



FX DAILY DOSSIER

May 25, 2023

Major Currencies Pairs

Currency	Value	Change	Net Change
EUR-USD	1.0741	-0.0011	-0.10%
USD-JPY	139.64	0.16	0.11%
GBP-USD	1.2343	-0.0022	-0.18%
US Dollar Index	103.99	0.1	0.10%

INR Currencies pairs

Currency	Value	1 Week	Net Change
\$ USD-INR	82.7000	0.5550	0.67%
€ EUR-INR	89.0575	-0.7650	-0.86%
£ GBP-INR	102.4175	-1.0350	-1.01%
¥ JPY-INR	59.8025	-1.5375	-2.57%

Major Asian Equities

INDEX	Value	Change	Net Change
Asia Dow	3,374.96	-26.54	-0.78%
Nikkei 225	30,848.07	165.39	0.54%
Hang Seng	18,740.74	-375.19	-1.96%
Shanghai	3,185.56	-19.19	-0.60%
Sensex	61,773.78	-208.01	-0.34%
Singapore	3,205.25	-8.96	-0.28%

Major Future Contracts

Future Contracts	Value	Change	Net Change
DJIAFUT	32,782	-72	-0.22%
S&P FUT	4,142.75	16.75	0.41%
NASDAQ FUT	13,841.25	191	1.40%
Gold	1,958.60	-6	-0.31%
Silver	23	-0.10	-0.41%
Crude Oil	74.13	-0.21	-0.28%

ANALYSIS

Indian Rupee Continues its Losing Streak as US Dollar Hits Two-Month High, Debt Ceiling Concerns Loom

The Indian Rupee is expected to open lower today, tracking the upmove of the US dollar, which reached a two-month high against major currencies. The dollar's strength is driven by positive indicators of a robust US economy. However, concerns over ongoing US debt ceiling negotiations have prompted investors to seek safe-haven assets.

Yesterday, the Indian rupee recorded modest gains due to possible dollar inflows and the recovery of the Chinese yuan. Today, the USDINR pair's crucial level to watch will be 83.00, as it may determine whether the Reserve Bank of India will engage in dollar sales or not.

The risk-on sentiment in the market has deteriorated following Fitch Ratings' decision to place the United States' triple A rating on watch for a potential downgrade. Fitch expressed concerns about the US government's handling of medium-term fiscal challenges amidst the prolonged fiscal crisis negotiations.

Furthermore, the US dollar has found support after market expectations for a rate hike by the Federal Reserve in June slightly increased. This follows the release of minutes from the Fed's May policy-setting meeting.

LEVELS FOR THE DAY

Currency	Day's Trend	S3	S2	S1	Pivot	R1	R2	R3
\$ USD-INR	SIDEWAYS TO POSITIVE	82.3717	82.5133	82.6067	82.7483	82.8417	82.9833	83.0767
€ EUR-INR	NEGATIVE	88.5225	88.7425	88.9000	89.1200	89.2775	89.4975	89.6550
£ GBP-INR	NEGATIVE	101.2342	101.7608	102.0892	102.6158	102.9442	103.4708	103.7992
¥ JPY-INR	NEGATIVE	59.4767	59.6108	59.7067	59.8408	59.9367	60.0708	60.1667



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Economic Data						
IST	Currency	EVENT	Previous	Forecast	SMC Forecast	Impact
3:30 PM	GB	CBI Distributive Trades MAY	5		-7	Neutral for GBP
6:00 PM	US	GDP Price Index QoQ 2nd Est Q1	3.90%	4%	4.00%	Neutral for USD
6:00 PM	US	GDP Growth Rate QoQ 2nd Est Q1	2.60%	1.10%	1.10%	Neutral for USD
6:00 PM	US	Initial Jobless Claims MAY/20	242K	245K	245.0K	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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