



# FX DAILY DOSSIER

February 08, 2021

## KEY MARKET THEME

- Taiwan's central bank said on Sunday it had banned Deutsche Bank from trading Taiwan dollar
- Dollar nurses losses as U.S. economic doubts undercut rally
- Equities hovered near record highs on hopes a \$1.9 trillion COVID-19 aid package will be passed by U.S.

FX Majors	CMP	1W	1M
EURUSD	1.2037	-0.20%	-0.94%
GBPUSD	1.3727	0.48%	1.58%
USDJPY	105.50	0.54%	1.21%

FX Cross INR	CMP	1W	1M
USDINR	72.79	-0.46%	-0.98%
EURINR	87.60	-0.68%	-1.93%
GBPINR	99.93	0.03%	0.60%
JPYINR	68.99	-1.00%	-2.15%

Global Yields	10Y-Yield	1W(bps)	1M (bps)
India	6.13%	16.30	22.80
US	1.18%	11.71	6.05
Germany	-0.45%	6.40	12.48
UK	0.48%	17.29	28.45

Flows	DTD	WTD	MTD
FII's (INR Crs)	1,461.71	13,595.16	13,595.16

Note: 1W refers to 1 week change from CMP | 1M refers to 1 month change from CMP

## MACRO ANALYSIS

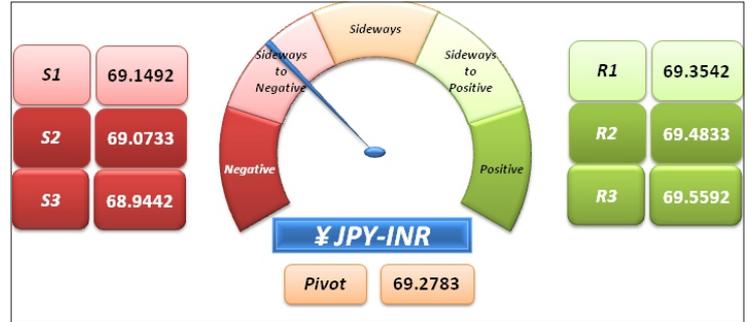
The dollar nursed losses against most currencies as disappointing U.S. jobs data caused some investors to scale back bets on a rebound in the greenback. The euro held gains versus the dollar but faces a test later on Monday with data that is expected to show German industrial output growth slowed at the end of last year.

Taiwan's central bank said on Sunday it had banned Deutsche Bank from trading Taiwan dollar deliverable and non-deliverable forwards and suspended it for two years from trading forex derivatives as part of a crackdown on speculation.

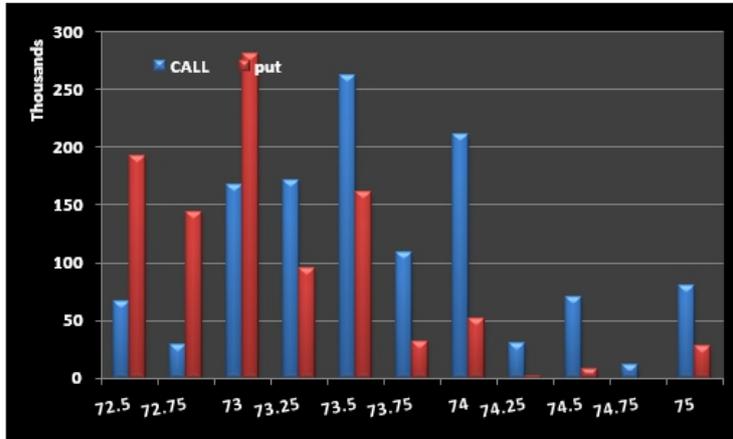
Biden and his Democratic allies in Congress forged ahead with their stimulus plan on Friday as lawmakers approved a budget outline that will allow them to muscle through in the coming weeks without Republican support. U.S. Treasury Secretary Janet Yellen predicted the United States would hit full employment next year if Congress can pass its support package.

