-Sep-23 | -0.10 | -1.68 | Long Liquidation |
| USDINR | 27-Oct-23 | -0.10 | 3.93 | Fresh Selling |
| EURINR | 26-Sep-23 | -0.20 | 0.42 | Fresh Selling |
| EURINR | 27-Oct-23 | -0.18 | 5.52 | Fresh Selling |
| GBPINR | 26-Sep-23 | -0.42 | 12.57 | Fresh Selling |
| GBPINR | 27-Oct-23 | -0.41 | 6.17 | Fresh Selling |
| JPYINR | 26-Sep-23 | -0.12 | 2.47 | Fresh Selling |
| JPYINR | 27-Oct-23 | -0.15 | 1.82 | Fresh Selling |

Global Indices

| Index | Last | %Chg |
|-----------|----------|-------|
| Nifty | 19993.20 | -0.02 |
| Dow Jones | 34645.99 | -0.05 |
| NASDAQ | 13773.61 | -1.04 |
| CAC | 7270.28 | -0.11 |
| FTSE 100 | 7527.53 | 0.41 |
| Nikkei | 32776.37 | 0.95 |

International Currencies

| Currency | Last | % Change |
|----------|--------|----------|
| EURUSD | 1.0749 | -0.04 |
| GBPUSD | 1.2485 | -0.05 |
| USDJPY | 147.42 | 0.18 |
| USDCAD | 1.3564 | 0.07 |
| USDAUD | 1.5615 | 0.37 |
| USDCHF | 89.2 | 0.06 |

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



Technical Snapshot



SELL USDINR SEP @ 83.05 SL 83.2 TGT 82.88-82.75.

Trading Levels

| Expiry | Close | R2 | R1 | PP | S1 | S2 |
|-----------|---------|-------|-------|-------|-------|-------|
| 26-Sep-23 | 83.0025 | 83.15 | 83.08 | 83.00 | 82.93 | 82.85 |
| 27-Oct-23 | 83.1075 | 83.30 | 83.21 | 83.08 | 82.99 | 82.86 |

Observations

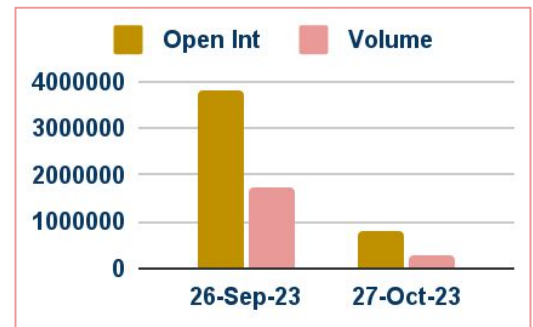
USDINR trading range for the day is 82.85-83.15.

Rupee strengthened but near-term appreciation will be limited as most market participants are long on the U.S. dollar.

Retail price inflation in India eased to 6.83% in August 2023 from 7.44% in July which was the highest since April 2022

Investors avoided making big bets ahead of a key US inflation reading that could influence the Federal Reserve's next policy steps.

OI & Volume



Spread

| Currency | Spread |
|----------------|--------|
| USDINR OCT-SEP | 0.1050 |

Technical Snapshot



BUY EURINR SEP @ 88.9 SL 88.7 TGT 89.15-89.35.

Trading Levels

| Expiry | Close | R2 | R1 | PP | S1 | S2 |
|-----------|---------|-------|-------|-------|-------|-------|
| 26-Sep-23 | 89.0125 | 89.47 | 89.24 | 89.10 | 88.87 | 88.73 |
| 27-Oct-23 | 89.2225 | 89.66 | 89.45 | 89.31 | 89.10 | 88.96 |

Observations

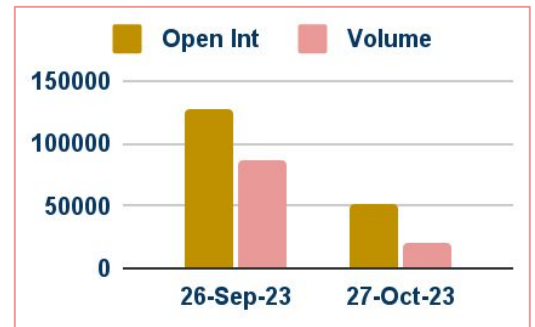
EURINR trading range for the day is 88.73-89.47.

