



FX DAILY DOSSIER

February 06, 2024

Major Currencies Pairs			
Currency	Value	Change	Net Change
EUR-USD	1.0747	0.0003	0.03%
USD-JPY	148.58	-0.1	-0.07%
GBP-USD	1.2546	0.0011	0.09%
US Dollar Index	104.39	-0.07	-0.06%

INR Currencies pairs			
Currency	Value	1 Week	Net Change
\$ USD-INR	83.1100	0.0325	0.04%
€ EUR-INR	89.4950	-1.7375	-1.94%
£ GBP-INR	104.7000	-1.2575	-1.20%
¥ JPY-INR	56.2475	-1.0550	-1.88%

Major Asian Equities			
INDEX	Value	Change	Net Change
Asia Dow	3,562.96	-7.25	-0.20%
Nikkei 225	36,114.06	-240.1	-0.66%
Hang Seng	15,823.24	313.23	2.02%
Shanghai	2,729.00	26.81	0.99%
Sensex	71,731.42	-354.21	-0.49%
Singapore	3,126.92	-7.37	-0.24%

Major Future Contracts			
Future Contracts	Value	Change	Net Change
DJIA FUT	38,453	-13	-0.03%
S&P FUT	4,965.00	3	0.06%
NASDAQ FUT	17,727.50	27.5	0.16%
Gold	2,042.00	-0.9	-0.04%
Silver	22.435	0.013	0.06%
Crude Oil	72.77	-0.01	-0.01%

ANALYSIS

The Dollar Index Surged to Three-Month High After Fed Maintains Hawkish Stance :

The U.S. dollar sits near a three-month peak, driven by robust Treasury yields and the anticipation of a measured Federal Reserve approach to interest rate cuts. The dollar index stands at 104.40, a 3% increase for the year.

The rupee likely to face pressure below 83.00 amid a global dollar rally, yet its downside appears limited, expected to trade between 82.90 - 83.20 this week.

Monday's U.S. survey data revealed faster-than-expected expansion in the U.S. services sector, contributing to investor speculation about the trajectory of inflation.

Fed Chair Jerome Powell's remarks emphasize a cautious stance on interest rates, citing recent economic strength. Powell stated, "we feel like we can approach the question of when to begin to reduce interest rates carefully" during a Sunday interview on CBS's "60 Minutes."

In contrast EURINR and GBPINR likely to face steep weakness as depreciation in the rupee is limited while euro and pound both trading at lower levels against dollar after Fed's hawkish comments.

LEVELS FOR THE DAY

Currency	Day's Trend	S3	S2	S1	Pivot	R1	R2	R3
\$ USD-INR	SIDEWAYS	82.8000	82.9100	83.0100	83.1200	83.2200	83.3300	83.4300
€ EUR-INR	SIDEWAYS TO NEGATIVE	89.0825	89.2700	89.3825	89.5700	89.6825	89.8700	89.9825
£ GBP-INR	NEGATIVE	104.1675	104.4000	104.5500	104.7825	104.9325	105.1650	105.3150
¥ JPY-INR	SIDEWAYS TO NEGATIVE	56.0317	56.0958	56.1717	56.2358	56.3117	56.3758	56.4517



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Economic Data						
IST	Currency	EVENT	Previous	Forecast	SMC Forecast	Impact
12:30	EUR	German Factory Orders m/m	0.30%	-0.10%	-0.10%	Neutral for EUR
15:00	GBP	Construction PMI	46.8	47.2	47.2	Neutral for GBP
15:30	EUR	Retail Sales m/m	-0.30%	-0.90%	-0.90%	Neutral for EUR
Tentative	USD	RCM/TIPP Economic Optimism	44.7	47.2	47.2	Neutral for USD

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