



FX DAILY DOSSIER

May 17, 2023

Major Currencies Pairs

Currency	Value	Change	Net Change
EUR-USD	1.087	0.0004	0.04%
USD-JPY	136.5	0.13	0.09%
GBP-USD	1.249	0.0004	0.03%
US Dollar Index	102.55	-0.02	-0.02%

INR Currencies pairs

Currency	Value	1 Week	Net Change
\$ USD-INR	82.2475	0.1025	0.12%
€ EUR-INR	89.6475	-0.1750	-0.20%
£ GBP-INR	103.0850	-0.3675	-0.36%
¥ JPY-INR	60.6975	-0.6425	-1.06%

Major Asian Equities

INDEX	Value	Change	Net Change
Asia Dow	3,423.20	11.19	0.33%
Nikkei 225	30,039.41	196.42	0.66%
Hang Seng	19,927.55	-50.7	-0.25%
Shanghai	3,284.44	-6.54	-0.20%
Sensex	61,932.47	-413.24	-0.66%
Singapore	3,185.22	-28.82	-0.90%

Major Future Contracts

Future Contracts	Value	Change	Net Change
DJIAFUT	33,126	66	0.20%
S&PFUT	4,133.00	10	0.24%
NASDAQFUT	13,519.50	36.25	0.27%
Gold	1,996.30	3.3	0.17%
Silver	23.975	0.082	0.34%
Crude Oil	70.99	0.13	0.18%

ANALYSIS

The British pound's future is uncertain despite a strong recovery from a record low in September from \$1.06 to \$1.26. The UK's growth outlook is weaker than other major economies, and inflation is outpacing the US and eurozone.

The Bank of England may raise interest rates, potentially leading to a recession and pound sell-off. Brexit adds to inflationary pressures, making it challenging for the Bank of England.

Hedge funds have reduced bets on the pound as per the latest CFTC data. Overall sentiment remains negative due to macroeconomic factors, with the UK projected to contract this year.

However, the pound is expected to stabilize in broad ranges between \$1.22 - \$1.27. A weakening US dollar and challenges in the US banking system also influence the pound's performance.

The Bank of England's interest rate decisions will be closely watched. Apparently any rise in GBPUSD towards 1.26 can be a selling opportunity for a potential downside of \$1.23 while GBPINR may slide towards 101.00 in coming weeks.

LEVELS FOR THE DAY

Currency	Day's Trend	S3	S2	S1	Pivot	R1	R2	R3
\$ USD-INR	SIDEWAYS TO POSITIVE	82.0517	82.1258	82.1867	82.2608	82.3217	82.3958	82.4567
€ EUR-INR	SIDEWAYS TO POSITIVE	89.2000	89.3175	89.4825	89.6000	89.7650	89.8825	90.0475
£ GBP-INR	SIDEWAYS TO POSITIVE	102.1867	102.3983	102.7417	102.9533	103.2967	103.5083	103.8517
¥ JPY-INR	SIDEWAYS TO NEGATIVE	60.3783	60.4742	60.5858	60.6817	60.7933	60.8892	61.0008



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Economic Data						
IST	Currency	EVENT	Previous	Forecast	SMC Forecast	Impact
2:30 PM	EUR	Inflation Rate YoY Final APR	6.90%	7%	7.00%	Neutral for EUR
3:20 PM	GBP	BoE Gov Bailey Speech				Neutral for GBP
6:00 PM	USD	Housing Starts MoM APR	-0.80%	-1.50%	-1.50%	Neutral for USD
6:00 PM	USD	Building Permits MoM Prel APR	-7.70%	0.20%	0.20%	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



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

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