Euro dropped as investors braced for key macroeconomic data this week that could guide the monetary policy outlook.

Germany's wholesale prices fell for the fifth consecutive month by 2.7 percent from a year earlier in August of 2023

Spain's annual consumer price inflation was confirmed at a three-month high of 2.6% in August 2023

OI & Volume



Spread

| Currency | Spread |
|----------------|--------|
| USDINR OCT-SEP | 0.1050 |

Technical Snapshot



BUY GBPINR SEP @ 103.3 SL 103.05 TGT 103.55-103.75.

Trading Levels

| Expiry | Close | R2 | R1 | PP | S1 | S2 |
|-----------|----------|--------|--------|--------|--------|--------|
| 26-Sep-23 | 103.5000 | 104.25 | 103.87 | 103.65 | 103.27 | 103.05 |
| 27-Oct-23 | 103.6325 | 104.36 | 104.00 | 103.78 | 103.42 | 103.20 |

Observations

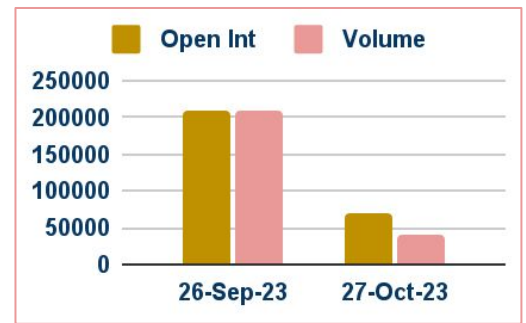
GBPINR trading range for the day is 103.05-104.25.

GBP dropped following the release of the latest labor market report, which painted a mixed picture.

The unemployment rate in the United Kingdom rose to 4.3% in May to July 2023

The number of people in work in the United Kingdom dropped by 207 thousand in the three months to July 2023

OI & Volume



Spread

| Currency | Spread |
|----------------|--------|
| USDINR OCT-SEP | 0.1050 |

Technical Snapshot



SELL JPYINR SEP @ 56.7 SL 56.9 TGT 56.5-56.3.

Trading Levels

| Expiry | Close | R2 | R1 | PP | S1 | S2 |
|-----------|---------|-------|-------|-------|-------|-------|
| 26-Sep-23 | 56.6875 | 56.92 | 56.81 | 56.74 | 56.63 | 56.56 |
| 27-Oct-23 | 57.0575 | 57.29 | 57.18 | 57.11 | 57.00 | 56.93 |

Observations

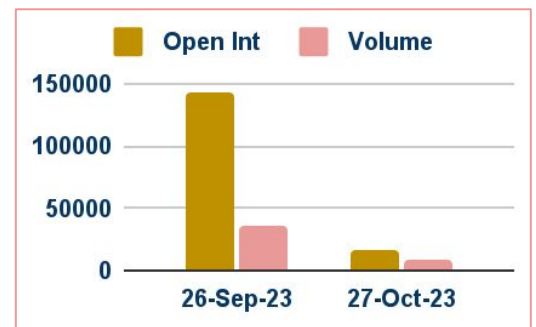
JPYINR trading range for the day is 56.56-56.92.

JPY steadied as comments from Japan's top central banker on a possible end to its negative interest rate policy reverberated throughout markets.