## ECONOMIC DATA

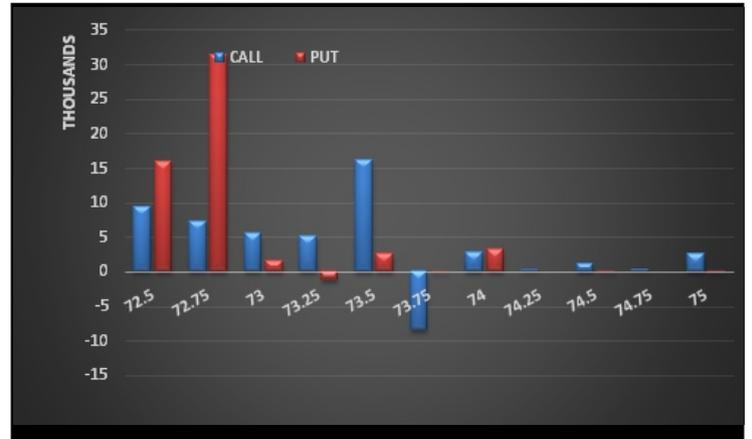
	IST	Previous	Median	SMC's Forecast
JPY Economy Watchers Sentiment	10:30	35.5	30.5	30.5



USDINR Options Activity (Near Month)



USDINR OI Change (FTD)



USDINR Option Greek Data (Near Month)

24-Feb-21	CALL				Option Greeks					PUT			Option Greeks				
	MKT_PRICE	Theoretical	IV	DELTA	GAMMA	VEGA	THETA	RHO	MKT_PRICE	Theoretical	IV	DELTA	GAMMA	VEGA	THETA	RHO	
72.99	0.0000	1.92	0.0%	0.98	0.045	0.01	-0.01	0.03	0.0000	0.01	0.3%	-0.02	0.045	0.01	0.00	0.00	
71.25	1.5350	1.68	0.0%	0.97	0.079	0.01	-0.01	0.03	0.0075	0.01	5.6%	-0.03	0.079	0.01	0.00	0.00	
71.50	1.3200	1.44	0.0%	0.94	0.127	0.02	-0.01	0.03	0.0200	0.02	5.8%	-0.06	0.127	0.02	0.00	0.00	
71.75	1.0800	1.21	0.0%	0.90	0.188	0.03	-0.02	0.03	0.0175	0.04	4.9%	-0.10	0.188	0.03	0.00	0.00	
72.00	0.8450	1.00	0.0%	0.85	0.259	0.04	-0.02	0.03	0.0300	0.07	4.6%	-0.15	0.259	0.04	0.00	0.00	
72.25	0.5925	0.79	0.0%	0.77	0.330	0.05	-0.02	0.02	0.0525	0.12	4.3%	-0.23	0.330	0.05	-0.01	-0.01	
72.50	0.4175	0.61	0.0%	0.68	0.390	0.05	-0.02	0.02	0.0975	0.19	4.2%	-0.32	0.390	0.05	-0.01	-0.01	
72.75	0.2775	0.46	2.9%	0.58	0.427	0.06	-0.02	0.02	0.2050	0.29	4.7%	-0.42	0.427	0.06	-0.01	-0.01	
73.00	0.1675	0.33	3.3%	0.47	0.434	0.061	-0.02	0.01	0.3550	0.40	5.2%	-0.53	0.434	0.06	0.00	-0.02	
73.25	0.1000	0.23	3.7%	0.36	0.410	0.06	-0.02	0.01	0.5300	0.55	5.6%	-0.64	0.410	0.06	0.00	-0.02	
73.50	0.0625	0.15	4.1%	0.27	0.360	0.05	-0.01	0.01	0.7400	0.72	6.3%	-0.73	0.360	0.05	0.00	-0.02	
73.75	0.0425	0.09	4.6%	0.19	0.294	0.04	-0.01	0.01	0.9675	0.92	7.1%	-0.81	0.294	0.04	0.00	-0.03	
74.00	0.0300	0.06	5.1%	0.12	0.223	0.03	-0.01	0.00	1.2350	1.13	8.7%	-0.88	0.223	0.03	0.00	-0.03	
74.25	0.0175	0.03	5.3%	0.08	0.158	0.02	-0.01	0.00	1.4750	1.35	9.7%	-0.92	0.158	0.02	0.01	-0.03	
74.50	0.0175	0.02	6.0%	0.05	0.104	0.01	0.00	0.00	0.0000	1.59	0.0%	-0.95	0.104	0.01	0.01	-0.03	

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