



FX DAILY DOSSIER

March 23, 2023

Major Currencies Pairs

Currency	Value	Change	Net Change
EUR-USD	1.09	0.0043	0.40%
USD-JPY	130.63	-0.81	-0.61%
GBP-USD	1.2317	0.0047	0.38%
US Dollar Index	102.16	-0.18	-0.18%

INR Currencies pairs

Currency	Value	1 Week	Net Change
\$ USD-INR	82.3790	-0.4710	-0.57%
€ EUR-INR	89.7860	1.8135	2.02%
£ GBP-INR	101.4670	1.6970	1.67%
¥ JPY-INR	63.0600	0.5825	0.92%

Major Asian Equities

INDEX	Value	Change	Net Change
Asia Dow	3,333.83	28.41	0.86%
Nikkei 225	27,400.37	-66.24	-0.24%
Hang Seng	19,727.17	135.74	0.69%
Shanghai	3,267.64	1.89	0.06%
Sensex	58,214.59	139.91	0.24%
Singapore	3,211.80	-9.18	-0.29%

Major Future Contracts

Future Contracts	Value	Change	Net Change
DJIAFUT	32,403	145	0.45%
S&P FUT	3,989.00	18.5	0.47%
NASDAQ FUT	12,764.75	57.75	0.45%
Gold	1,977.00	27.4	1.41%
Silver	23.025	0.239	1.05%
Crude Oil	70.18	-0.72	-1.02%

ANALYSIS

The dollar tumbled to a near seven-week low on Wednesday after the Federal Reserve hiked interest rates as expected, although some language in the central bank's announcement suggested that interest rates may be close to reaching their peak. The dollar index fell about 0.7% against a basket of currencies to 102.185 points- its weakest level since early-February.

The Fed hiked rates by 25 basis points to 4.75%-5%, within market expectations. But a change in the bank's language signaled a potential policy shift, which could see the bank hit its terminal rate sooner than expected. The central bank said that it will raise rates by at least 25 bps more this year. But it also said that "some additional policy firming may be appropriate," a shift from its previous language of "ongoing increases in the target range will be appropriate-" a statement it has mentioned in every policy meeting since March 2022, when it had embarked on its latest hiking spree.

The central bank kept its benchmark rate forecast unchanged from December and forecast a peak rate of 5.1% in 2023, and said it was not considering any rate cuts this year.

The Fed hiked rates by a cumulative 500 bps over the past year- its most aggressive tightening spree in 40 years, as it moved to curb rising inflation.

But the recent collapse of several regional U.S. banks raised concerns over damage to the economy from rising interest rates. While the bank had swiftly intervened to prevent a larger crisis and restore faith in the banking system, the event spurred increased bets that the Fed had limited economic headroom to stay hawkish this year.

LEVELS FOR THE DAY

Currency	Day's Trend	S3	S2	S1	Pivot	R1	R2	R3
\$ USD-INR	SIDEWAYS TO NEGATIVE	82.0193	82.1797	82.2793	82.4397	82.5393	82.6997	82.7993
€ EUR-INR	SIDEWAYS TO POSITIVE	88.4307	88.1753	88.9807	88.7253	89.5307	89.2753	90.0807
£ GBP-INR	SIDEWAYS TO POSITIVE	100.3597	100.3923	100.9297	100.9623	101.4997	101.5323	102.0697
¥ JPY-INR	SIDEWAYS TO POSITIVE	61.7067	62.1033	62.5817	62.9783	63.4567	63.8533	64.3317



FX DAILY DOSSIER

Economic Data						
IST	Currency	EVENT	Previous	Forecast	SMC Forecast	Impact
5:30 PM	GBP	BoE Interest Rate Decision	4%	4.25%	4.25%	Neutral for GBP
5:30 PM	GBP	BoE MPC Vote Cut	0/9			Neutral for GBP
6:00 PM	USD	Initial Jobless Claims MAR/18	192K		193K	Neutral for USD
7:30 PM	USD	New Home Sales MoM FEB	7.20%		-4.50%	Neutral for USD

Currency Research Team

Arnob Biswas - Fundamental Analyst
arnobbiswas@smcindiaonline.com

Tapish Pandey - Technical Analyst
tapishpandey@smcindiaonline.com

E-mail: smc.care@smcindiaonline.com



Moneywise. Be wise.

