

HDFC securities Retail Research

Currency Daily

30 January 2024



Currency Movements

Name	Current Price	Previous Close*	Change	% Change
USDINR	83.143	83.118	0.025	0.03%
DXY Index	103.47	103.62	-0.15	-0.15%
EURUSD	1.0832	1.082	0.001	0.11%
GBPUSD	1.2709	1.270	0.001	0.06%
USDJPY	147.42	147.85	-0.430	-0.29%
USDCNH	7.187	7.192	-0.005	-0.07%
US 10 Yr. Yield	4.059	4.101	-0.042	-1.03%
USDINR 1M FWD	83.22	83.25	-0.03	-0.04%
India 10 Yr. Yield	7.173	7.176	-0.003	-0.04%

Global Equity Markets

Name	Current Price	Previous Close	Change	% Change
Nifty	21738	21353	385	1.80%
Sensex	71942	70701	1241	1.76%
Hang Seng	15781	16077	-296	-1.84%
Nikkie	36096	36027	69	0.19%
Shanghai	2872	2883	-12	-0.40%
S&P Index	4928	4891	37	0.76%
Dow Jones	38333	38109	224	0.59%
Nasdaq	17596	17421	175	1.01%
FTSE	7633	7635	-2	-0.03%
CAC	7641	7634	7	0.09%
DAX	16942	16961	-20	-0.12%

* Prev. Close 5pm IST

Market Roundup

- ▶ The rupee may open higher along with most emerging Asian currencies. The fall in crude oil prices and dollar inflows from FPI may support the rupee in today's trade. Implied opening from forwards suggests that spot USDINR may start trading around 83.11.
- ▶ Spot USDINR little changed at 83.1425 on Monday. The pair has been traded in the narrow range since last week. It has been oscillating at 10 DEMA with low volumes. In the near term, it may find support at 83 and resistance at 83.30.
- ▶ Asian stocks rose, boosted by Wall Street's rally to fresh record highs after the US Treasury's surprise cut in its borrowing estimate. Treasuries steadied after their overnight rally. China's benchmark bond yield fell to its lowest in nearly 22 years on mounting expectations for monetary easing. The ICE dollar index touched a six-week high as US-Iran tension supported haven currencies before closing at 103.6.
- ▶ The euro weakened broadly as comments from European Central Bank officials spurred speculation that policymakers will look to cut interest rates in the coming months.
- ▶ Markets are currently pricing in a 46.6% chance that the U.S. central bank will begin cutting in March, dropping from 73.4% a month ago, according to the CME Group's FedWatch Tool.
- ▶ The Dallas Fed's manufacturing index fell much more than expected in January, to -27.4 from a revised -10.4. Up next: The rise in the S&P CoreLogic 20-city home price index probably accelerated to 5.8% year on year in November from 4.9%. January's consumer confidence index is expected to continue to improve, and the December JOLTS report may show job openings dipped to 8.75 million from 8.79 million.

USDINR February Futures Daily Chart



Technical Observations:

- ▶ USDINR Feb futures traded sideways, and the pair has short-term resistance at 83.30 and support at 83.05.
- ▶ The pair is hovering near 21 DEMA.
- ▶ Momentum Oscillator, RSI of 14 days period is placed below 50 on the daily chart.
- ▶ MACD has been placed below a zero line with a positive cross-over.
- ▶ Long buildup has been seen as price and open interest gained.
- ▶ **Short Term Trend: Neutral**
- ▶ **Expected Trading Range: 83.05 to 83.35**
- ▶ **Intraday Recommendation: Sell USDINR Feb. Fut. below 83.20/83.30 SL 83.34 Target 83.01**