Japan Finance Minister: Expect BOJ to pursue inflation target with appropriate policies

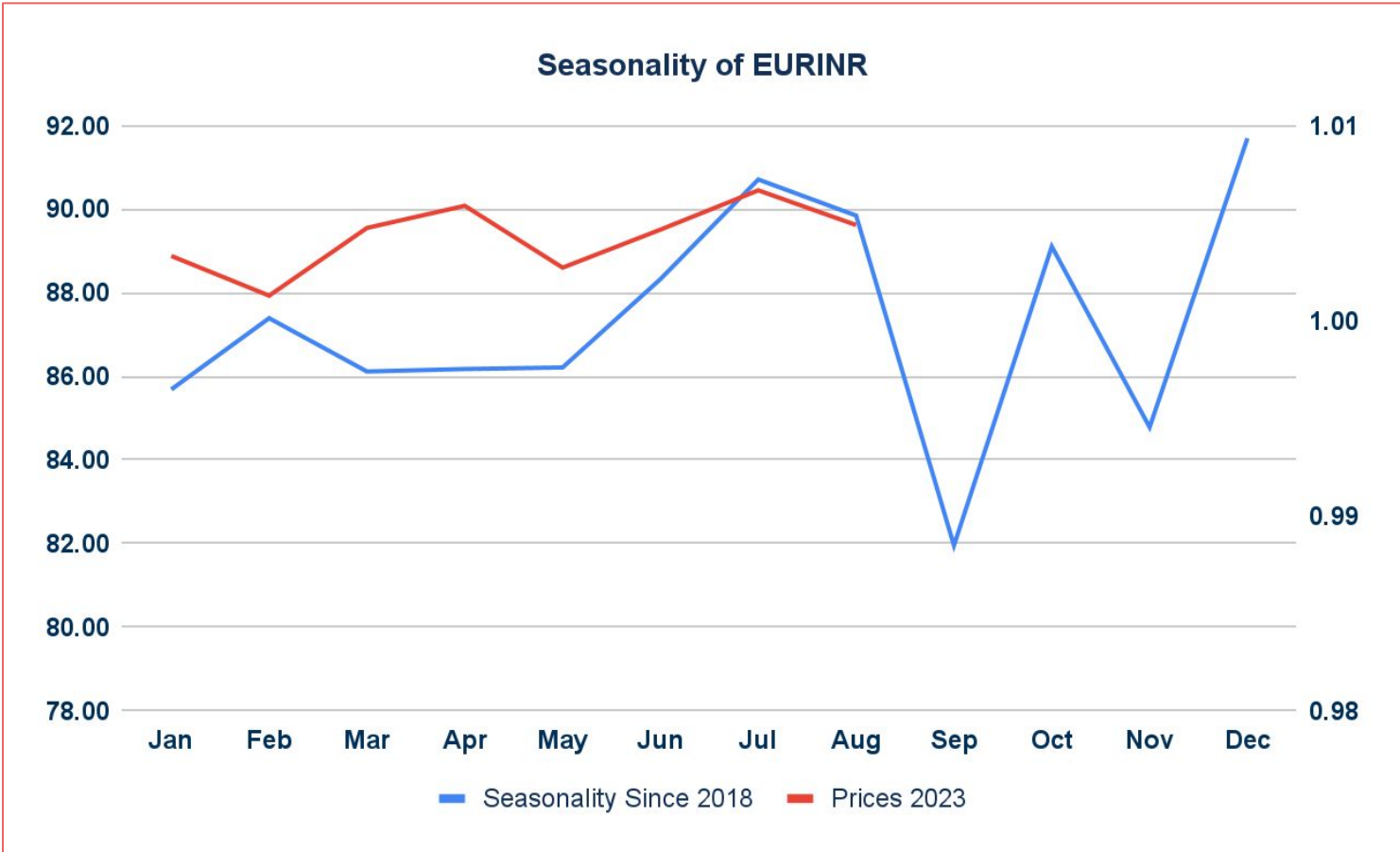