Corporate Office:
11/6B, Shanti Chamber,
Pusa Road, New Delhi - 110005
Tel: +91-11-30111000
www.smcindiaonline.com

Mumbai Office:
Lotus Corporate Park, A Wing 401 / 402, 4th Floor,
Graham Firth Steel Compound, Off Western
Express Highway, Jay Coach Signal, Goreagon
(East) Mumbai - 400063
Tel: 91-22-67341600, Fax: 91-22-67341697

Kolkata Office:
18, Rabindra Sarani, Poddar Court, Gate No-4,
5th Floor, Kolkata - 700001
Tel.: 033 6612 7000/033 4058 7000
Fax: 033 6612 7004/033 4058 7004

SMC Global Securities Ltd. (hereinafter referred to as "SMC") is regulated by the Securities and Exchange Board of India ("SEBI") and is licensed to carry on the business of broking, depository services and related activities. SMC is a registered member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited, MSEI (Metropolitan Stock Exchange of India Ltd) and M/s SMC Comtrade Ltd is a registered member of National Commodity and Derivative Exchange Limited and Multi Commodity Exchanges of India and other commodity exchanges in India. SMC is also registered as a Depository Participant with CDSL and NSDL. SMC's other associates are registered as Merchant Bankers, Portfolio Managers, NBFC with SEBI and Reserve Bank of India. It also has registration with AMFI as a Mutual Fund Distributor.

SMC is a SEBI registered Research Analyst having registration number INH100001849. SMC or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities market. SMC or its associates or its Research Analyst or his relatives do not hold any financial interest in the subject company interest at the time of publication of this Report. SMC or its associates or its Research Analyst or his relatives do not hold any actual/beneficial ownership of more than 1% (one percent) in the subject company, at the end of the month immediately preceding the date of publication of this Report. SMC or its associates its Research Analyst or his relatives does not have any material conflict of interest at the time of publication of this Report.

SMC or its associates/analyst has not received any compensation from the subject company covered by the Research Analyst during the past twelve months. The subject company has not been a client of SMC during the past twelve months. SMC or its associates has not received any compensation or other benefits from the subject company covered by analyst or third party in connection with the present Research Report. The Research Analyst has not served as an officer, director or employee of the subject company covered by him/her and SMC has not been engaged in the market making activity for the subject company covered by the Research Analyst in this report.

The views expressed by the Research Analyst in this Report are based solely on information available publicly available/internal data/ other reliable sources believed to be true. SMC does not represent/ provide any warranty expressly or impliedly to the accuracy, contents or views expressed herein and investors are advised to independently evaluate the market conditions/risks involved before making any investment decision. The research analysts who have prepared this Report hereby certify that the views /opinions expressed in this Report are their personal independent views/opinions in respect of the subject company.

Disclaimer: This Research Report is for the personal information of the authorized recipient and doesn't construe to be any investment, legal or taxation advice to the investor. It is only for private circulation and use. The Research Report is based upon information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied upon as such. No action is solicited on the basis of the contents of this Research Report. The Research Report should not be reproduced or redistributed to any other person(s) in any form without prior written permission of the SMC. The contents of this material are general and are neither comprehensive nor inclusive. Neither SMC nor any of its affiliates, associates, representatives, directors or employees shall be responsible for any loss or damage that may arise to any person due to any action taken on the basis of this Research Report. It does not constitute personal recommendations or take into account the particular investment objectives, financial situations or needs of an individual client or a corporate/s or any entity/s. All investments involve risk and past performance doesn't guarantee future results. The value of, and income from investments may vary because of the changes in the macro and micro factors given at a certain period of time. The person should use his/her own judgment while taking investment decisions. Please note that SMC its affiliates, Research Analyst, officers, directors, and employees, including persons involved in the preparation or issuance of this Research Report: (a) from time to time, may have long or short positions in, and buy or sell the securities thereof, of the subject company(ies) mentioned herein; or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the subject company(ies) discussed herein or may perform or seek to perform investment banking services for such company(ies) or act as advisor or lender/borrower to such subject company(ies); or (c) may have any other potential conflict of interest with respect to any recommendation and related information and opinions. All disputes shall be subject to the exclusive jurisdiction of Delhi High court.