

HDFC securities Retail Research

Currency Daily

12 June 2024



Currency Movements

Name	Current Price	Previous Close	Change	% Change
USDINR	83.570	83.510	0.060	0.07%
DXY Index	105.30	105.23	0.07	0.06%
EURUSD	1.0738	1.074	0.000	-0.03%
GBPUSD	1.2737	1.274	0.000	-0.02%
USDJPY	157.12	157.13	-0.010	-0.01%
USDCNH	7.2697	7.272	-0.002	-0.03%
US 10 Yr. Yield	4.404	4.404	0.000	0.00%
USDINR 1M FWD	83.68	83.68	0.00	0.00%
India 10 Yr. Yield	7.014	7.033	-0.019	-0.27%

Global Equity Markets

Name	Current Price	Previous Close	Change	% Change
Nifty	23265	23259	6	0.02%
Sensex	76457	76490	-33	-0.04%
Hang Seng	18176	18367	-191	-1.04%
Nikkie	38852	39135	-283	-0.72%
Shanghai	3028	3051	-23	-0.76%
S&P Index	5375	5361	15	0.27%
Dow Jones	38747	38868	-121	-0.31%
Nasdaq	19210	19075	136	0.71%
FTSE	8148	8228	-81	-0.98%
CAC	7789	7894	-105	-1.33%
DAX	18370	18495	-125	-0.68%

Market Roundup

- ▶ The Indian rupee fell to a record low at close, weighed by a strong dollar. Though the rupee is at a record low level it has been the second-best performing currency among the Asian baskets. Going ahead, the dollar inflows from bond inclusion, the central bank's intervention and risk sentiments will be the driving factor for the local rupee. Bonds gained on the government's reappointment of Nirmala Sitharaman as the finance minister, projecting an image of policy continuity ahead of a key budget announcement next month.
- ▶ Spot USDINR gained 6 paise to 83.57. Technical setup remains bullish for the pair with resistance in the area of 83.80 to 84 while on the downside 83.30 to 83.05 acts as support.
- ▶ *India to release inflation data for May today ahead of the US CPI and FOMC meeting.*
- ▶ **Forex:**
 - The dollar is rising toward a new high for the year on speculation that tomorrow's US inflation reading and a Fed policy decision will increase demand. Today, the dollar traded mixed against its G-10 peers as traders as risk tone improves.
 - A solid US Treasury sale saw yields fall across the board. This triggered speculation that Wednesday's inflation reading will help the case for the Fed to cut rates later this year. Treasury 10-year yield is down seven basis points to 4.40% following a strong \$39 billion auction.
 - *US monthly CPI is seen slowing to 0.1% in May versus 0.3% in April; annual headline to remain unchanged at 3.4%.*
- ▶ **Equities:**
 - Asian markets traded rangebound as investors awaited US inflation readings due this week. US futures were steady in Asia trading after the S&P 500 closed little changed. Equities slipped in Japan and Australia, while those in South Korea climbed.
- ▶ **Commodities:**
 - Metal markets remained under pressure amid concerns over demand in China. Ongoing supply-side issues kept energy markets on edge. Crude oil edged higher as OPEC maintained its forecasts for strengthening demand. The copper price fell on signs of weaker demand in China.

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HDFC securities Limited, I Think Techno Campus, Building - B, "Alpha", Office Floor 8, Near Kanjurmarg Station, Opp. Crompton Greaves, Kanjurmarg (East), Mumbai 400 042 Phone: (022) 3075 3400 Fax: (022) 2496 5066
Compliance Officer: Murli V Karkera Email: complianceofficer@hdfcsec.com Phone: (022) 3045 3600

For grievance redressal contact Customer Care Team Email: customercare@hdfcsec.com Phone: (022) 3901 9400

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