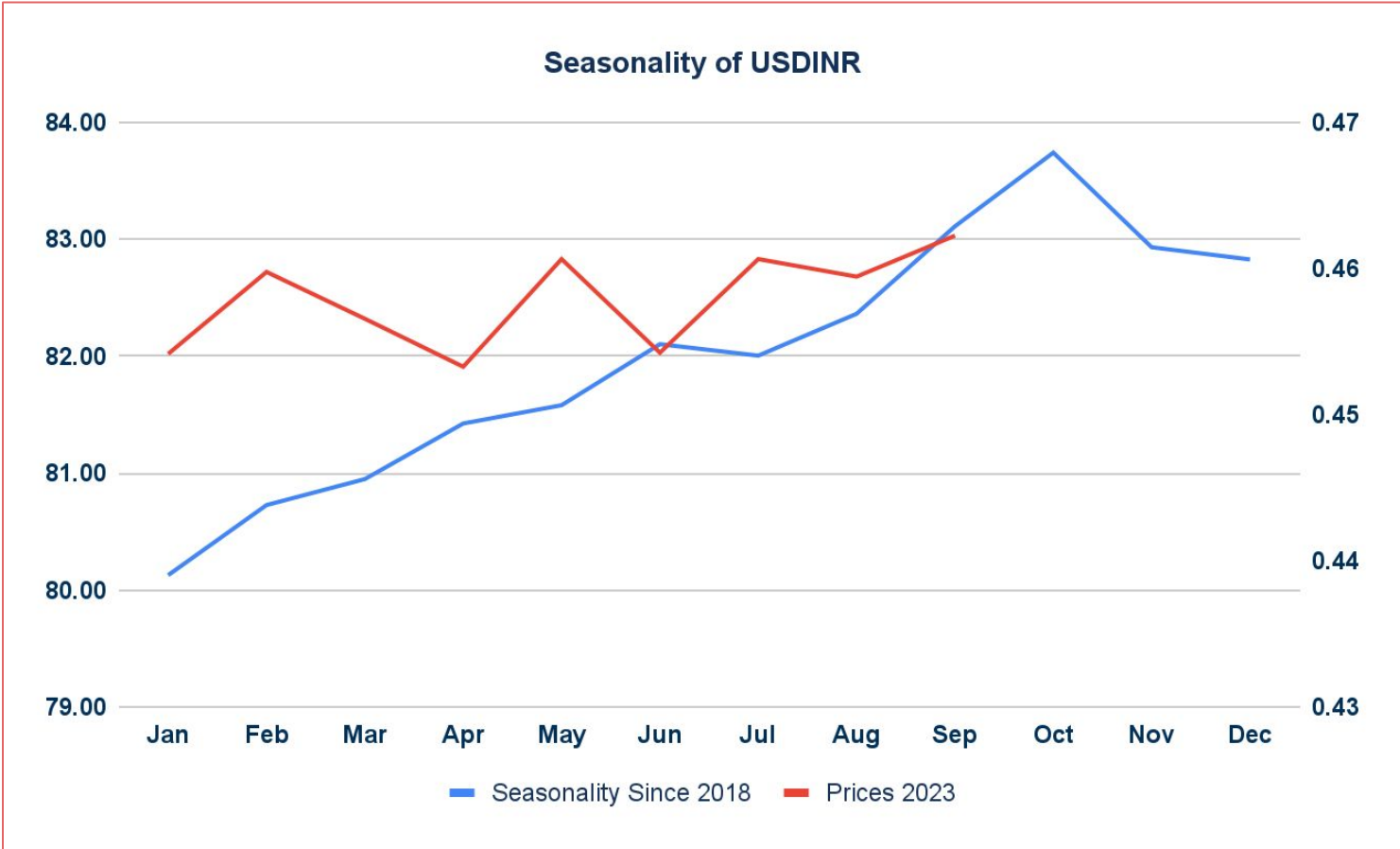
BOJ Governor Ueda told the bank could get enough data by year-end to determine whether it can end negative rates