Currency Derivative Price Actions

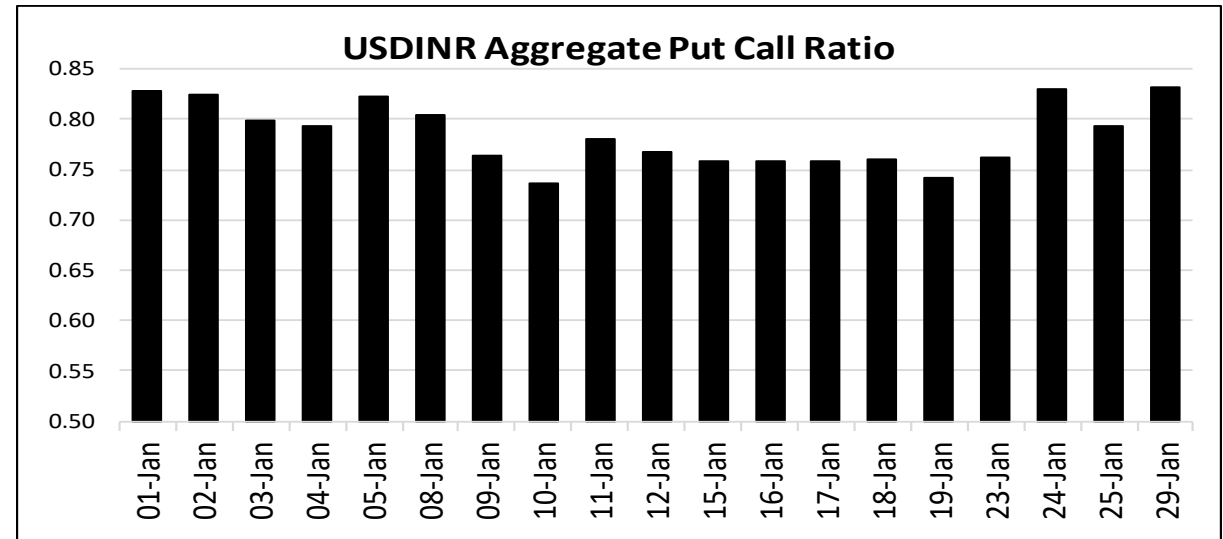
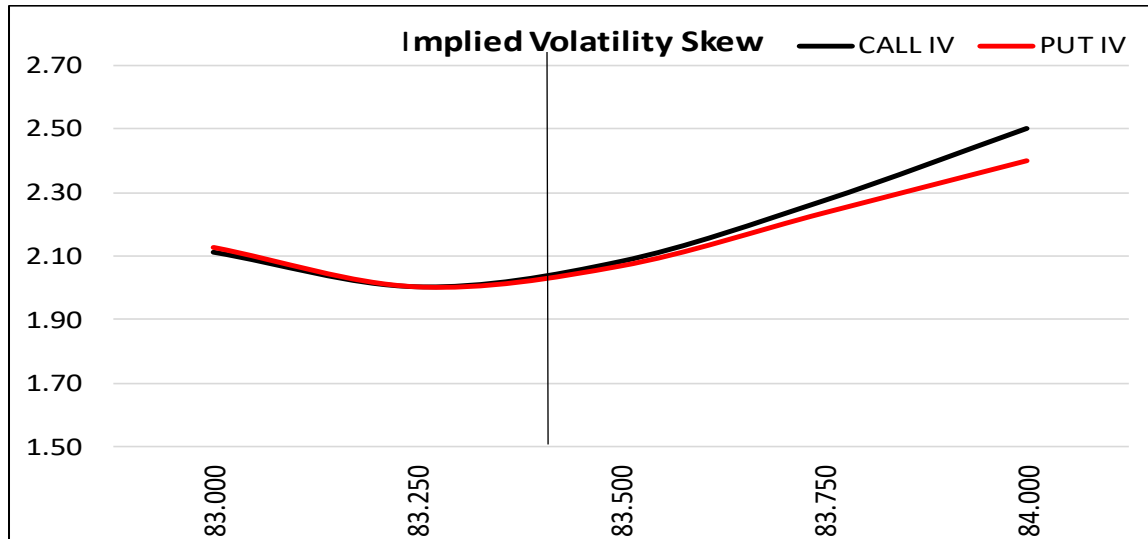
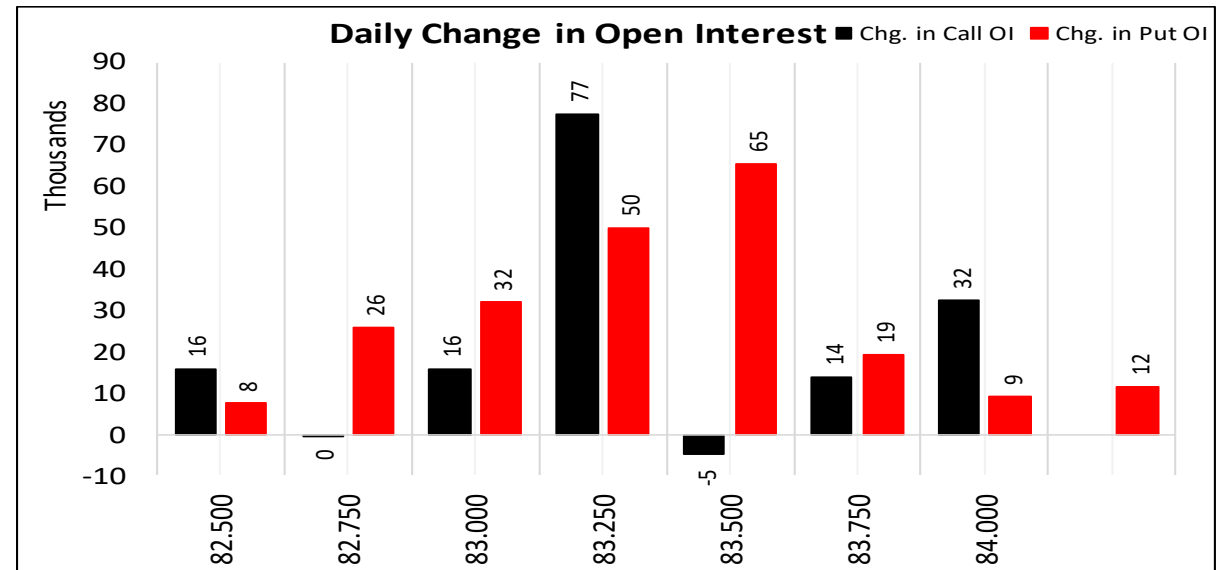
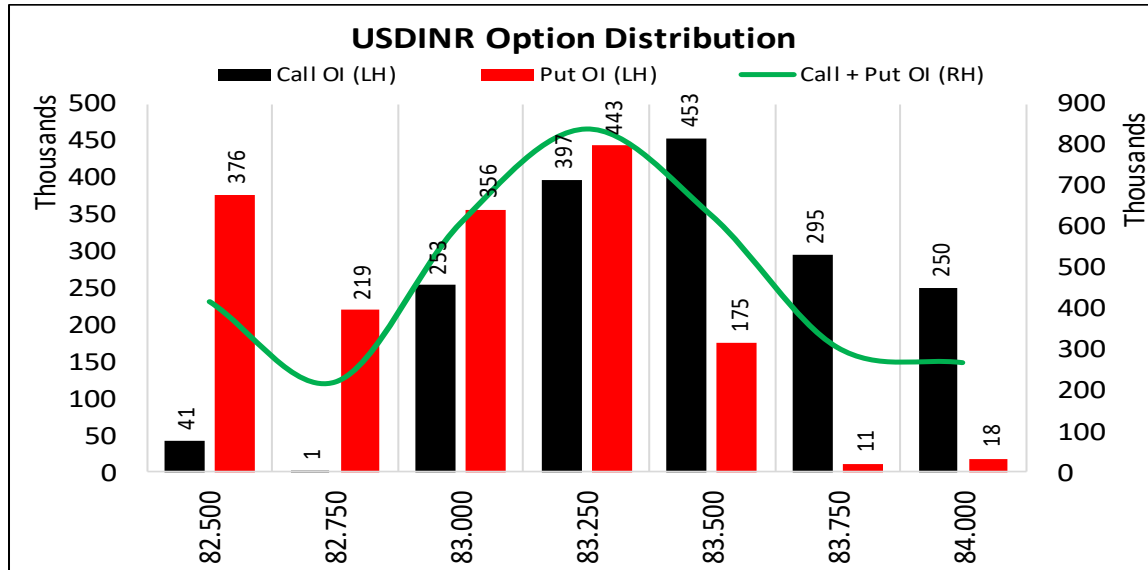
Currency Pair	Open	High	Low	Close	Prev. Close	% Change	Open Interest	% Chg. in OI	Agg. OI	% Chg. In Agg. OI	Volume	% Chg. Volume
USDINR Feb Fut	83.2000	83.2575	83.2000	83.2550	83.2075	0.06%	2,424,374	41.5%	5,110,510	-23.8%	1,752,389	7.9%
EURINR Feb Fut	90.4000	90.4700	90.1550	90.2025	90.6875	-0.53%	131,426	47.5%	167,915	-27.4%	266,549	181.3%
GBPINR Feb Fut	105.6800	105.7975	105.6000	105.7400	105.8425	-0.10%	301,473	29.6%	352,215	-14.8%	330,871	30.5%
JPYINR Feb Fut	56.6150	56.7050	56.5200	56.6675	56.7550	-0.15%	93,824	104.4%	117,329	-21.9%	133,648	331.5%
EURUSD Feb Fut	1.0852	1.0865	1.0833	1.0836	1.0901	-0.60%	596	2284.0%	596	-43.1%	1,080	3900.0%
GBPUSD Feb Fut	1.2699	1.2719	1.2698	1.2699	1.2704	-0.04%	5,100	81.6%	5,100	38.4%	2,524	1350.6%
USDJPY Feb Fut	147.00	147.10	146.80	147.32	147.78	-0.31%	28	33.3%	29	-87.4%	19	111.1%

