



# FX DAILY DOSSIER

April 17, 2023

## Major Currencies Pairs

Currency	Value	Change	Net Change
EUR-USD	1.0981	-0.0013	-0.12%
USD-JPY	133.85	0.06	0.04%
GBP-USD	1.2405	-0.001	-0.08%
US Dollar Index	101.69	0.13	0.13%

## INR Currencies pairs

Currency	Value	1 Week	Net Change
\$ USD-INR	81.9050	-0.2375	-0.29%
€ EUR-INR	90.2100	0.4675	0.52%
£ GBP-INR	102.4150	0.5275	0.52%
¥ JPY-INR	61.6100	0.0200	0.03%

## Major Asian Equities

INDEX	Value	Change	Net Change
Asia Dow	3,415.84	1.17	0.03%
Nikkei 225	28,475.31	-18.16	-0.06%
Hang Seng	20,469.40	30.59	0.15%
Shanghai	3,365.34	27.19	0.81%
Sensex	60,431.00	38.23	0.06%
Singapore	3,301.78	-0.88	-0.03%

## Major Future Contracts

Future Contracts	Value	Change	Net Change
DJIAFUT	34,100	63	0.19%
S&P FUT	4,171.50	7.75	0.19%
NASDAQ FUT	13,186.25	5	0.04%
Gold	2,017.00	1.2	0.06%
Silver	25.39	-0.07	-0.27%
Crude Oil	82.56	0.04	0.05%

## ANALYSIS

The dollar bounced from a one-year low on Monday as resilience in core U.S. retail sales, a rise in short-term inflation expectations and impressive Wall Street bank earnings raised market expectations for an interest rate hike in May. While U.S. retail sales fell more than expected in March, so-called core retail sales, which excludes automobiles, gasoline, building materials and food services, slipped just 0.3% last month, data released on Friday showed.

Against a basket of currencies, the U.S. dollar index rose 0.15% to 101.82, standing some distance away from Friday's one-year low of 100.78. Friday marked the fifth straight weekly loss for the index. The euro fell 0.2% to \$1.0965, while sterling slipped 0.22% to \$1.2387.

Money markets are now pricing in a roughly 81% chance that the Federal Reserve will raise interest rates by 25 basis points next month, up from about a 69% chance last week. Short-term inflation expectations have also increased, with the University of Michigan's preliminary April reading showing that one-year inflation expectations rose to 4.6% from 3.6% in March.

Yields on U.S. Treasuries jumped in the wake of the data releases on Friday, and remained elevated on Monday.

The two-year U.S. Treasury yield, which typically moves in step with interest rate expectations, stood at 4.1137%, after hitting a roughly two-week top of 4.137% on Friday.

The benchmark 10-year yield was last at 3.5261%.

Some hawkish Fed speak also aided the higher interest rate expectations, with Fed Governor Christopher Waller and Atlanta Fed President Raphael Bostic suggesting that the Fed could hike another 25 bps next month.

## LEVELS FOR THE DAY

Currency	Day's Trend	S3	S2	S1	Pivot	R1	R2	R3
\$ USD-INR	SIDEWAYS	81.4108	81.6267	81.7658	81.9817	82.1208	82.3367	82.4758
€ EUR-INR	SIDEWAYS TO POSITIVE	89.7625	89.9000	90.0550	90.1925	90.3475	90.4850	90.6400
£ GBP-INR	SIDEWAYS	102.0875	102.2000	102.3075	102.4200	102.5275	102.6400	102.7475
¥ JPY-INR	SIDEWAYS TO NEGATIVE	61.3042	61.4233	61.5167	61.6358	61.7292	61.8483	61.9417



# FX DAILY DOSSIER

Economic Data						
IST	Currency	EVENT	Previous	Forecast	SMC Forecast	Impact
12:00 PM	INR	WPI Inflation YoY MAR	3.85%	1.87%	2%	Neutral for INR
6:00 PM	USD	NY Empire State Manufacturing Index APR	-24.6	-18	-16	Neutral for USD
7:30 PM	USD	NAHB Housing Market Index APR	44	44	45	Neutral for USD
8:30 PM	EUR	ECB President Lagarde Speech				Neutral for EUR

### 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

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 here in; 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.