OI & Volume



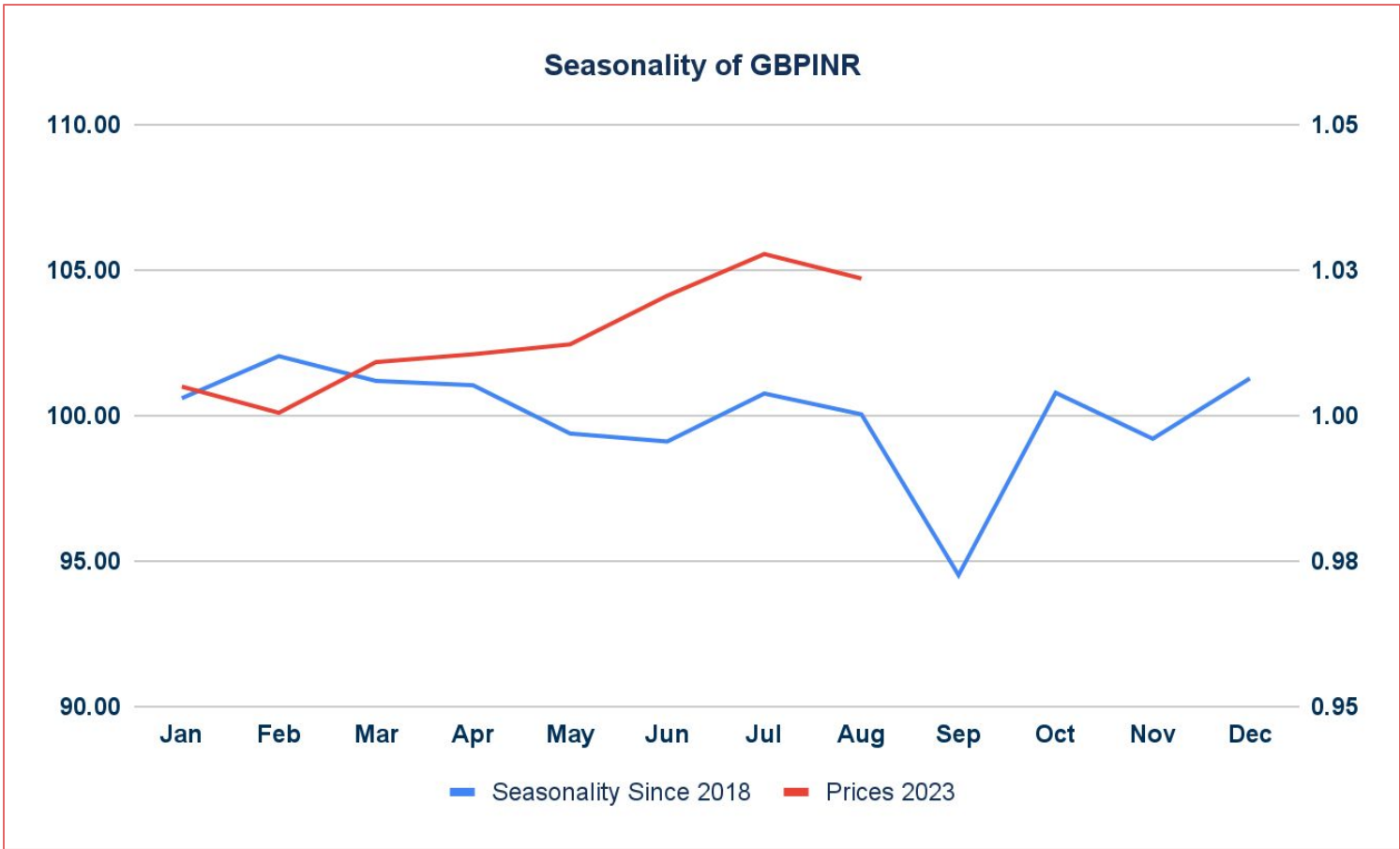
Spread

| Currency | Spread |
|----------------|--------|
| USDINR OCT-SEP | 0.1050 |



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





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



Economic Data

| Date | Curr. | Data | Date | Curr. | Data |
|--------|-------|-----------------------------------|--------|-------|-----------------------------------|
| Sep 11 | EUR | Italian Industrial Production m/m | Sep 14 | USD | Core Retail Sales m/m |
| Sep 12 | EUR | German WPI m/m | Sep 14 | USD | PPI m/m |
| Sep 12 | EUR | German ZEW Economic Sentiment | Sep 14 | USD | Retail Sales m/m |
| Sep 12 | EUR | ZEW Economic Sentiment | Sep 14 | USD | Unemployment Claims |
| Sep 12 | USD | NFIB Small Business Index | Sep 14 | USD | Business Inventories m/m |
| Sep 13 | EUR | Italian Qtr Unemployment Rate | Sep 14 | USD | Natural Gas Storage |
| Sep 13 | EUR | Industrial Production m/m | Sep 15 | EUR | French Final CPI m/m |
| Sep 13 | USD | Core CPI m/m | Sep 15 | EUR | Italian Trade Balance |
| Sep 13 | USD | CPI m/m | Sep 15 | EUR | Trade Balance |
| Sep 13 | USD | CPI y/y | Sep 15 | USD | Empire Manufacturing Index |
| Sep 13 | USD | Crude Oil Inventories | Sep 15 | USD | Import Prices m/m |
| Sep 13 | USD | Federal Budget Balance | Sep 15 | USD | Industrial Production m/m |
| Sep 14 | EUR | Main Refinancing Rate | Sep 15 | USD | Capacity Utilization Rate |
| Sep 14 | EUR | Monetary Policy Statement | Sep 15 | USD | Prelim UoM Consumer Sentiment |
| Sep 14 | USD | Core PPI m/m | Sep 15 | USD | Prelim UoM Inflation Expectations |

News

China's economy will grow less than previously thought this year and next as a struggling property market dogs what was once the world's growth engine, according to economists who said the risks were skewed to further downgrades. The world's second-largest economy has been struggling after a brief post-COVID recovery, dragged by huge debt due to decades of infrastructure investment and a property downturn, posing