Technical Levels

Currency Pair	Trend*	Close	Pivot	Supt.3	Supt.2	Supt.1	Resi.1	Resi.2	Resi.3	5 DMA	20 DMA	RSI
USDINR Feb Fut	Bullish	83.26	83.24	83.12	83.18	83.22	83.28	83.30	83.35	83.22	83.26	47.82
EURINR Feb Fut	Bearish	90.20	90.28	89.65	89.96	90.08	90.40	90.59	90.91	90.57	91.11	36.21
GBPINR Feb Fut	Bearish	105.74	105.71	105.32	105.52	105.63	105.83	105.91	106.11	105.76	105.72	52.05
JPYINR Feb Fut	Bearish	56.67	56.63	56.26	56.45	56.56	56.74	56.82	57.00	56.71	57.75	34.22
EURUSD Feb Fut	Bearish	1.0836	1.0845	1.0781	1.0813	1.0824	1.0856	1.0877	1.0909	1.0878	1.0942	40.37
GBPUSD Feb Fut	Bearish	1.2699	1.2705	1.2663	1.2684	1.2692	1.2713	1.2726	1.2747	1.2701	1.2692	53.25
USDJPY Feb Fut	Bearish	147.32	147.07	146.47	146.77	147.05	147.35	147.37	147.67	147.56	145.31	59.62

* Trend Auto generated with the help of Moving Average

USDINR January Month Option Charts



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