risks not only to itself but also to the global economy. With 70% of household wealth tied up in the ailing property market, coupled with rising youth unemployment, weak consumption demand and the reluctance by depressed private firms to invest, policymakers have been fighting an uphill job in reviving growth. While nearly all economists lowered their growth outlook for this year and next compared with the previous survey, the magnitude of those cuts was still marginal, leaving room for more downgrades. Some economists cautioned the government's growth target of around 5% for this year could be missed as the drip-feed of policy stimulus from Beijing would not be enough to stabilise the economy. While recent data showed signs of improvement in the economy, some economists said more policy support was needed for the ailing property sector.

The euro zone economy will grow slower than previously expected this year and next, the European Commission forecast as consumer demand suffers from high inflation and the biggest economy, Germany, slips into recession this year. In its interim forecasts for gross domestic product and inflation of the euro zone's five biggest economies, the Commission said the single currency area GDP (gross domestic product) would expand 0.8% in 2023 and 1.3% in 2024, against forecasts of 1.1% and 1.6% respectively made in May. "Weakness in domestic demand, in particular consumption, shows that high and still increasing consumer prices for most goods and services are taking a heavier toll than expected in the spring forecast," the Commission said. "This is despite declining energy prices and an exceptionally strong labour market, which has seen record low unemployment rates, continued expansion of employment, and rising wages," it said. The Commission forecast euro zone consumer inflation of 5.6% in 2023 and 2.9% in 2024, both well above the European Central Bank's target of 2.0%.

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



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**